

HARRIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 122

Minutes of Meeting of Board of Directors

January 28, 2026

The Board of Directors ("Board") of Harris County Municipal Utility District No. 122 ("District") met in regular session at 1300 Post Oak Boulevard, Suite 2500, Houston, Harris County, Texas on January 28, 2026, in accordance with the duly posted notice of public meeting, and the roll was called of the duly constituted officers and members of said Board of Directors, as follows:

Joycelyn Barnes Reese, President
John Hoxie, Vice President
James H. Ragan, Jr., Secretary
Sheila Butler, Assistant Secretary
John R. Marshall, Assistant Secretary

all of said persons were present, except Director Hoxie, thus constituting a quorum.

Also present were Yaneth Cooper of Municipal Accounts & Consulting, L.P. ("MAC"); Patty Rodriguez of Bob Leared Interests, Inc. ("BLI"); Raquel Garcia of Inframark, LLC ("Inframark"); Wesley Lay of Quiddity Engineering LLC ("Quiddity"); and Abraham Rubinsky and Charlotte Griffiths of Schwartz, Page & Harding, L.L.P. ("SPH").

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

PUBLIC COMMENTS

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

APPROVAL OF MINUTES

The Board considered the review and approval of the minutes of its meeting held on December 17, 2025. After discussion, Director Marshall moved that the minutes of the Board's meeting held December 17, 2025, be approved, as written. Director Ragan seconded said motion, which unanimously carried.

TAX ASSESSOR/COLLECTOR'S REPORT

Ms. Rodriguez presented to and reviewed with the Board the Tax Assessor/Collector's Report for the period ending December 31, 2025, a copy of which is attached hereto as **Exhibit A**, including the disbursements presented for payment from the Tax Account. After discussion, Director Ragan moved that the Tax Assessor/Collector's Report be approved and the disbursements identified in said report be approved for payment from the Tax Account. Director Marshall seconded said motion, which unanimously carried.

RESOLUTION CONCERNING EXEMPTIONS FROM TAXATION

Mr. Rubinsky outlined for the Board the various tax exemptions available for the District, including the exemptions provided for by Article VIII, Section 1-b of the Texas Constitution, and Section 11.13 of the Tax Code, as amended. He advised that under said provisions, the District may provide for the exemption of up to 20% (but not less than \$5,000, if granted) of the market value of residential homestead improvements for the year 2026, and the District may also exempt residential homesteads of persons who are under a disability for purposes of payment of disability insurance benefits under the Federal Old Age, Survivors and Disability Insurance Act, or its successor, or persons sixty-five years of age or older from ad valorem taxes levied by the District during the calendar year 2026, and, if any such exemptions are granted, they must be for not less than \$3,000 of the market value of such homesteads. After further discussion of the matter, Director Reese moved that the District (i) grant the residential homestead exemption of 2.38%, the same as prior years but in no event less than \$5,000, (ii) grant an exemption for persons under a disability or sixty-five years of age or older in the amount of \$7,250 from ad valorem taxes levied by the District during the calendar year 2026, and (iii) that the Resolution attached hereto as **Exhibit B** relative to same be approved and adopted by the Board and District. Director Butler seconded said motion, which carried unanimously.

REPORT AND LEGAL ACTION TAKEN BY THE DISTRICT'S DELINQUENT TAX COLLECTIONS ATTORNEY

Mr. Rubinsky presented to and reviewed with the Board a Delinquent Tax Collection Attorney's Report received from Perdue Brandon Fielder Collins & Mott, L.L.P. ("Perdue"), the District's Delinquent Tax Collections Attorney, dated January 28, 2026, a copy of which is attached hereto as **Exhibit C**. Following discussion, Director Ragan moved that Inframark be authorized to proceed with terminating water service to the three (3) delinquent accounts identified by Perdue in the Delinquent Tax Report as already having been authorized and tagged for water termination on January 27, 2026, if said accounts have not already been terminated or paid current. Director Reese seconded the motion, which unanimously carried.

RESOLUTION AUTHORIZING AN ADDITIONAL PENALTY ON DELINQUENT PERSONAL PROPERTY TAXES

The Board considered the adoption of a Resolution Authorizing an Additional Penalty on Delinquent Personal Property Taxes. Mr. Rubinsky advised the Board that it is authorized pursuant to Section 33.11 of the Texas Tax Code, as amended, to impose, under certain conditions, an additional penalty not to exceed twenty percent (20%) of the total taxes, penalty and interest due to the District on personal property accounts that become delinquent after February 1 of a year and that remain delinquent sixty (60) days after said date, as more fully described in said Resolution. After discussion, it was moved by Director James, seconded by Director Marshall and unanimously carried, that the Resolution Authorizing an Additional Penalty on Delinquent Personal Property Taxes, which is attached hereto as **Exhibit D**, be adopted by the Board, and that Perdue be authorized to proceed with the collection of the District's 2025 delinquent personal property accounts following proper notice as provided in said Resolution, including the filing of lawsuits, as necessary.

