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CY-CHAMP PUBLIC UTILITY DISTRICT

Minutes of Meeting of Board of Directors
July 16, 2026

The Board of Directors of Cy-Champ Public Utility District (the "District") met at 13455 Cutten Road, Suite 1A, Houston, Texas on July 16, 2026, in accordance with the duly posted notice of said meeting, with a quorum of directors present as follows:

Richard M. Spurlock, vice president
Shelley Serres, secretary
Harold W. Greer, assistant secretary
Polly Looper, security coordinator

and being absent:

Ron Walkoviak, president

Also present were Gregg Gutierrez with Harris County Precinct 1, HCCO Sgt. Stephen Holle, Michelle Guerrero of Bob Leared Interests, Inc., Taylor Loggins of L&S District Services, LLC, Mike Plunkett of Eagle Water Management Company, Justin Colfer and Cheyenne Evans of Champions Hydro-Lawn, Inc., Marie Newsom of Storm Water Solutions, Crystal Swink and Matt Carpenter of IDS Engineering Group, Erin Larimore of Clark Condon Associates, Inc., Mark W. Brooks of Young & Brooks, and local developer Chayn Mousa.

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

SECURITY REPORT

Security Coordinator Polly Looper and HCCO Sgt. Stephen Holle reported as to matters regarding security within the District and responded to questions. After the report was concluded, Sgt. Holle excused himself from the meeting.

APPROVAL OF MINUTES

Upon motion duly made, seconded and unanimously carried, the board approved the minutes of the June 30, 2026 meeting as presented.

QUESTIONS/COMMENTS FROM THE PUBLIC

Gregg Gutierrez with Harris County Precinct 1informed the board of their mobility plan initiative to identify projects that will enable the County to better serve the transportation needs of the community. The precinct will be hosting a Town Hall Meeting at Fallbrook Church on Thursday, August 6, 2026 to solicit community input, which they will consider as they develop their plan. Mr. Gutierrez thanked the board for the opportunity to share this information and excused himself from the meeting.

<u>MONTHLY REPORTS</u>

Cheyenne Evans of Champions Hydro-Lawn, Inc. (CHL) the District's landscape and park maintenance contractor, presented a written report with photographs reflecting the condition of the landscaping and park facilities that they maintain for the District. Ms. Evans reviewed their report with the board and responded to questions. Ms. Evans presented and after discussion, upon motion duly made, seconded and unanimously carried, the board approved CHL's proposal for tree trimming and tree removal at Legacy Oak and Serenity Parks with a 3-man crew for up to four days at a cost of $2500 per day and a not to exceed total of $10,000.

Michelle Guerrero of Bob Leared Interests, Inc., the District's tax assessor, reported as to the status of District tax collections. She also presented the District's monthly SPA revenue report. The District is 98.368% collected for 2025 taxes, and over 99% collected for all prior years.

Taylor Loggins of L&S District Services, LLC, the District's bookkeeper, presented their monthly report. She also presented to the board a list of bills for the approval of payment, a copy of which is attached hereto.

Marie Newsom of Storm Water Solutions (SWS) presented a written report with photographs reflecting the condition of the storm water detention facilities that they maintain for the District at the Prose and Cutten Road Detention Ponds.

Justin Colfer of Champions Hydro-Lawn, Inc. (CHL) presented a written report with photographs reflecting the condition of the storm water detention facilities that they maintain for the District at the Cutten Road Business Park Detention Ponds.

Mike Plunkett of Eagle Water Management Company (Eagle), the District's operator, presented a written summary report regarding District operations and facilities. Mr. Plunkett reviewed their report with the board and responded to questions.

Mr. Plunkett reported that he attended the Surface Water Users Forum hosted by the North Harris County Regional Water Authority (the "Authority") on June 30, 2026. The Authority is only 38% converted to surface water and should now be at 60% under Subsidence District requirements. Apparently, some districts are not taking as much surface water as is now available to them. Previously, the Authority did not have the capacity to provide more surface water but they are now able to do so, and they are asking all districts to take as much surface water as possible. The Authority is projecting that they will run out of their over-conversion credits as early as next year. If the Authority does run out of over-conversion credits before hitting the required 60% conversion target, the Authority will be subject to very high disincentive fees which would ultimately need to be passed on to the consumer. The District is meeting the Authority's requirements and has been averaging over 95% surface water usage.

Crystal Swink of IDS Engineering Group (IDS), the District's engineers, presented a written summary report regarding the status of pending District projects. She reviewed their report with the board and responded to questions.

Ms. Swink presented and recommended board approval of a proposal from Aviles Engineering Corporation for construction materials testing and inspection services needed for the pending Lift Station No. 1 Generator Addition project at an estimated cost of $6,634.25.

Erin Larimore of Clark Condon Associates, Inc. (CCA), the District's landscape architects, reported as to the status of matters pending with respect to the District's park system. Ms. Larimore reviewed their report with the board and responded to questions.

Ms. Larimore presented and recommended board approval of the following Pay Application(s) to HD Outdoor Construction, LLC on their contract for construction of Park C:

- Pay Application No. 7 in the aggregate amount of $116,124.95 ($116,124.95 for Park items; $-0- for WSD items)

Upon motion duly made, seconded and unanimously carried, the board approved all consultant reports not already approved by separate motion, and all recommended proposals, pay estimates, pay applications, change orders, landscape maintenance work items, invoices and bills presented.

<u>CONSULTANT/VENDOR CONTRACTS</u>

No action was needed.

<u>KLEINWOOD JOINT POWERS REPORT</u>

Board member Richard Spurlock reported as to matters pending before the Kleinwood Joint Powers Board (the "JPB"). Two Capital Improvement Plan projects are included in the 2026-2027 JPB budget cycle: Air Supply Piping Phase 2 and Lift Station Generator Replacement, with only engineering expenses to be expended this fiscal year. Construction costs for both these projects are anticipated for the 2027-2028 and 2028-2029 budget cycles. Project summaries and cost estimates for the two currently proposed projects are being submitted to the participating districts for approval.

The reclaimed water filter system averaged 7.0 backwashes per day in June. The highest 1-day total of backwashes was 62. Total rainfall for June was 10.04 inches. The monthly site visit to evaluate and document the reuse system was conducted on June 23, 2026. The reuse system appears to be operating in satisfactory condition. As authorized last month, the plant operator has ordered replacements for the four reclaimed water system filter cloths that were not replaced in 2025 and expects to receive them this month. When received, they will schedule them for installation. The JPB plans to continue monthly reclaimed water system engineer site visits through September and reconsider the frequency of the site visits in October.

After review of related materials and discussion, upon motion duly made, seconded and unanimously carried, the board adopted the attached Resolution authorizing the District's representative to vote in favor of proceeding with the proposed Lift Station Generator Replacement and Air Supply Piping Phase 2 projects at the Kleinwood plant, at an estimated cost of up to $871,000 for each of the two projects with a combined total of $1,742,000. The District's share of the estimated costs for both projects during the current and following two fiscal years totals $390,819.

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

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Secretary

Attachments - Bookkeeper's Report
Resolution Authorizing Action by Kleinwood Joint Powers Board Members