

MINUTES
GALVESTON COUNTY MUNICIPAL UTILITY DISTRICT NO. 68

May 19, 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 19th day of May, 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 Robby McGinnis, a member of the public; TJ Florete of McGrath & Co., PLLC ("McGrath"); Veronica Hernandez of McLennan & Associates, L.P.; Odett Newman of Bob Leared Interests; Jason Robinett of Pape-Dawson Engineers, Inc.; Robert Garcia of Champions Hydro-Lawn, Inc.; Anthea Moran of Masterson Advisors LLC; Brianne Geaslin of KB Home; Katherine Cabrera of Century Communities ("Century"); and Adisa Harrington and Kathryn Easey of Allen Boone Humphries Robinson LLP ("ABHR").

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 April 21, 2026, regular meeting. After review and discussion, Director Ross moved to approve the minutes as submitted. Director Burton seconded the motion, which passed unanimously.

2026 DIRECTORS ELECTION

The Board considered approving a Certificate of Election reflecting the election of Suzanne Ross and Joanne Lannin to the Board of Directors of the District, each for a new four-year term.

Ms. Harrington reviewed the Sworn Statements and Oaths of Office for Directors Ross and Lannin.

Following review and discussion of all election related items, Director Lannin moved to (1) approve the Certificate of Election; (2) approve the Sworn Statements and Oaths of Office; and (3) direct that all of the documents be filed appropriately and retained in the District's official records, and that the Oaths of Office be filed with the Secretary of State, as required by law. Director Burton seconded the motion, which passed unanimously.

APPOINTMENT OF NEW DIRECTOR

The Board discussed appointing Robby McGinnis to the Board to fill the vacant position. Ms. Harrington reviewed the Sworn Statement, Official Bond and Oath of Office for Ms. McGinnis. Following review and discussion, Director Burton moved to (1) appoint Ms. McGinnis to fill the vacant Board position; and (2) approve the Sworn Statement, Official Bond and Oath of Office, direct that the documents be filed in the official records of the District, and that the Oath of Office be filed with the Secretary of State, as required by law. Director Ross seconded the motion, which passed unanimously.

The Board considered reorganizing the Board of Directors, and following discussion concurred that Director McGinnis will take the open position as Assistant Vice President. The Board considered authorizing the filing of the District Registration Form with the Texas Commission on Environmental Quality ("TCEQ") to report the term of the newly appointed director. Following review and discussion, Director Burton moved to authorize filing of the updated District Registration Form with the TCEQ and direct that the District Registration Form be filed appropriately and retained in the District's official records. Director Ross seconded the motion, which passed unanimously.

Ms. Harrington reviewed a Memorandum from ABHR regarding the Texas Open Meetings Act and Public Information Act training requirements, a copy of which is attached. She noted that Director McGinnis, as an appointed public official, is required to complete the courses on training responsibilities of the governmental body and its members within 90 days of taking the Oath of Office.

Ms. Harrington reviewed a Memorandum from ABHR regarding conflict of interest disclosure required under Chapter 176 of the Texas Local Government Code and disclosure forms adopted by the Texas Ethics Commission, a copy of which is attached, and asked Director McGinnis to submit any required disclosures to the District's attorney. Ms. Harrington stated that pursuant to Chapter 176 of the Texas Local Government Code, the District maintains a List of Local Government Officers. Ms. Harrington reviewed the List of Local Government Officers. Following review and

discussion, Director Burton moved to approve and authorize execution of the List of Local Government Officers and direct that the list be filed appropriately and retained in the District's official records. Director Ross seconded the motion, which passed unanimously.

CYBER SECURITY AND ARTIFICIAL INTELLIGENCE TRAINING

Ms. Harrington reviewed a memorandum regarding annual cybersecurity and artificial intelligence training requirements for local government employees and elected and appointed officials. She stated that the required training should be completed and reported to ABHR prior to the August 31st deadline for reporting compliance to the Texas Department of Information Resources ("DIR"). After review and discussion, the Board directed the required persons to complete their certified training programs and report their completion to ABHR for reporting to DIR by August 31st.

AUDIT FOR FISCAL YEAR END MAY 31, 2026

Mr. Florete reviewed a continuance letter from McGrath for conducting the District's audit for fiscal year end May 31, 2026, for an estimated fee of between \$14,000.00 and \$16,000.00. A copy of the continuance letter is attached. Following review and discussion, Director Burton moved to authorize McGrath to prepare the District's audit. Director Lannin seconded the motion, which passed unanimously.

FINANCIAL AND BOOKKEEPING MATTERS

Ms. Hernandez 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.

BUDGET FOR FISCAL YEAR END MAY 31, 2027

Ms. Hernandez presented and reviewed the proposed budget for fiscal year end May 31, 2027, a copy of which is included in the bookkeeper's report. Discussion ensued regarding revising certain revenue and expense line items. Following review and discussion, Director Burton moved to adopt the budget, as revised. Director Ross seconded the motion, which passed unanimously.

TRAVEL REIMBURSEMENT GUIDELINES AND DIRECTOR EXPENSES FOR THE ASSOCIATION OF WATER BOARD DIRECTORS ("AWBD") SUMMER CONFERENCE

Ms. Harrington discussed the District's Travel Reimbursement Guidelines (the "Guidelines") in connection with the upcoming AWBD summer conference, and discussion ensued regarding specific expenses eligible and ineligible for the conference.

Following discussion, Director Lannin moved to authorize up to four per diems, three hotel nights, and reasonable meals for Directors attending the AWBD summer conference, all to be submitted in accordance with the District's Guidelines. 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.

Ms. Newman reported that the District's 2026 preliminary assessed value is \$247,462,620.

Ms. Harrington reported receiving a request from a resident for a homestead exemption. She stated the resident was made aware that the District was not offering any exemptions for the 2026 tax year.

After review and discussion, Director Ross moved to approve the tax assessor/collector's report and payment of the tax bills. Director Burton seconded the motion, which passed unanimously.

DETENTION POND AND OUTFALL CHANNEL FACILITIES REPORT

Mr. Garcia presented and reviewed the detention and drainage facilities report, a copy of which is attached.

Mr. Garcia presented and reviewed a fuel surcharge adjustment notification with the Board for a three percent (3%) fuel surcharge to be applied to the District's monthly maintenance invoices beginning in May, 2026. A copy of the fuel surcharge adjustment notification is attached to the detention and drainage facilities report.

Mr. Garcia then presented and reviewed an updated annual maintenance budget for the next fiscal year in the amount of \$30,183.00. A copy of the updated annual maintenance budget is attached to the detention and drainage facilities report.

Following review and discussion, Director Lannin moved to (1) approve the fuel surcharge as an amendment to the agreement between the District and Champions; and (2) approve the updated annual maintenance budget in the amount of \$30,183.00. Director Burton seconded the motion, which passed unanimously.

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 as noted in the report.

Ms. Cabrera introduced herself to the Board and discussed the status of the Bayou Ridge projects.

Ms. Moran and Mr. Robinett updated the Board on the status of the bond application. The Board then considered adopting a Resolution Authorizing Application to the Texas Commission on Environmental Quality for Approval of Project and Bonds (the "Resolution").

After review and discussion, Director Ross moved to adopt the Resolution and direct that the Resolution be filed appropriately and retained in the District's official records. Director Burton 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 and Ambrose.

Ms. Cabrera introduced herself to the Board and discussed Century's development plans.

NEXT MEETING DATE AND AGENDA ITEMS

Following discussion, the Board concurred to hold its next meeting on June 16, 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

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