

HARRIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 416

Minutes of Meeting of Board of Directors June 22, 2026

The Board of Directors (“Board”) of Harris County Municipal Utility District No. 416 (“District”) met at 2727 Allen Parkway, Suite 1075, Houston, Texas 77019, in accordance with the duly posted notice of the meeting, with a quorum of directors present as follows:

Mr. Richard Godwin, Vice President
Mr. William L. Shappley, III, Secretary
Mr. Thomas A. Cook, Assistant Secretary
Mr. Reed Tinsley, Assistant Secretary

and the following directors absent:

Mr. Christopher C. Hughes, President

Also present were; Mr. Frank Turner and Ms. Samantha Kingston of EEPB via teleconference, Ms. Lynnette R. Tujague of Municipal Financial Management Inc.; Mr. Charles LaConti of Municipal Accounts Consulting, L.P.; Ms. Tina Tran of Forvis LLP; Ms. Brenda McLaughlin of Bob Leared Interests; Mr. Kenrick Piercy of EHRA; and Mr. J. Davis Bonham, Jr. and Mr. Douglas McNiel of Smith, Murdaugh, Little & Bonham, L.L.P.

The Board called the meeting to order and declared it open for such business as might properly come before it.

1. The Board opened the meeting for public comment, hearing none, the President continued with the agenda.

2. The Board considered the minutes of the meeting held May 14, 2026. Upon motion duly made, seconded, and unanimously carried, the Board approved the minutes as presented.

3. The Board recognized Ms. Tina Tran who presented the bookkeeper’s report. Upon motion duly made, seconded, and unanimously carried, the Board approved the bookkeeper’s report and authorized payment of the checks listed thereon.

4. The Board then considered the Resolution Adopting Operating Budget. The Board reviewed the budget in detail. Upon motion duly made, seconded, and unanimously carried, the Board adopted the Resolution.

5. The Board discussed the engagement of the District’s auditor to perform the annual audit, acknowledged that the auditor has an evergreen engagement letter and affirmed the engagement.

6. The Board then reviewed the annual ethics letter and update from the District's investment officer, Will Shappley. The Board noted that no conflicts were disclosed and that everything appears to be in order.

7. The Board recognized Ms. Brenda McLaughlin who presented the tax assessor-collector's report. The 2025 taxes are 96.505% collected as of the date of the report. The Board reviewed and discussed the District's delinquent accounts in detail. Upon motion duly made, seconded, and unanimously carried, the Board approved the report as presented.

8. No developer's report was presented.

9. The Board considered a request from the developer to install marketing signage on the District's property. After discussion, upon motion, duly made and seconded, and unanimously carried, the Board declined the developer's request.

10. No drainage maintenance report was presented.

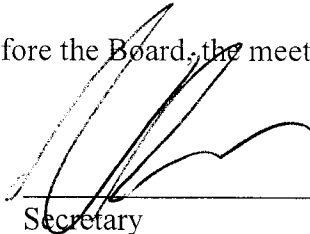
11. The Board then recognized Mr. Kenrick Piercy who presented the engineer's report and reviewed the status of ongoing projects in detail. The engineer reviewed the updated Engineering Contract and Rate Schedule. Then, the engineer and the Board engaged in an in-depth discussion regarding the proposed District water plant project. The engineer agreed to request additional information from the District's current water supplier, Northwest Harris County MUD No. 5. Lastly, the engineer presented an invoice from Blackline Engineering in the amount of \$350 for Appraisal for South Detention Phase 2. Upon motion, duly made and seconded, the Board approved the engineers' report as presented and approved the action item contained therein.

12. The Board tabled the Resolution Authorizing Bond Application.

13. The attorney gave an update on the eminent domain matter. The District's condemnation attorney expects the transaction to be completed within the next 60 days.

14. The Board considered proposals for bookkeeping services. Appearing via teleconference, Mr. Frank Turner and Ms. Samantha Kingston presented a proposal on behalf of EEPB; Ms. Ms. Lynnette R. Tujague presented a proposal on behalf of Municipal Financial Management Inc.; and Mr. Charles LaConti presented a proposal on behalf of Municipal Accounts Consulting, L.P. The Board engaged in a discussion regarding the proposals. After discussion, upon motion, duly made and seconded, and unanimously carried, the Board accepted the proposal from Municipal Financial Management Inc. for bookkeeping services.