SUBMISSION OF DISTRICT INFORMATION TO TEXAS COMPTROLLER OF PUBLIC ACCOUNTS

Mr. Rubinsky reminded the Board that, pursuant to provisions of Chapter 403, Government Code, and Chapter 203, Local Government Code, the District is required to submit certain information to the Texas Comptroller of Public Accounts (the "Comptroller") on an annual basis for inclusion in the Special Purpose District Public Information Database. He then advised the Board that Forvis Mazars, LLP ("Forvis"), the District's auditor, has included this work in its engagement letter previously approved by the Board. He then recommended that Forvis be authorized to prepare and submit the required information on behalf of the District prior to the deadline of April 1, 2026. Following discussion, Director Butler moved that Forvis be authorized to prepare the required information and submit same to the Comptroller for inclusion in the Special Purpose District Information Database by the applicable deadline. Director Marshall seconded said motion, which unanimously carried.

BOOKKEEPER'S REPORT

Ms. Cooper presented to and reviewed with the Board the Bookkeeper's Report dated January 28, 2026, a copy of which is attached hereto as **Exhibit E**. Mr. Rubinsky noted check no. 10421 to the City of Houston ("COH") in the amount of \$6,931.83 and asked if the emergency interconnect between the District and COH had been opened. Both Ms. Garcia and Mr. Lay confirmed that it had not been opened. Ms. Cooper reported that the check had already been released, and that MA&C is investigating internally as to why it was not flagged for being unusually high. After discussion, Director Marshall moved to approve the Bookkeeper's Report and that the disbursements listed therein be approved for payment, with the exception of check no. 10424, which was voided and the addition of check no. 10440 to Director Reese in the amount of \$408.19 and check no. 10441 to Director Butler in the amount of \$633.75, in connection with their attendance at the Association of Water Board Directors Mid-Winter Conference, and further instructed MA&C to hold check no. 10435 to COH and check no. 10436 to Fort Bend Water Control and Improvement District No. 2 ("WCID No. 2") for the purchase of water pending verification of the accuracy of any invoices received subsequent to today's meeting. Director Butler seconded said motion, which unanimously carried.

STATUS OF CONTINUING DISCLOSURE REPORT

Mr. Rubinsky reminded the Board that the District's annual continuing disclosure report is due February 28, 2026, and that the Board had authorized Coats Rose, P.C., the District's continuing Disclosure Counsel, to prepare and file the report with the appropriate entities on behalf of the District by the February 28, 2026 deadline. Mr. Rubinsky noted that SPH would continue to monitor the status of said filing and that no action was required of the Board at this time in connection therewith.

OPERATIONS AND MAINTENANCE REPORT

Ms. Garcia presented to and reviewed with the Board the Operations and Maintenance

Report for the month of December 2025, a copy of which is attached hereto as **Exhibit F**, and discussed with the Board the various matters contained therein.

The Board next inquired about the status of the investigation of damages to a sanitary sewer line located within a District easement at 12643 Grove Park. Ms. Garcia reported that Inframark had hung a notice of violation of the District's Rate Order on the front door of said residence, but that Inframark did not have access to the property for perform an inspection. The Board requested that Ms. Garcia prepare an estimate of costs in connection with repairs to the sanitary sewer line and fines associated with same for presentation at the next meeting. Mr. Lay further noted that the manhole, which had been covered by the homeowner, had become depressed and might need to be raised in connection with the necessary repairs within the District's easement.

Ms. Garcia next reported that it appears that WCID No. 2 has increased its water rate and/or GRP Pumpage Fee, but did not provide the District with prior notice of same. Ms. Garcia advised that Inframark is actively investigating the matter and will report its findings to the Board at the next meeting.

Mr. Ragan noted the change of format of the Operator's Report and requested that Inframark provide detailed delinquency information in its reports going forward, as they had in the prior format.

Following discussion, it was noted that no action was required of the Board in connection with the Operations and Maintenance Report.

AMENDMENT OF THE DISTRICT'S RATE ORDER

The Board next considered amendment of the District's Rate Order. Following discussion, the Board deferred consideration of the amendment of the District's Rate Order.

