

HARRIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 371

Minutes of Meeting of Board of Directors June 17, 2025

The meeting of the Board of Directors ("Board") of Harris County Municipal Utility District No. 371 ("District") met at Saltgrass Steakhouse, 23952 Northwest Freeway, Cypress, Texas 77429 in accordance with the duly posted notice of said meeting, with a quorum of directors present, as follows:

Chris Von Wiesenhal, Assistant Vice President
Trisha Bonar, Secretary
Joseph Deluke, Assistant Secretary

and the following absent:

Stephen Jester, President
Brad Davidsen, Vice President

Also present were Ms. Demitra Berry, bookkeeper for the District; Ms. Shammari Leon, tax assessor-collector for the District; Mr. Chris Townsend, operator for the District; Mr. Hussain Iftikhar, engineer for the District; Deputy Osbey of the Harris County Sheriff's Office; and Mr. Austin T. Reed of Smith, Murdaugh, Little & Bonham, L.L.P.

The Assistant Vice President opened the meeting for such business as might come before it.

1. The Board opened the floor for public comment. There was no public comment.
2. The Board reviewed the minutes of the meeting held on May 20, 2025. Upon motion duly made, seconded and unanimously carried, the Board approved the minutes as presented.
3. Ms. Berry presented the bookkeeper's report. The Board reviewed the report in detail. After review, upon motion duly made, seconded and unanimously carried, the Board approved the bookkeeper's report as presented and authorized payment of invoices as reflected therein.
4. Mr. Reed advised the Board regarding the ethics letter and noted that Jorge Diaz is the District's investment officer. The Board noted that no conflicts were disclosed.
5. Ms. Leon presented the tax assessor-collector's report. 2024 taxes are 98.922% collected. Ms. Leon then addressed the Board regarding its preliminary taxable assessed valuations for the 2025 tax year. Upon motion duly made, seconded and unanimously carried, the Board approved the tax assessor-collector's report and the checks drawn on the tax fund.
6. The Board recognized Mr. Townsend who presented the operator's report, including delinquent accounts for service termination. Water accountability was 94% and recent

repairs and maintenance items were reviewed. Mr. Townsend then addressed the Board regarding a proposed agreed order received from the TCEQ with respect to the District's 2023 wastewater treatment plant effluent violations. Mr. Townsend noted that the District remains at risk for future effluent violations due to inflow and infiltration for which he recommended that the Board consider televising of the relevant sewer lines to detect potential problem areas. After discussion, the engineer noted that he will analyze the District's capital improvement plan with respect to a potential televising. Mr. Reed then advised the Board regarding the proposed agreed order. Thereafter, Mr. Townsend addressed the Board regarding a price adjustment to the operator's rates in accordance with recent consumer price index increases for an increase of 2.626%. After discussion, upon motion duly made, seconded and unanimously carried, the Board approved the CPI increase. After further discussion, upon motion duly made, seconded and unanimously carried, the Board approved the operator's report as presented, the proposed agreed order, and service terminations for delinquent accounts in accordance with the District's rate order.

7. The operator noted that all necessary steps have been taken with respect to the submission of emergency operations information and the District's application for critical load status.

8. Mr. Iftikhar then presented the engineer's report. The District's engineer and operator continue to monitor the Prologis worksite. Contract documents are being prepared for the award of contract to WW Payton for the joint water plant disinfection system. The engineer then reviewed the fee proposal for the water plant PLC replacement in the amount of \$93,860, noting that the project would be budgeted in the next fiscal year. Thereafter, upon motion duly made, seconded and unanimously carried, the Board approved the engineer's report.

9. Deputy Osbey provided a security report regarding law enforcement activity in the District, including as to statistics and notable incidents. The Board then discussed training law enforcement with respect to the District's security surveillance equipment provided by Today's Integration.

10. The Board tabled the interlocal agreement for law enforcement services pending receipt of the agreement from Harris County.

11. The Board discussed the cyber liability insurance proposal as presented at the previous regular meeting of the Board. After discussion, the Board confirmed that it is declining the coverage due to the high premiums and low coverage amounts.

There being no further business to come before the Board, the meeting was adjourned.

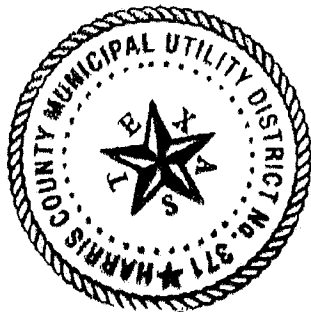

Secretary

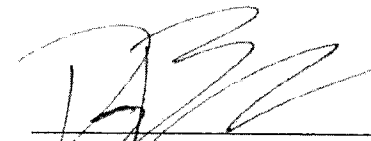
HARRIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 371
NOTICE OF PUBLIC MEETING

Notice is hereby given to all interested parties that the Board of Directors of the captioned District will hold a public meeting at **Saltgrass Steakhouse, 23952 Northwest Freeway, Houston, Texas 77429.**

The meeting will be held at **6:30 p.m. on Tuesday, June 17, 2025.**

1. Public comments
2. Approve minutes of Board meetings held on May 20, 2025
3. Bookkeeper's report; review invoices and authorize payment of bills; review investment report and approve investment of District funds; Deposit of District Funds
4. Review ethics letter and update by Investment Officer
5. Tax Assessor-Collector's report; status of tax collections; review invoices and authorize payment; status of delinquent taxes; authorize litigation as necessary; consider any taxpayer appeals; approve installment payment agreements, as necessary; Depository Pledge Agreement
6. Operator's report; review active connections and water accountability; status of operation, maintenance and repair of District facilities; consider customer appeals and accounting issues; approve termination of service on delinquent accounts; Hazardous Operations Review; West Harris County Regional Water Authority; Consumer Confidence Report
7. Submission of Emergency Operations Information; Application for Critical Load Status
8. Engineer's report; authorize preparation of plans as appropriate; authorize advertising for bids; award contracts; approve change orders
9. Security report; Law Enforcement report; Security Camera System
10. Interlocal Agreement for Law Enforcement Services between Harris County and the District
11. Cyber Liability Insurance
12. Pending business





J. Davis Bonham, Jr.
Attorney for the District