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


Secretary

HARRIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 416

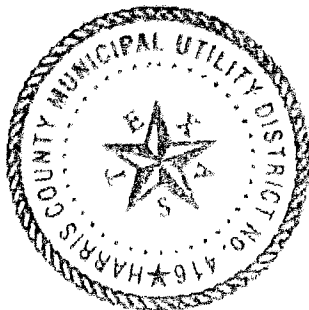
NOTICE OF PUBLIC MEETING

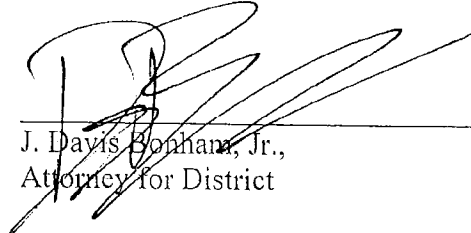
Notice is hereby given to all interested parties that the board of directors of Harris County Municipal Utility District No. 416 will hold a public meeting at **2727 Allen Parkway, Suite 1075, Houston, Texas 77019.**

The meeting will be held at **10:30 a.m. on Monday, June 22, 2026.**

The items of business to be considered and transacted at said meeting are as follows:

1. Public comments
2. Minutes of Board of Directors Meeting(s)
3. Approve certificates of election; Approve qualifications of newly elected directors; Public Information Act Training; Conflict of Interest Disclosures; Accept oaths and statements of elected officials; Election of Officers
4. Bookkeeper's Report; Checks and Invoices; Investment of District Funds; Depository Pledge Agreement(s)
5. Resolution Adopting Operating Budget
6. Confirmation of Engagement of Auditor
7. Review ethics letter and update by Investment Officer
8. Tax Assessor-Collector's Report; Invoices and Checks; Delinquent Tax Collections; Investment of District Funds; Tax Rate; Tax Exemptions
9. Developer's Report
10. Request for Installation of Signage
11. Drainage Facility Maintenance Report; Drainage Permit Matters
12. Engineer's Report; Design of Facilities; Advertisement for Bids; Construction Contract(s), Pay Estimate(s) and Change Order(s); Annexation of Land; Permit Matters; Proposal(s); Agreement(s) for Maintenance of Facilities; Application for Sale of Bonds; Utility Easements; Inspection of Drainage Facilities; Security Matters; Water Plant Site; Appraisal of Improvements
13. Resolution Authorizing Bond Application
14. Pending Eminent Domain Matters; Offer from Harris County
15. Proposals for Bookkeeping Services
16. Pending Business




J. Davis Bonham, Jr.,
Attorney for District

HARRIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 416

Compliance with Texas Government Code Section 551.043

Pursuant to Texas Government Code § 551.043(c), a physical copy of the proposed budget has been attached to this Notice of Public Meeting.

Taxpayer Impact Statement

Below is a comparison of a property tax bill for a median-valued¹ homestead property in the district for the current fiscal year to an estimate of a property tax bill for the same property for the upcoming fiscal year if the proposed budget is adopted.

Description	Tax Bill (\$)
Property tax bill for a median-valued homestead property in District for current fiscal year	\$12,729.30
Estimated property tax bill for the same median-valued homestead property in District for upcoming fiscal year if proposed budget is adopted	\$12,729.30

¹ While Texas Government Code § 551.043 uses the term “median-valued,” such term does not appear in the sections of Texas Tax Code Chapter 26 that are applicable to taxing units such as the District. Laws applicable to the District require its tax assessor-collector to calculate the tax rate using the “average taxable value” of homestead properties. (*Texas Water Code, Sections 49.23601, 49.23602(d) and 49.23603*) Therefore this Taxpayer Impact Statement calculates the property tax bill using such “average taxable value.”

Harris County Municipal Utility District No. 416

Fiscal year end 6/30/2027 - Draft Budget

	Adopted FY2026 Budget	9 months Year to Date Actual	Draft FY2027 Budget
REVENUES			
Maintenance Tax	\$ 1,160,000	\$ 1,505,957	\$ 1,400,000
Interest on Temp Investments	50,000	87,246	70,000
Total Revenues	\$ 1,200,000	\$ 1,593,204	\$ 1,470,000
EXPENDITURES			
Director Fees	12,000	4,420	12,000
Legal Fees-General	90,000	67,009	90,000
Auditing Fees	17,500	18,500	19,000
Engineering Fees	60,000	56,913	80,000
Payroll Taxes	918	338	918
Bookkeeping Fees	40,000	34,400	40,000
Printing & Office Supplies	2,000	106	2,000
Insurance	4,000	3,522	4,000
Travel & Expenses	5,000	1,163	5,000
Other Expenses	5,000	1,612	5,000
Dues	750	750	750
Mow & Maintenance	30,000	31,004	40,000
Drainage Facility Maintenance	100,000	92,468	100,000
WQ Feature Maintenance	20,000	15,295	20,000
Other Repairs	30,000	43,563	30,000
Total Expenditures	417,168	371,061	448,668
Excess Revenues (Expenditures)	\$ 782,832	\$ 1,222,143	\$ 1,021,332