ENGINEERING REPORT

Mr. Lay presented to and reviewed with the Board a written Engineering Report dated January 28, 2026, a copy of which is attached hereto as **Exhibit G**, and discussed with the Board the various matters contained therein.

Following a robust discussion of the Engineer's Report, Director Ragan moved the Board approve Change Order No. 1 in the amount of \$2,106.40, and Pay Estimate No. 1 and Final in the amount of \$68,055.30, both from Allteam Solutions, LLC ("Allteam") in connection with the completion of the 2025 Sanitary Sewer Cleaning and Televising Project, and approve and authorize execution of the Certificate of Substantial Completion and Certificate of Acceptance. Director Ragan inquired as to QE's receipt of Final Release of Liens from Allteam. Mr. Lay

advised he will confirm QE has same prior to close of contract. Director Reese seconded the motion, which unanimously carried.

PRELIMINARY ENGINEERING REPORT IN CONNECTION WITH BOND ELECTION TO BE HELD MAY 2, 2026

Mr. Lay next presented to and reviewed in detail with the Board a Bond Authorization Report, attached to **Exhibit G**, in connection with the Bond Election to be held on May 2, 2026. He advised that the Bond Authorization Report would be presented to the Board at next month's meeting. Mr. Lay advised that said Report is in support of \$32,000,000 of additional bonds to meet the District's water, wastewater and drainage infrastructure needs for the next 30 years. Following discussion, Director Reese moved that the Bond Authorization Report be approved subject to any final comments from Mr. Rubinsky. Director Marshall seconded the motion, which unanimously carried.

RENEWAL OF INSURANCE COVERAGES

Mr. Rubinsky addressed the Board concerning the solicitation of proposals in connection with the renewal of the District's insurance coverages that expire on March 31, 2026. He advised the Board that the District's current insurance broker is Arthur J. Gallagher & Co. ("Gallagher") . Mr. Rubinsky further advised the Board that other insurance companies provide such policies to water districts and whether the Board wished to solicit proposals for insurance from other companies for review prior to the expiration of the current policies. Following discussion, Director Marshall moved that SPH be authorized to obtain a renewal proposal from the District's current insurance broker, Gallagher, for the Board's consideration at next month's Board meeting. Director Reese seconded the motion, which carried unanimously.

DEVELOPER'S REPORT

The Board deferred consideration of the Developer's Report, as no representative of any developer within the District was present at the meeting.

REQUESTS FOR UTILITY COMMITMENTS

The Board next considered the status of the utility commitment to Logistics Property Company, LLC ("LPC") for water and sewer service to serve proposed CityPark Logistics Center Buildings 5 and 6. In connection therewith, Mr. Rubinsky presented to the Board a revised utility commitment for the Board's review and approval. Following review and discussion, Director Reese moved that the Board approve the utility commitment, as revised. Director Marshall seconded the motion, which unanimously carried.

The Board next considered correspondence from TKYL & Associates on behalf SV Apex Holdings LLC, dated January 11, 2026, a copy of which is attached to **Exhibit G**, regarding the proposed development for a carwash project on 5.3669 acres located at 12803 S. Gessner Road, and the developer's request for water and wastewater treatment capacity in connection therewith. The Board concurred for Quiddity to proceed with review of project plans subject to receipt of a

\$5,000.00 deposit from the landowner to cover costs of same. The Board deferred action on said matter at this time

MATTERS RELATED TO MAY 2, 2026 DIRECTORS ELECTION AND BOND ELECTION

Mr. Rubinsky next reported on issues related to the District's Directors Election and Bond Election (collectively, the "Elections") to be held on May 2, 2026. In connection therewith, Mr. Rubinsky presented to and discussed with the Board a Memorandum prepared by SPH, a copy of which is attached hereto as **Exhibit H**. Mr. Rubinsky advised that Harris County will not offer joint election services to political subdivisions for the May 2, 2026 election, and, therefore, the District will have to hold an independent election. He advised that the Memorandum addresses the challenges of administering an independent election.

ACCESSIBLE VOTING SYSTEM

Mr. Rubinsky noted that Section 49.111, Texas Water Code, provides an exemption from the requirement to provide certain electronic voting systems at the Elections if the District's previous directors election was canceled as uncontested or if fewer than 250 voters voted in the District's previous directors election. Mr. Rubinsky reported that the District is exempt from said requirement because the District's previous directors election was canceled. Following discussion, it was moved by Director Butler, seconded by Director Marshall and unanimously carried that SPH be authorized to provide notice of the District's intent not to provide electronic voting systems for said Elections by publication in a newspaper of general circulation in an area that includes the District.

