REID ROAD MUNICIPAL UTILITY DISTRICT NO. 1
Minutes of Meeting of Board of Directors
May 13, 2026

The Board of Directors ("Board") of Reid Road Municipal Utility District No. 1 ("District") met on Wednesday, May 13, 2026, at 11245 Harvest Bend Boulevard, Houston, Harris County, Texas, in accordance with the duly posted notice of said meeting, with a quorum of Directors present, as follows:

Patrick Cieslewitz, President
Carla Christensen, Vice President
Robert Sumpter, Secretary
Ed Swannie, Director
Caylen Reese, Director

and the following absent:

None.

Also present were Ms. Rachel Broom of Cobb Fendley & Associates Inc.; Mr. John Taylor of Municipal Operations & Consulting; a quorum of the Board of Directors of Reid Road MUD No. 2 ("No. 2") and appropriate consultants of that district; and Ms. Melissa J. Parks, attorney for the District.

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

1. Rachel Broom addressed the Board to present the attached report on proposed capital projects at the joint wastewater treatment plant. She noted she had incorporated matters discussed at the March 20 special meeting and conversations with the District's operator and Sergio Handal, engineer for Reid Road MUD No. 2. As the boards had already decided to proceed with replacement of the plant's ultraviolet (UV) disinfection system that has reached the end of its useful life, they now desired to discuss additional improvements. In her report, Ms. Broom analyzed options for addressing two major areas: sludge processing; and aeration basin work to add return activated sludge (RAS) pumps, with or without a flow splitting structure. She reviewed the report thoroughly with boards. The two sludge processing options would either eliminate or reduce reliance on use of a mobile belt press, which would result in operating cost savings. Ms. Broom then reviewed optional improvements at the aeration basins and described the benefits and estimated costs of both.

Ms. Broom emphasized that the four proposed projects are important, but they are not required. She stated that of the improvements under discussion, it would be most beneficial to the plant to proceed with projects No. 2 (thickener and screw press) and No. 5 (flow splitter structure including RAS pumps). Mr. Handal indicated his agreement with this statement. The engineers recommended the boards thoughtfully consider which if any of the projects with which to proceed from operational and financial perspectives. In order of operating priority, and noting that work on the UV system project has already begun, Ms. Broom stated that sludge processing would be the next highest priority, followed by flow splitting/RAS. The boards discussed this information in detail, and each expressed a preference to undertake projects No. 1, 2, and 5. The Board noted that it would further consider the financial aspects with its financial advisor, noting it may proceed in phases. The boards agreed to continue their dialogue on these projects at future meetings, and the board and consultants of No. 2 then exited the meeting.

2. The Board was further addressed by Ms. Broom about proposed capital projects likely to be needed within the District over the next five years. She presented the attached report on the subject and discussed it with the Board, focusing on projects at Water Plant No. 1 and on the water distribution and sanitary sewer collection systems. The report included a spreadsheet setting out the priority, estimated costs, and proposed timing of these projects, while also taking into account the joint plant UV replacement and projects No. 2 and 5. The Board reviewed these materials and discussed payment for the projects. The Board noted the amount on hand in the District's general fund account as well as the $7,650,000 in remaining voted bond authority. The directors noted they have recognized for some time that the District needs authority for issuance of additional bonds and discussed the best time to conduct such an election. Taking into account all of the information discussed and in the reports, Ms. Broom suggested the Board consider using general funds on hand to pay for recoating the ground storage tanks at Water Plant No. 1 and to pay the District's share of the UV system replacement at the joint sewage plant. The Board appreciated this suggestion and agreed to approach financial advisor Debbie Shelton about it, as well as about funding certain projects with the remaining voted bond authority while at the same time preparing for a May, 2027 bond election. Regarding a possible schedule, Ms. Broom noted the Board might consider authorizing her in July to prepare a bond application report in an amount not to exceed $7,650,000, and in August, to begin design of the ground storage recoating project. At the Board's direction, Ms. Broom would also prepare an engineering report in support of a bond election. Ms. Broom and Ms. Parks will contact Ms. Shelton about the Board discussions on these matters.

3. The Board considered pending business. Ms. Broom reported on her recent communications with the insurance adjuster working on the District's claim under its property insurance policy. She described issues raised by the adjuster concerning engineering fees incurred during the Water Plant No. 2 recovery project. Ms. Broom reported she is advocating on behalf of the District for recovery of as much of the fees as possible.

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

Secretary

REID ROAD MUNICIPAL UTILITY DISTRICT NO. 1

NOTICE OF SPECIAL PUBLIC MEETING

Notice is hereby given to all interested parties that the Board of Directors of the captioned District will hold a special public meeting at **11245 Harvest Bend Blvd., Houston, Texas.** The meeting will be held at **6:30 p.m.** on **Wednesday, May 13, 2026.** The subject of the meeting is to consider and act on the following:

The subject of the meeting is to receive public comment on, consider and act on the following:

1. Capital improvement plan for joint sewage treatment plant
2. Additional future projects
3. Funding of capital and other projects
4. Pending business

Melissa J. Parks
Attorney for the District