

## HARRIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 149

### Minutes of Board of Directors Meeting May 18, 2026

The Board of Directors (the "Board") of Harris County Municipal Utility District No. 149 (the "District") met in regular session, open to the public on May 18, 2026, in accordance with the duly posted Notice of Public Meeting, and the roll was called of the duly constituted officers and members of the Board, as follows:

Stefanie Cline, President  
Terrence Stephens, Vice President  
Margaret Petry, Secretary  
Randall Kallus, Assistant Secretary  
Don Schippers, Assistant Secretary

all of whom were present, thus constituting a quorum.

Also present were: Jeffrey Bishop and Chase Widener of Quiddity Engineering LLC ("Quiddity"); Randy Davila of Inframark, LLC ("Inframark"); Diane Michaux of Municipal Accounts & Consulting, L.P. ("MA&C"); Michelle Guerrero of Bob Leared Interests ("BLI"); Aaron Zuniga of Ethoscapes, Inc. ("Ethoscapes"); and Katie Blasio and Donje Chatmon of Schwartz, Page & Harding, L.L.P. ("SPH").

#### **PUBLIC COMMENT**

The Board began by opening the meeting for public comments. There being no comments provided, the Board continued to the next item of business.

#### **APPROVAL OF MINUTES**

The Board considered approval of the minutes of its May 7, 2026, Board of Directors special meeting, and April 20, 2026, Board of Directors regular meeting. After discussion, Director Petry moved that the minutes of the Board of Directors special meeting held on May 7, 2026, and April 20, 2026, Board of Directors regular meeting, be approved, as written. Director Stephens seconded said motion, which unanimously carried.

#### **ACCEPTANCE OF QUALIFICATION STATEMENTS, BONDS, OATHS OF OFFICE, AFFIDAVITS OF CURRENT DIRECTOR, ELECTIONS NOT TO DISCLOSE CERTAIN INFORMATION OF DIRECTORS**

The Board considered the acceptance of Bonds, Qualification Statements of Elected Officers, Oaths of Office, Affidavits of Current Directors, and Elections Not to Disclose Certain Information of Directors for Petry, Kallus, and Stephens. Mr./Ms. Petry, Kallus, and Stephens each presented their Bonds, Qualification Statements of Elected Officers, Oaths of Office, Affidavits of Current Directors, and Elections Not to Disclose Certain Information. After discussion on the matter, it was moved by Director Petry, seconded by Director Kallus and unanimously carried,

that the Board (i) approve said Bonds, accept said Qualification Statements of Elected Officers, Oaths of Office, Affidavits of Current Directors, and Elections Not To Disclose Certain Information, and (ii) declare Margaret Petry, Randall Kallus, and Terrence Stephens to be duly elected and qualified Directors of the District, each to serve a four (4) year term ending May 4, 2030.

### **ELECTION OF OFFICERS OF BOARD OF DIRECTORS**

The Board considered the reorganization of the Board of Directors. After discussion, the Board concurred that all Directors remain in their current officer positions.

### **DISTRICT REGISTRATION FORM**

The Board considered approving a District Registration Form required by the Texas Commission on Environmental Quality (the "TCEQ"). Ms. Blasio explained that, in accordance with Section 36.054(e) and Section 49.054(f) of the Texas Water Code, municipal utility districts are required to file names, mailing addresses, officer positions and terms of new directors with the TCEQ within thirty days (30) after an election or appointment. She advised that with the Board's approval, SPH will prepare an updated District Registration Form to include Directors Petry, Kallus, and Stephens new terms of office and file same with the TCEQ. After further discussion of the matter, Director Petry moved that the Board authorize SPH to complete the updated District Registration Form as discussed and file same with the TCEQ. Director Kallus seconded said motion, which unanimously carried.

### **LIST OF LOCAL GOVERNMENT OFFICERS**

Ms. Blasio reminded the Board that, pursuant to Chapter 176 of the Texas Local Government Code, the District is required to and does maintain a list of Local Government Officers, which includes the members of the Board and the District's Investment Officers in connection with conflict of interest disclosure requirements. After discussion on the matter, Director Petry moved that the District update the District's list of Local Government Officers as required by law. Director Kallus seconded said motion, which unanimously carried.

### **CYBERSECURITY TRAINING**

The Board next considered recent changes to cybersecurity and artificial intelligence training requirements for directors of the District. Ms. Blasio then presented a memorandum from SPH regarding changes to such training requirements, a copy of which is attached hereto as **EXHIBIT A**, and discussed same with the Board. Ms. Blasio advised that all directors of the District must annually complete a certified cybersecurity awareness training program prior to August 31 of the given year as required by Ch. 2063, Texas Gov't Code. She further advised that any director of the District who uses a computer to perform at least 25% of his or her duties and has access to the District's computer system must also complete a certified artificial intelligence training program by August 31 of each year as required by Ch. 2054, Texas Gov't Code. Following discussion, Ms. Blasio noted that a link to the training program created by the Department of Information Resources will be provided to directors following the meeting and requested that each director notify SPH upon completion of the training program.

