

MINUTES OF MEETING OF BOARD OF DIRECTORS
May 14, 2026

THE STATE OF TEXAS
COUNTY OF HARRIS
HARRIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 136

The Board of Directors (the “*Board*”) of Harris County Municipal Utility District No. 136 (the “*District*”) met in regular session, open to the public, at 4045 Deerfield Village Drive, Houston, Texas at 6:00 p.m. on May 14, 2026; whereupon the roll was called of the members of the Board, to wit:

Brent Phelps, President
Barry Greer, Vice President
Neil Polansky, Assistant Vice President
Adam Rodriguez, Secretary
Jody Shipman, Assistant Secretary

Persons Attending. All members of the Board were present, except Director Polansky, thus constituting a quorum. Also attending all or parts of the meeting were Ms. Lisa Rickert of Artesian Financial Services (“Artesian”), bookkeeper for the District; Ms. Patty Rodriguez of Bob Leared Interests (“BLI”), tax assessor and collector for the District; Mr. Bob Wempe of Pape-Dawson Engineers (“Pape-Dawson”), engineer for the District; Mr. Ryan Vaughan and Mr. Keith Arrant of Municipal Operations & Consulting, Inc. (“MOC”), operators for the District; and Ms. Jane Maher of Norton Rose Fulbright US LLP (“NRF”), paralegal for the District.

Call to Order. The President called the meeting to order and, in accordance with notice posted pursuant to law, copies of Certificates of Posting of which are attached hereto as *Exhibit A*, the following business was transacted:

1. **Public comments.** There were no public comments.

2. **Minutes.** Proposed minutes of the meeting of April 9, 2026, previously distributed to the Board, were considered for review and approval. Upon motion by Director Greer, seconded by Director Shipman, after full discussion and the question being put to the Board, the Board voted unanimously to approve the minutes of the April 9, 2026, as presented.

Ms. Maher noted that the April 29, 2026 minutes would be placed on the next agenda for approval.

3. **Discuss trash and recycling services and take any appropriate action.** The Board reviewed a copy of the Trash Services Report, a copy of which is attached hereto as *Exhibit B*. Director Rodriguez joined the meeting at this time.

4. **Review Tax Assessor and Collectors Report and authorize payment of bills.** The President recognized Ms. Rodriguez, who presented to and reviewed with the Board the Tax Assessor and Collector’s Report, a copy of which is attached hereto as *Exhibit C*.

Ms. Rodriguez reported that as of today, 96.5% of the 2025 taxes have been collected. Discussion ensued regarding the delinquent list.

Upon motion by Director Rodriguez, seconded by Director Shipman, after full discussion and the question being put to the Board, the Board voted unanimously to approve the Tax Assessor and Collector's Report and to authorize payment of check nos. 1202 through 1206.

5. Review Bookkeeper's Report, investment report and authorize payment of bills. The President recognized Ms. Rickert, who presented the Bookkeeper's Report, a copy of which is attached hereto as *Exhibit D*. Ms. Rickert reviewed the cash flow from April 10, 2026 to May 14, 2026. She reported that the reimbursement from Ezee Fiber was received for the damaged pipes. She noted that Artesian would update the Rolling Creek deposit balance.

Upon motion by Director Rodriguez, seconded by Director Greer, after full discussion and the question being put to the Board, the Board voted unanimously to accept the Bookkeeper's Report, and to authorize payment of check nos. 12709 through 12724, from the General Operating Fund in the amounts, to the persons, and for the purposes listed in the Bookkeeper's Report.

6. Consider Bookkeeper contract amendment and take appropriate action. The President recognized Ms. Rickert, who presented to and reviewed with the Board the Amendment for Bookkeeping Services (the "Amendment"), a copy of which is attached hereto as *Exhibit E*. She noted that the Amendment is slightly revised from the amendment presented at the last meeting. She stated that Artesian's base fee would be \$2,150.00 and that the technology/cyber fee would be removed. Discussion ensued.

Upon motion by Director Shipman, seconded by Director Rodriguez, after full discussion and the question being put to the Board, the motion to approve the Amendment failed for a lack of majority vote, with Directors Phelps and Greer opposing. Ms. Rickert stated that Artesian would provide NRF with their notice of resignation.

7. Review Engineer's Report, Water Plant walk through, Jackrabbit Road Public Utility District ("Jackrabbit") matters, Out-of-District reviews, Asset Management Plan, and take appropriate action on engineer's recommendations. The President recognized Mr. Wempe, who stated that he would reach out to Rolling Creek's engineer for the exhibit of the interconnect for the agreement.

