

MINUTES
NORTHEAST HARRIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 1

January 6, 2025

The Board of Directors (the "Board") of Northeast Harris County Municipal Utility District No. 1 (the "District") met in regular session, open to the public, on the 6th day of January, 2025, by teleconference and at the offices of Allen Boone Humphries Robinson LLP, 3200 Southwest Freeway, Houston, Texas, outside the boundaries of the District, and the roll was called of the members of the Board:

Jim Moffatt	President
Keith Jaehne	Vice President
Tonya Nunez	Asst. Vice President
Ellen Crocker	Secretary
Ted Gaylord	Assistant Secretary

and all the above were present except Director Gaylord, thus constituting a quorum.

Also attending the meeting in person or by teleconference were Barbara Nussa of Republic Services; Marie Newsome of Storm Water Solutions; Derek Davenport of McLennan & Associates, L.P.; Patty Rodriguez of Bob Leared Interests, Inc. ("BLI"); Mike Williams of Municipal Operations & Consulting, Inc. ("MOC"); Jason Hajduk of IDS Engineering Group ("IDS"); and Greer Pagan and Kerri Houck of Allen Boone Humphries Robinson LLP.

PUBLIC COMMENT

The Board offered any members of the public attending the meeting the opportunity to make a public comment. There being no members of the public requesting to make a public comment, the Board moved to the next agenda item.

MINUTES

The Board considered approving the minutes of the December 2, 2024, regular meeting and the December 9, 2024, special meeting. After review and discussion, Director Jaehne moved to approve the minutes, as submitted. Director Nunez seconded the motion, which passed unanimously.

FINANCIAL AND BOOKKEEPING MATTERS

Mr. Davenport presented and reviewed the bookkeeper's report, a copy of which is attached, and presented the District's bills for payment. Mr. Davenport noted additional check no. 1098 in the amount of \$1,756,000.00 payable to Sheldon Road Municipal Utility District ("SRMUD") for the wastewater treatment plant expansion

project. Following review and discussion, Director Jaehne moved to approve the bookkeeper's report, including payment of the bills, as discussed. Director Crocker seconded the motion, which passed unanimously.

ANNUAL DISCLOSURE STATEMENTS

Mr. Pagan stated that in accordance with the District's Investment Policy, the District's bookkeeper and the District's Investment Officer, are required to execute disclosure statements that disclose any relationships with banks and brokers who seek to sell investments to the District. He added that the disclosure statements will be filed with the Texas Ethics Commission. After review and discussion, Director Crocker moved to accept the disclosure statements from the District's bookkeeper and Investment Officer and direct that they be filed appropriately and retained in the District's official records. Director Nunez seconded the motion, which passed unanimously.

ANNUAL REPORT REGARDING POST-ISSUANCE COMPLIANCE POLICY

Mr. Pagan reported on the District's compliance activities during the prior calendar year related to bond financings. He stated that no corrective action is required at this time.

TAX ASSESSMENT AND COLLECTIONS MATTERS

Ms. Rodriguez presented and reviewed the tax assessor/collector's report with the Board, a copy of which is attached. Following review and discussion, Director Nunez moved to approve the tax assessor/collector's report, and the payment of the bills contained in the tax assessor/collector's report. Director Jaehne seconded the motion, which passed unanimously.

OPERATION OF DISTRICT FACILITIES

Mr. Williams presented and reviewed the operator's report, a copy of which is attached. He presented and recommended turning over three delinquent accounts to the District's collection agency in the total amount of \$741.04. Following review and discussion, Director Crocker moved to approve the operator's report. Director Nunez seconded the motion, which passed unanimously.