## **DISCUSSION REGARDING TRASH AND RECYCLING COLLECTION SERVICES PROVIDED BY GFL ENVIRONMENTAL**

The Board considered the trash and recycling collection services provided by GFL Environmental ("GFL"). Ms. Blasio presented to and reviewed with the Board a Customer Service Report for the month of April 2026, prepared by GFL, a copy of which is attached hereto as **EXHIBIT B**. Director Petry noted one issue with recent service, and Ms. Blasio advised that she would inform GLF. After discussion on the matter, Ms. Blasio noted that no action required Board approval at this time.

## **TAX ASSESSOR-COLLECTOR REPORT**

Ms. Guerrero presented to and reviewed with the Board the Tax Assessor-Collector's Report, dated as of April 30, 2026, a copy of which is attached hereto as **EXHIBIT C**. After discussion, Director Kallus moved that said report be approved and that the disbursements identified in the report be approved for payment from the tax account. Director Cline seconded said motion, which unanimously carried.

## **DELINQUENT TAX ATTORNEY'S REPORT**

The Board deferred consideration of the Delinquent Tax Attorney's Report ("Report") from Perdue, Brandon, Fielder, Collins & Mott, L.L.P. ("Perdue Brandon"), after noting that a quarterly report was not received.

## **BOOKKEEPER'S REPORT**

Ms. Michaux presented to and reviewed with the Board the Bookkeeping Report, dated May 18, 2026, a copy of which is attached hereto as **EXHIBIT D**, including the disbursements presented therein for payment from the District's various accounts.

Ms. Michaux then presented to and reviewed with the Board the Quarterly Investment Report for the period ending March 31, 2026, a copy of which is included with the Bookkeeper's Report. After discussion, Director Kallus moved that the Bookkeeper's Report, the Quarterly Investment Report, and the disbursements presented for payment be approved. Director Stephens seconded said motion, which unanimously carried.

The Board deferred consideration of the Amendment to Engagement Letter with Municipal Risk Management Group for Yield Restriction and Rebate Calculation Analysis services.

## **UNCLAIMED PROPERTY REPORT**

The Board next considered approval of an Unclaimed Property Report as of March 1, 2026, and the filing of same with the Texas Comptroller of Public Accounts (the "Comptroller") prior to July 1, 2026. In connection therewith, Ms. Michaux presented to and reviewed with the Board a report detailing \$1,254.57 of unclaimed property for the reporting period, a copy of which is attached hereto as **EXHIBIT E**. Ms. Guerrero then advised the Board that there was no unclaimed

property in the District's tax accounts for the reporting period. After discussion, Director Cline moved that the Bookkeeper be authorized to file an Unclaimed Property Report with the Comptroller prior to July 1, 2026, and remit said unclaimed property to the Comptroller. Director Petry seconded said motion, which unanimously carried.

## **OPERATIONS REPORT**

Mr. Davila presented to and reviewed with the Board the Operations Report dated May 18, 2026, for the month of April 2026, a copy of which is attached hereto as **EXHIBIT F**.

Mr. Davila presented and reviewed with the Board the fire hydrant survey and the recommended repairs in the amount of \$18,900, a copy of which is included with **Exhibit F**. He also discussed options for fire hydrant painting to be performed by Edustrial Solutions, including (i) mechanical brushing and repainting the fire hydrants red at an estimated cost of \$13,976.00, or (ii) washing and painting at an estimated cost of \$5,324.00.

Mr. Davila next reminded the Board that last month it approved an amendment to the District's Rate Order related to Inframark's Annual Price Index ("API") increase. He then discussed the Wastewater Treatment Plant ("WWTP") chemical waste and recommended that the District change chemical suppliers from AOS to Hawkins.

Mr. Davila further presented and reviewed the Water Quality Noncompliance Notifications regarding an effluent violation, copies of which are included with **EXHIBIT F**.

After discussion, Director Petry moved that the Board: (i) approve changing chemical suppliers from AOS to Hawkins; (ii) approve the fire hydrant repairs in the amount of \$18,900; (iii) approve repainting the fire hydrants red at an estimated cost of \$13,976; and (iv) ratify its prior approval of the amendment to the District's Rate Order related to Inframark's API increase, to be effective May 18, 2026; Director Cline seconded said motion, which unanimously carried.

## **APPROVAL OF CONSUMER CONFIDENCE REPORT**

Mr. Davila presented to and reviewed with the Board a draft of the District's Consumer Confidence Report ("CCR"), the format of which is dictated by the Texas Commission on Environmental Quality and by the United States Environmental Protection Agency. A copy of the draft CCR is included in the Operations Report. He advised the Board that the CCR must be provided to all customers of the District prior to July 1 of this year, as required by law. Mr. Davila advised the Board that Inframark can provide the District's CCR to the District's customers (a) by mailing a paper copy of such CCR to each customer, or (b) in an electronic format, including a direct URL link included on the next water bill rather than by mail, if the Board so desires. After discussion on the matter, it was moved by Director Petry, seconded by Director Cline, and unanimously carried that the CCR be approved by the Board, subject to SPH's final review and approval, and that Inframark be authorized and directed to distribute same to the District's

customers in an electronic format as described above prior to the July 1 deadline.

