

SPANISH COVE PUBLIC UTILITY DISTRICT

Minutes of Meeting of Board of Directors

April 7, 2026

The Board of Directors ("Board") of Spanish Cove Public Utility District met at 102-A Spanish Cove Dr., Crosby Texas 77532 on April 7, 2026 in accordance with the duly posted notice of said meeting, with the following members present as following:

Eldon Gizinski, President
Doyle Bowers, Vice President
Tommy Curry, Secretary
David Hilditch, Treasurer
Don Housely Jr., Director

and the following absent:

None.

Also present were Ms. Debbie Arellano, tax assessor-collector for the District; Mr. John Davis and Mr. Cole Davis, operators for the District; and Ms. Jennifer B. Seipel, attorney for the District.

The President called the meeting to order and declared it open for such business might regularly come before it.

1. The Board first considered approval of the minutes of the meeting held on March 3, 2026. Upon motion duly made, seconded and unanimously carried, the Board approved the minutes as presented.

2. There was no public comment.

3. Ms. Arellano presented the tax assessor-collector's report, copy attached. The report showed the District's 2025 taxes as being 94.8% collected. Upon motion duly made, seconded and unanimously carried, the Board approved the tax assessor-collector's report and the checks listed thereon.

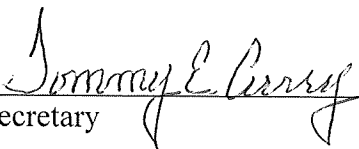
4. Ms. Arellano presented the bookkeeper's report, copy attached. One question was raised regarding the insurance premium; Ms. Arellano stated that she would investigate the matter. Subject to that discussion, upon motion duly made, seconded and unanimously carried, the Board approved the bookkeeper's report as presented, including the checks listed thereon.

5. Mr. Davis presented the operator's report, copy attached. He reported on operational matters during the prior month. He noted the replacement of an air compressor and the new glass assembly at the hydropneumatic tank. The operator also stated that Frontier Utilities caused approximately \$6,000 in damage to District lines, and he is pursuing the

company for such damages. Mr. Davis then sought authorization for the temporary installation of a trailer at the water plant which will serve as the polling location for the District's bond election. The Board discussed the details of the upcoming bond election, with the attorney noting the dates and times of early and election day voting. Subject to that discussion, the Board approved the operator's report as presented and the action items thereon.

6. Ms. Seipel reported that the District is required to review the FTC identity theft red flag program on an annual basis. The attorney recommended that no changes be made to the program. Accordingly, upon motion duly made, seconded, and unanimously carried, the Board voted unanimously to adopt the attached Resolution Affirming Identity Theft Prevention Program.

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


Secretary