

MINUTES
GALVESTON COUNTY MUNICIPAL UTILITY DISTRICT NO. 68

February 17, 2026

The Board of Directors (the "Board") of Galveston County Municipal Utility District No. 68 (the "District") met in regular session, open to the public, on the 17th day of February, 2026, at 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:

Suzanne Ross	President
Randy Trncak	Vice President
Cory Burton	Secretary
Joanne Lannin	Assistant Secretary
Vacant	Assistant Vice President

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

Also attending the meeting were Renee Butler and Mara Baeza of McLennan & Associates, L.P. ("McLennan"); Odett Newman of Bob Leared Interests; Jason Robinett of Pape-Dawson Engineers, Inc.; Justin Colfer of Champions Hydro-Lawn, Inc.; Anthea Moran of Masterson Advisors LLC; Brianne Geaslin of KB Home; and Adisa Harrington and Kathryn Easey of Allen Boone Humphries Robinson LLP.

PUBLIC COMMENT

The Board opened the meeting for comments from the public. There being no members of the public wishing to make comments, the Board closed the public comments portion of the meeting.

APPROVE MINUTES

The Board considered approving the minutes of the January 20, 2026, regular meeting. After review and discussion, Director Lannin moved to approve the minutes as submitted. Director Burton seconded the motion, which passed unanimously.

DISCUSS ASSOCIATION OF WATER BOARD DIRECTORS ("AWBD") WINTER CONFERENCE, APPROVE REIMBURSEMENT OF ELIGIBLE EXPENSES, AND AUTHORIZE ATTENDANCE AT SUMMER CONFERENCE

The Board discussed the AWBD winter conference and approving reimbursement of eligible expenses to directors who were in attendance. The Board then considered authorizing attendance at the AWBD summer conference. After discussion, Director Burton moved to approve reimbursement of the AWBD winter

conference expenses and payment of director per diems, which the bookkeeper confirmed were submitted in accordance with the District's Travel Reimbursement Guidelines, and to authorize attendance of the Board members at the AWBD summer conference. Director Lannin seconded the motion, which passed unanimously.

FINANCIAL AND BOOKKEEPING MATTERS

Ms. Butler reviewed the bookkeeper's report and investment report, copies of which are attached. Following review and discussion, Director Burton moved to approve the bookkeeper's report and investment report and authorize payment of the District's bills. Director Ross seconded the motion, which passed unanimously.

TAX ASSESSMENT AND COLLECTION MATTERS

Ms. Newman presented and reviewed the tax assessor/collector's report for the previous month, including the bills presented for payment and the delinquent tax roll. A copy of the tax report is attached.

The Board considered adopting a Resolution Requesting Appraisal of Property and Certificate of Estimated Appraised Value ("Resolution"), requesting that the Galveston Central Appraisal District provide the total appraised value of taxable property within the District as of February 15, 2026, and authorizing the tax assessor/collector to order certificates of assessed value.

After review and discussion, Director Lannin moved to (1) approve the tax assessor/collector's report and payment of the tax bills; and (2) adopt the Resolution, authorize the tax assessor/collector to order certificates of assessed value, and direct that the Resolution be filed appropriately and retained in the District's official records. Director Burton seconded the motion, which passed unanimously.

ADOPT RESOLUTION CONCERNING EXEMPTIONS FROM TAXATION

Ms. Harrington reviewed a Resolution Concerning Exemptions from Taxation reflecting that the Board rejects any exemptions for residential homesteads. After review and discussion, Director Burton moved to adopt the Resolution Concerning Exemptions from Taxation and direct that the Resolution be filed appropriately and retained in the District's official records. Director Lannin seconded the motion, which passed unanimously.

ADOPT RESOLUTION REGARDING DEVELOPMENT STATUS FOR 2026 TAX YEAR

Ms. Harrington discussed the "truth-in-taxation" property tax calculations and tax levy process for water districts and stated that Chapter 49 of the Texas Water Code establishes three main categories for water districts, based on a district's development status and/or tax rate. She reviewed the definitions for each of the three categories and

said the Board must annually determine the District's category for that tax year and follow the associated notice and levy provisions in the Texas Water Code.

Discussion ensued regarding the District's development status. After fully considering relevant data, information, and statutory definitions, the Board determined that the District is a Developing District for the 2026 tax year.

Following review and discussion, Director Ross moved to adopt a Resolution Regarding Development Status for 2026 Tax Year establishing the District as a Developing District for the 2026 tax year, pursuant to Section 49.23603, Texas Water Code, and direct that the Resolution be filed appropriately and retained in the District's official records. Director Lannin seconded the motion, which passed unanimously.

DETENTION POND AND OUTFALL CHANNEL FACILITIES REPORT

Mr. Colfer presented and reviewed the detention and drainage facilities report, a copy of which is attached. Mr. Colfer stated he had no items for the Board's approval.

MAINTENANCE AGREEMENTS WITH HOMEOWNERS ASSOCIATIONS FOR DISTRICT FACILITIES

Ms. Harrington stated the maintenance agreement between the District and Trails at Woodhaven Lakes Community Association is still being finalized.

MS4 STORM WATER MANAGEMENT MATTERS

There was no discussion on this agenda item.

ENGINEERING MATTERS

Mr. Robinett presented and reviewed a report on engineering matters, a copy of which is attached, and updated the Board on ongoing engineering projects.

Mr. Robinett discussed the Bayou Ridge clearing and grubbing, detention excavation, water, sewer, drainage, and paving and left turn lane project. He stated the contract was originally awarded to the low bidder, Northtex Construction, LLC ("Northtex"). He reported that EHRA Engineering, the engineer for the developer of Bayou Ridge, had applied for and received a variance to install polypropylene pipe instead of reinforced concrete pipe for the project. Mr. Robinett stated that once the variance was approved, Principal Services, Ltd. ("Principal") was now the low bidder based on the alternate bid items (polypropylene pipe) and that EHRA Engineering recommended rescinding the award to Northtex and awarding the contract to Principal. Ms. Harrington stated that after further discussion with EHRA Engineering and the Bayou Ridge developer and considering Texas Commission on Environmental Quality

rules relating to developer reimbursement, it is recommended that the contract award remain with Northtexas.

Ms. Moran presented and reviewed a cash flow analysis for the proposed \$2,500,000 Unlimited Tax Bonds, a copy of which is attached. She requested that the Board authorize preparation of bond application no. 8.

Following review and discussion, Director Burton moved to (1) approve the engineer's report; and (2) authorize preparation of bond application no. 8. Director Lannin seconded the motion, which passed unanimously.

DEEDS, EASEMENTS, PLATS, CONSENTS TO ENCROACHMENT, REQUESTS FOR SERVICE OR UTILITY COMMITMENT LETTERS

There was no discussion on this agenda item.

REPORT REGARDING DEVELOPMENT

Ms. Geaslin updated the Board on development in Sunset Grove.

Mr. Robinett updated the Board on development in Trails at Woodhaven Lakes.

NEXT MEETING DATE AND AGENDA ITEMS

Following discussion, the Board concurred to hold its next meeting on March 17, 2026, at 2:00 p.m.

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

SEAL





Secretary, Board of Directors

ATTACHMENTS TO MINUTES

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