SUPPLEMENTAL AGENDA

The Board next considered calling the Elections in accordance with the requirements of the Texas Water Code. In connection therewith, Mr. Rubinsky presented the Order Calling Directors Election and the Order Calling Bond Election (collectively, the "Orders"), attached hereto as **Exhibit I**, calling the Elections to be held on May 2, 2026. It was noted that the terms of office of Directors Hoxie, Ragan, and Butler expire in May of this year. In reviewing the Orders with the Board, Mr. Rubinsky advised that the Texas Water Code and the Texas Election Code authorize the Board to designate an agent to perform certain duties in connection with the Elections, and that the Orders name Charlotte Ann Marie Griffiths as such agent (the "Election Agent"). Mr. Rubinsky further advised the Board that notice of the Elections must be given in accordance with the requirements of the Texas Election Code. Mr. Rubinsky advised the Board that notice of the Elections could be given by one or more of the following methods: (i) publishing the notice in a newspaper published in the territory of the District or of general circulation in the District at least ten (10) days before the elections, but not more than thirty (30) days before the elections; (ii) posting the notice at a public place in each election precinct that overlaps the District at least twenty-one (21) days before the elections; or (iii) mailing the notice to each registered voter in the District at least ten (10) days before the elections. Following discussion of the options, the Board concurred that notice of the Elections be given by posting same at a public place in each election precinct that overlaps the District. After discussion on the matter, Director Marshall moved that

said Orders be passed and adopted, that the President and Secretary be authorized to execute the Orders, and that the Election Agent be authorized and directed to make necessary arrangements for the Elections in accordance with the Orders. Director Butler seconded said motion, which unanimously carried. Mr. Rubinsky advised the Board that if each candidate whose name is to appear on the ballot is unopposed as of 5:00 p.m. on February 20, 2026, the Board may thereafter cancel the Directors Election in accordance with the Texas Election Code.

The Board next considered the establishment of fees to be paid to officials for the Elections. Mr. Rubinsky advised the Board that in accordance with the Texas Election Code, the rate of pay for judges and clerks shall be determined by the Board, but shall not be less than the federal minimum wage rate. After discussion on the matter, Director Butler moved that the judges and clerks for the Elections, including early voting clerks, be paid \$20.00 per hour. Director Reese seconded said motion, which unanimously carried.

ATTORNEY'S REPORT

The Board next considered the Attorney's Report. Mr. Rubinsky advised he had nothing further of a legal nature that was not covered under another agenda item.

The Board concurred at this time for Mr. Rubinsky to reach out to WCID No. 2's legal counsel regarding the Wholesale Water Supply Agreement between the districts to request advance notice of any increase in rates charged by WCID No. 2 to the District.

CLOSED SESSION

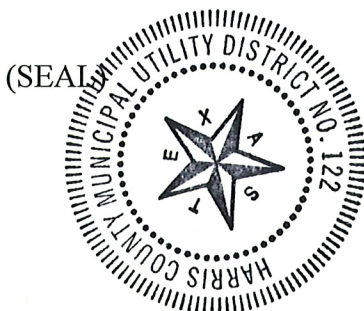
The Board determined it would not be necessary to enter into Closed Session at this time.

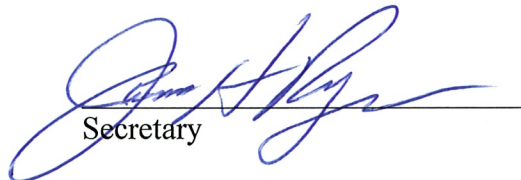
FUTURE AGENDA ITEMS

The Board concurred to place an item on the next agenda in connection with holding a town hall style meeting within the District.

ADJOURNMENT

There being no further business to come before the Board, upon motion made by Director Reese, seconded by Director Butler, and unanimously carried, the meeting was adjourned.




Secretary

List of Attachments to
Harris County Municipal Utility District No. 122
Minutes of Meeting of January 28, 2026

- Exhibit A Tax Assessor-Collector's Report
- Exhibit B Resolution Concerning Exemptions from Taxation
- Exhibit C Delinquent Tax Collections Attorney's Report
- Exhibit D Resolution Authorizing an Additional Penalty on Delinquent Personal Property Taxes
- Exhibit E Bookkeeper's Report
- Exhibit F Operations and Maintenance Report
- Exhibit G Engineer's Report, including draft Bond Authorization Report for May2, 2026 Bond Election and correspondence from TKYL & Associates requesting utility commitment on behalf of SV Apex Holdings, LLC.
- Exhibit H Memorandum regarding Independant Elections with Harris County
- Exhibit I Order Calling Directors Election and Order Calling Bond Election