

MINUTES
HARRIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 503

September 25, 2025

The Board of Directors (the "Board") of Harris County Municipal Utility District No. 503 (the "District") met in regular session, open to the public, on the 25th day of September, 2025, at the offices of Allen Boone Humphries Robinson LLP, 3200 Southwest Freeway, Suite 2400, Houston, Texas, outside the boundaries of the District, and the roll was called of the members of the Board:

Jennifer Taylor	President
Kevin Gilligan	Vice President
Kelli Odum	Secretary
Ryan Schilhab	Assistant Secretary
Danielle Gonzalez	Asst. Vice President/ Asst. Secretary

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

Also present at the meeting were Lydia Morgan, member of the public; Leslie Cook of RBC Capital Markets; Lynn Kurtz of Myrtle Cruz, Inc.; Brenda McLaughlin of Bob Leared Interests; Amanda Benzman of Inframark Water & Infrastructure Services ("Inframark"); Kenrick Piercy of EHRA Engineering ("EHRA"); Michael Crahan of Caldwell Companies; and Allison Leatherwood and Carnell W. Emanuel of Allen Boone Humphries Robinson LLP ("ABHR").

PUBLIC COMMENTS

There were no comments from the public.

APPROVE MINUTES

The Board reviewed the minutes of the July 24, 2025, regular meeting. After review and discussion, Director Schilhab moved to approve the minutes of the July 24 2025, regular meeting, as submitted. Director Gonzalez seconded the motion, which passed unanimously.

SECURITY MATTERS, INCLUDING AMENDED AND RESTATED MEMORANDUM OF UNDERSTANDING AND LEGAL CONFLICTS WAIVER

Ms. Leatherwood reminded the Board that ABHR also represents Harris County Municipal Utility District No. 500 ("HC 500") and Harris County Municipal Utility District No. 501 ("HC 501") and reviewed a legal conflicts waiver with respect to the preparation of an Amended and Restated Memorandum of Understanding ("MOU")

among the District, HC 500, HC 501, Harris County Municipal Utility District No. 502 ("HC 502"), and the Towne Lake Community Association ("HOA"). Following review and discussion, Director Schilhab moved to approve the legal conflicts waiver. Director Gonzalez seconded the motion, which passed unanimously.

Ms. Leatherwood then reviewed the Amended and Restated MOU. Following review and discussion, Director Schilhab moved to approve the MOU, and direct that it be filed appropriately and retained in the District's records. Director Gonzalez seconded the motion, which passed unanimously.

FINANCIAL AND BOOKKEEPING MATTERS

Ms. Kurtz reviewed the bookkeeper's report, a copy of which is attached, including the bills submitted for the Board's review. Following review and discussion, Director Gilligan moved to approve the bookkeeper's report, and the checks presented for payment. Director Odum seconded the motion, which passed unanimously.

TAX ASSESSMENT AND COLLECTION MATTERS

Ms. McLaughlin reviewed the tax assessor/collector's reports for July and August, copies of which are attached, and stated that 99.976% of the District's 2024 taxes had been collected as of August 31, 2025. Following review and discussion, Director Gonzalez moved to approve the tax assessor/collector's reports, and the checks presented for payment. Director Odum seconded the motion, which passed unanimously.

SECURITY MATTERS (CONTINUED)

Ms. Morgan updated the Board on security matters in Towne Lake

DISCUSS 2025 TAX RATE, SET PUBLIC HEARING DATE, AND AUTHORIZE NOTICE OF PUBLIC HEARING REGARDING ADOPTION OF TAX RATE

The Board considered the District's 2025 tax rate. Ms. Cook distributed and reviewed a debt service tax rate analysis reflecting the recommendation for the District to levy a 2025 debt service tax rate of \$0.65 per \$100 of assessed valuation with \$0.31 allocated for debt services on water, sewer, and drainage bonds and \$0.34 allocated for debt service on road bonds. A copy of the debt service tax rate analysis is attached. The Board then discussed the District's operation and maintenance tax rate. Ms. Cook discussed the two-step process for setting the District's tax rate.

Following review and discussion, Director Odum moved to: (1) set the public hearing date for October 23, 2025; and (2) authorize the tax assessor/collector to publish notice in the *Houston Business Journal* of the District's meeting on October 23, 2025, to set the proposed 2025 total tax rate of \$1.50 per \$100 of assessed valuation, with \$0.31

allocated for debt service on water, sewer, and drainage bonds, \$0.34 allocated for debt service on road bonds, \$0.60 to provide for District's contract tax requirements, and \$0.25 allocated for operations and maintenance. Director Gonzalez seconded the motion, which passed unanimously.

OPERATION OF DISTRICT FACILITIES

Ms. Benzman reviewed the operator's report, a copy of which is attached. She then reviewed the maintenance items and repairs performed in the District.

HEARING ON TERMINATION OF WATER AND SEWER SERVICE

Ms. Benzman submitted a list of delinquent accounts to the Board for termination of utility service. She stated that the accounts in question have been given written notification of the opportunity to appear, either in person or in writing, at the Board meeting to contest, explain, or correct the charges, services, or disconnection. Ms. Benzman noted that the accounts listed have neither attended the Board meeting nor contacted Inframark's office or the District to contest or explain the charges.

Following review and discussion, Director Gilligan moved to approve the operator's report; and authorize Inframark to proceed with termination of utility service to the delinquent accounts pursuant to the provisions of the District's Rate Order. Director Schilhab seconded the motion, which passed unanimously.

ENGINEERING MATTERS

Mr. Piercy reviewed the engineer's report, a copy of which is attached.

GEOGRAPHIC INFORMATION SYSTEM ("GIS")

Mr. Piercy presented and reviewed a proposal for engineering services, including development of GIS mapping, a copy of which is attached to the engineer's report. He responded to questions from the Board. Following review and discussion, Director Schilhab moved to approve the engineering report; and approve the GIS proposal, as discussed. Director Odum seconded the motion, which passed unanimously.

HC 500 MASTER DISTRICT MATTERS

Ms. Leatherwood and Mr. Piercy updated the Board on the status of HC 500, as Master District, projects as detailed in the engineering report.

Discussion ensued regarding an alligator sighting in HC 500's lake, as well as the manhole failure along S. Frio River Circle in HC 501.

REPORT ON DEVELOPMENT

Mr. Crahan reported on development in the District.

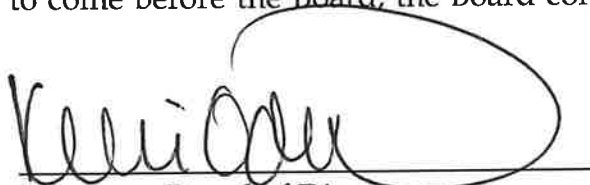
ANNUAL REPORT TO BOND REVIEW BOARD

Ms. Leatherwood presented a memorandum regarding the required submission of an annual report to the Bond Review Board containing certain information about the District's voter-approved but unissued bonds, a copy of which is attached, and stated that ABHR will work with the District's consultants to prepare and submit the annual report by the September 30th deadline.

MEETING SCHEDULE

The Board concurred to hold its next regular Board meeting on Thursday, October 23, 2025, at 2:00 p.m. at the offices of ABHR.

There being no further business to come before the Board, the Board concurred to adjourn the meeting.


Secretary, Board of Directors



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