### **ENGINEER'S REPORT**

Mr. Bishop presented to and reviewed with the Board the Engineer's Report, dated May 15, 2026, a copy of which is attached hereto as **EXHIBIT G**, relative to the status of various projects within the District. Mr. Bishop updated the Board on the joint WWTP Digester Rehabilitation and advised the Board that the next WWTP tour is June 4, 2026, at 9:00 a.m. Mr. Bishop presented Pay Application No. 3 in the amount of \$90,576.01 to Sustanite Support Services, LLC, in connection therewith. He next requested authorization from the Board to submit the Texas Pollution Discharge Elimination Permit Application due 6 months prior to the March 15, 2027 expiration. Mr. Bishop next updated the Board on the Water Plant Rebuild and presented Pay Application No. 1 in the amount of 716,649.60 to IECON, Inc. in connection therewith.

Mr. Bishop then discussed with the Board the initial notice to the contractor and surety in connection with the Behind Schedule Letter No. 1 for the construction of the Water Plant Rebuild. He also advised that Quiddity will provide a change order at the next Board meeting to address the need for Terracon to contract with Quiddity rather than IECON, Inc. for its work to be performed under the contract for the Water Plant Rebuild.

Mr. Bishop next presented to and reviewed with the Board a water and sewer rate analysis and options prepared by Quiddity, a copy of which is included with **EXHIBIT G**. Mr. Bishop updated the Board on the status of compliance with the EPA's America Water Infrastructure Act of 2018 and advised that Quiddity is on schedule to complete the requirements by the applicable deadlines.

After discussion, Director Kallus moved that the Board: (i) approve Pay Application No. 3 in the amount of \$90,576.01 to Sustanite Support Services, LLC, in connection with the Joint Wastewater Treatment Plant Digester Rehabilitation, (ii) authorize Quiddity to submit the permit renewal application for the Texas Pollutant Discharge Elimination Permit, (ii) approve Pay Application No. 1 in the amount of \$716,649.60 to IECON, Inc. in connection with the Water Plant Rebuild, and (iv) authorize an amendment to the District's Rate Order to be effective May 18, 2026 to increase the District's water and sewer rates as described in Option B of the water and sewer rate analysis, which is a a uniform 15% increase with no change to structure. Director Schippers seconded said motion which unanimously carried. A copy of the amended Rare Order is attached hereto as **Exhibit H**.

Mr. Bishop then discussed with the Board the Texas Water Development Board Water Supply and Infrastructure Grant ("WSIG") and advised that the deadline to apply for the grant is July 30<sup>th</sup>, and that the Board must have a water conservation plan in order to apply for the grant. After discussion, the Board concurred to authorize Quiddity to apply for the WSIG.

### **ETHOSCAPES REPORT**

Mr. Zuniga presented to and reviewed with the Board the Detention and Drainage Facilities Report prepared by Ethoscapes dated May 18, 2026, a copy of which is attached hereto as **EXHIBIT I**. Mr. Zuniga then presented to and reviewed with the Board a temporary 3% fuel

surcharge adjustment notification, a copy of which is included with **EXHIBIT I**. After discussion, Director Kallus moved that the 3% fuel surcharge adjustment be approved for a 3-month period and the Board revisit the increase at the August Board meeting. Director Cline seconded said motion, which unanimously carried.

**WEST HARRIS COUNTY REGIONAL WATER AUTHORITY ("WHCRWA")**

The Board deferred consideration of a report from the Authority.

**ATTORNEY'S REPORT**

Ms. Blasio updated the Board on the status of the builder damages demand letters. She informed the Board that SPH has sent a settlement agreement to Aber Fence and is awaiting receipt of the executed agreement.

**EXECUTIVE SESSION**

The Board determined it would not be necessary to meet in Closed Session at this time.

**FUTURE AGENDA ITEMS**

The Board considered items for placement on future agendas. Except as reflected above, no additional agenda items were requested other than routine, ongoing matters.

**ADJOURNMENT**

There being no further business to come before the Board, Director Kallus moved that the meeting be adjourned. Director Cline seconded said motion, which unanimously carried.



*Margaret Pekey*  
Secretary, Board of Directors

List of Exhibits to  
HARRIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 149  
Meeting on May 18, 2026

- Exhibit A Cybersecurity and Artificial Intelligence Training for Local Government Employees and Elected Officials Memorandum
- Exhibit B GFL Environmental Customer Service Report
- Exhibit C Tax Assessor-Collector's Report
- Exhibit D Bookkeeping Report
- Exhibit E Unclaimed Property Report(s)
- Exhibit F Operations Report
- Exhibit G Engineer's Report
- Exhibit H Rate Order to be effective May 18, 2026
- Exhibit I Ethoscapes Report