TERMINATION OF WATER AND SEWER SERVICE TO DELINQUENT CUSTOMERS

Mr. Williams reviewed the termination list reflecting delinquent water and sewer accounts, a copy of which is attached to the operator's report. Mr. Williams reported the customers on the termination list were mailed written notice prior to today's meeting in accordance with the District's Rate Order, notifying them of the opportunity to appear before the Board to explain, contest, or correct the utility service bill and to show the reason why utility service should not be terminated for the reason of nonpayment. The

Board then conducted a hearing on the termination of utility service to other customers. Following review and discussion, Director Crocker moved to authorize termination of delinquent accounts in accordance with the District's Rate Order and direct that the delinquent customer list be filed appropriately and retained in the District's official records. Director Nunez seconded the motion, which passed unanimously.

ENGINEERING MATTERS

Mr. Hajduk presented and reviewed the engineer's report, a copy of which is attached, and reviewed the status of construction projects in the District.

Mr. Hajduk updated the Board on SRMUD's design of the wastewater treatment plant and reported that bids have been received. He stated that SRMUD has approved the lowest qualified bid in the amount of \$10,995,000.00 and noted that the District's 50% pro-rata share is approximately \$5,497,000.00.

Mr. Hajduk updated the Board on Sheldon Ridge, Section 13 and recommended approval of Pay Estimate No. 1 in the amount of \$352,396.10 payable to Principal Services, Ltd.

Mr. Hajduk stated that bids were received for the lift station to serve Sheldon Ridge. Mr. Hajduk recommended that the Board award the contract to the lowest qualified bidder, Peltier Brothers Construction, LLC ("PBC"), in the amount of \$1,381,891.00. The Board concurred that, in its judgment, PBC was a responsible bidder who would be most advantageous to the District and would result in the best and most economical completion of the project.

Mr. Hajduk updated the Board on the water, sewer, and drainage facilities to serve Edgewood Village, Section 10 and recommended approval of Pay Estimate No. 2 in the amount of \$62,225.80 payable to Fellers and Clark, LP.

After review and discussion and based on the engineer's recommendation, Director Jaehne moved to (1) approve the engineer's report; (2) concur with the District's pro-rata share of SRMUD's wastewater treatment plant in the approximate amount of \$5,497,500.00, subject to finalization; (3) approve Pay Estimate No. 1 in the amount of \$352,396.10 for Sheldon Ridge, Section 13; (4) award the contract for lift station to serve Sheldon Ridge to PBC in the amount of 1,381,891.00, subject to receipt of the payment and performance bonds and review of the certificate of insurance and endorsements, if any, provided by the contractor; and (5) approve Pay Estimate No. 2 in the amount of \$62,225.80 for the water, sewer, and drainage facilities to serve Edgewood Village, Section 10. Director Crocker seconded the motion, which passed unanimously.

BOND APPLICATION NO. 14

Mr. Hajduk updated the Board on bond application no. 14.

APPROVE INTERCONNECT AGREEMENT

Mr. Hajduk updated the Board on the potential water interconnect agreement with Harris County Municipal Utility District No. 285 (HCMUD285). Mr. Pagan then reviewed a Water Interconnect Agreement by and Between the District and HCMUD285. Following review and discussion, Director Crocker moved to approve the agreement, subject to finalization. Director Jaehne seconded the motion, which passed unanimously.

REPORT ON DETENTION MAINTENANCE

Ms. Newsome reviewed Stormwater Solution's monthly inspection report, a copy of which is attached.

GARBAGE AND RECYCLING MATTERS

Ms. Nussa updated the Board on garbage and recycling matters in the District. She reviewed the 2024 Industry Update, a copy of which is attached.

REPORT REGARDING DEVELOPMENT IN THE DISTRICT

There was no discussion on this item.

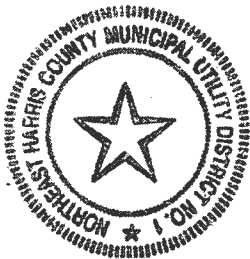
SECURITY MATTERS

There was no discussion on this item.

LANDSCAPING AND PARK MATTERS

There was no discussion on this item.

There being no further business to conduct, the meeting was adjourned.



Ellen Crocker
Secretary, Board of Directors

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