8. Discuss emergency interconnect request with Rolling Creek Municipal Utility District ("Rolling Creek"). The President recognized Ms. Maher, who presented to and reviewed with the Board the Emergency Water Supply Agreement (the "Agreement"), a copy of which is attached hereto as *Exhibit F*.

Upon motion by Director Rodriguez, seconded by Director Greer, after full discussion and the question being put to the Board, the Board voted unanimously to approve the Agreement. Ms. Maher noted that NRF would hold the District's signature page in escrow until Rolling Creek also approves the Agreement.

9. Discuss Jackrabbit Public Utility District ("Jackrabbit") matters and take appropriate action. There was no report.

10. **Review Operations Report, approve consumer confidence report and authorize repairs and termination of services to delinquent accounts.** The President recognized Mr. Vaughan, who reviewed with the Board the Operations Report, a copy of which is attached hereto as *Exhibit G*.

Mr. Vaughan reported on various maintenance items. He reported the District currently has 1,079 connections.

Mr. Vaughan reported the accountability for last month is at 93%. Discussion ensued. He stated that there were two meters at one million gallons that were replaced.

Mr. Vaughan reviewed a list of uncollectible and delinquent accounts. He stated that there is one uncollectible account in the amount of \$356.87.

Mr. Vaughan presented to and reviewed with the Board the Water Well No. 1 performance testing, a copy of which is attached hereto as *Exhibit H*.

Mr. Vaughan presented to and reviewed with the Board the Consumer Confidence Report, a copy of which is attached hereto as *Exhibit I*.

Mr. Vaughan reported on the ground storage tank ("GST") inspections. He stated that MOC is working on obtaining quotes. He reported that the recommendations for GST No. 1 is to spot repair and paint the roof and for GST No. 2, the recommendation is to monitor the spots on the roof and reweld one of the rafters. It was the consensus of the Board to authorize MOC to proceed on the touch up repairs and to obtain a quote to reweld the rafter.

Mr. Arrant reported on the special meeting regarding the generator. He stated that the repair was deemed an emergency. He noted that the consensus of the Board was to look into natural gas generators. He stated that MOC received an estimate from STP Services, who is currently providing the rental unit, for a natural gas 300kW gas generator for approximately \$170,000. He noted that for a natural gas 350kW gas generator the cost is approximately \$190,000. Mr. Wempe stated that he can look into an addition quote and that the delivery of a new generator can vary. Discussion ensued regarding forming a special subcommittee.

Upon motion by Director Greer, seconded by Director Rodriguez, after full discussion and the question being put to the Board, the Board voted unanimously to authorize the formation of a special subcommittee for the generator, comprised of Directors Phelps and Shipman, and to grant the subcommittee the authority to decide on the generator quotes as they become available.

Upon motion by Director Shipman, seconded by Director Rodriguez, after full discussion and the question being put to the Board, the Board voted unanimously to accept the Operations Report, to authorize termination of service to delinquent accounts in accordance with terms of the District's Rate Order and to approve the Consumer Confidence Report.

11. **Consider water plant standby generator status, generator options and take appropriate action.** This item was addressed under the previous item.

12. **Discuss fiberoptic installation and take any necessary action.** This item was addressed under the Bookkeeper's Report.

13. **Discuss drought and District's drought plan and take any necessary action.** It was the consensus of the Board to defer this item.

14. **Report on WHCRWA monthly meeting, and related service and construction issues.** There was no report.

15. **Discuss recycling event and take necessary action.** The President recognized Director Greer, who stated that the event is scheduled for October 17, 2026.

16. **Discuss District website, and text message notification system and take any necessary action.** Director Rodriguez provided an update on the website.

17. **Review Article for DVCA Newsletter.** The President stated that he will prepare the newsletter.

18. **Review agenda items for next meeting (June 11, 2026) and such other matters as may properly come before the board.** Discussion ensued regarding bookkeeping proposals. Director Rodriguez asked Ms. Rickert if Artesian would be willing to extend their termination notice from 30 days to 60 days at the new proposed rate. Ms. Rickert agreed to extend Artesian's termination notice to 60 days at the new proposed rate. Discussion ensued regarding forming a subcommittee to obtain bookkeeping proposals. It was the consensus of the Board to appoint Directors Phelps and Greer to the subcommittee for obtaining bookkeeping proposals.

THERE BEING NO FURTHER BUSINESS TO COME BEFORE THE BOARD, the meeting was adjourned.

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The above and foregoing minutes were passed and approved by the Board of Directors on June 11, 2026.

President, Board of Directors

ATTEST:

Secretary, Board of Directors