

MINUTES
GALVESTON COUNTY MUNICIPAL UTILITY DISTRICT NO. 68

August 18, 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 18th day of August, 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
Robby McGinnis	Assistant Vice President

and all of the above were present except Director Ross, thus constituting a quorum.

Also attending the meeting were Veronica Hernandez of McLennan & Associates, L.P.; Brenda McLaughlin of Bob Leared Interests; Anthea Moran of Masterson Advisors LLC; Jason Robinett and Hussain Iftikhar of Pape-Dawson Engineers, Inc. ("Pape-Dawson"); Lenny Hardoin and Kim Cosco of Champions Hydro-Lawn, Inc. ("Champions"); Corrie Aday of Brown & Brown; and Adisa Harrington and Arlene Catalan of Allen Boone Humphries Robinson LLP.

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 June 16, 2026, regular meeting. After review and discussion, Director Lannin moved to approve the minutes as submitted. Director Burton seconded the motion, which passed unanimously.

SERIES 2026 UNLIMITED TAX BONDS

Ms. Moran distributed and reviewed a draft Preliminary Official Statement and Notice of Sale for the \$4,750,000 Unlimited Tax Bonds, Series 2026 (the "Bonds"). She requested authorization to apply with Moody's Investor Services for a credit rating analysis in connection with the Bonds.

The Board discussed appointing The Bank of New York Mellon Trust Company, N.A., as Paying Agent/Registrar for the Bonds.

The Board considered authorizing the District's financial advisor to advertise the sale of the District's Bonds and to authorize the District's auditor to prepare the developer reimbursement report.

Following review and discussion, Director Burton moved to (1) approve the Preliminary Official Statement and Notice of Sale; (2) authorize submission of an application to Moody's Investor Services for a credit rating analysis; (3) appoint The Bank of New York Mellon Trust Company, N.A. as the paying agent/registrar for the Bonds; (4) authorize the District's financial advisor to advertise the sale of the Bonds; and (5) authorize the auditor to begin preparation of the developer reimbursement report. Director Lannin seconded the motion, which passed unanimously.

RENEWAL OF DISTRICT'S INSURANCE POLICIES

The Board reviewed an insurance renewal proposal from Brown & Brown. Discussion ensued regarding cyber liability coverage. After review and discussion, Director McGinnis moved to renew the District's insurance policies with Brown & Brown in the amount of \$5,073.00, which includes the \$1,378.26 premium for cyber liability coverage, and direct that the proposal be filed appropriately and retained in the District's official records. Director Burton seconded the motion, which passed unanimously.

DISCUSS ASSOCIATION OF WATER BOARD DIRECTORS ("AWBD") SUMMER CONFERENCE, APPROVE REIMBURSEMENT OF ELIGIBLE EXPENSES, AND AUTHORIZE ATTENDANCE AT WINTER CONFERENCE

The Board discussed the AWBD summer conference and considered authorizing attendance at the winter conference.

Ms. Harrington reviewed handouts prepared by ABHR regarding AWBD's communications strategy called "There's More to MUDs than Meets the Eye." Copies of the handouts are attached.

After discussion, Director Lannin moved to approve reimbursement of all eligible expenses for Directors who attended the summer conference, which the District's bookkeeper confirmed are in compliance with the District's Travel Reimbursement Guidelines, and to authorize attendance of any interested Directors at the winter conference. Director Trncak 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 Lannin seconded the motion, which passed unanimously.

TAX ASSESSMENT AND COLLECTION MATTERS

Ms. McLaughlin 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. McLaughlin presented a request from the property owner of 1196 Painted Bunting Drive for a payment plan for their 2025 taxes. Discussion ensued.

After review and discussion, Director Burton moved to (1) approve the tax assessor/collector's report and payment of the tax bills; and (2) authorize a 6-month payment plan for 2025 taxes for the property owner of 1196 Painted Bunting Drive. Director McGinnis seconded the motion, which passed unanimously.

AMENDMENT TO AGREEMENT FOR SERVICES OF TAX ASSESSOR AND COLLECTOR

Ms. McLaughlin reviewed an Amended and Restated Agreement for Services of Tax Assessor and Collector (the "Agreement") and responded to the Board's questions. Following review and discussion, Director Burton moved to approve the Agreement, subject to final review, and direct that the Agreement be filed appropriately and retained in the District's official records. Director Lannin seconded the motion, which passed unanimously.

REVIEW ARBITRAGE REBATE REPORT FOR THE SERIES 2016 BONDS

Ms. Harrington reviewed the arbitrage rebate report for the District's Series 2016 Unlimited Tax Bonds. She noted that the report indicates that no arbitrage payment is owed.

REVIEW ARBITRAGE REBATE REPORT FOR THE SERIES 2021 BONDS

Ms. Harrington reviewed the arbitrage rebate report for the District's Series 2021 Unlimited Tax Refunding Bonds. She noted that the report indicates that no arbitrage payment is owed.

DISCUSS 2026 TAX RATE, SET PUBLIC HEARING DATE, AND AUTHORIZE NOTICE OF PUBLIC HEARING REGARDING ADOPTION OF TAX RATE

Ms. Moran distributed and reviewed a debt service tax rate analysis reflecting the recommendation for the District to levy a 2026 water, sewer, and drainage debt service tax rate of \$0.75 per \$100 of assessed valuation, based on the District's initial 2026 certified value of \$228,059,786 plus \$6,612,851 representing 80% of the uncertified value under protest. A copy of the debt service tax rate analysis is attached. The Board then discussed the District's operation and maintenance tax rate. Ms. Moran then discussed the two-step process for setting the District's tax rate.

Following review and discussion, Director McGinnis moved to (1) set the public hearing date for September 15, 2026; and (2) authorize the tax assessor/collector to publish notice in the *Galveston Daily News* of the District's meeting on September 15, 2026, to set the proposed 2026 total tax rate of \$0.864 per \$100 of assessed valuation, with \$0.75 allocated for debt service on water, sewer, and drainage bonds, and \$0.114 allocated for operations and maintenance. Director Burton seconded the motion, which passed unanimously.

DETENTION POND AND OUTFALL CHANNEL FACILITIES REPORT

Mr. Cosco presented and reviewed the detention and drainage facilities report, a copy of which is attached. He stated that he had no items for the Board's approval.

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. He stated that he had no items for the Board's approval.

DEEDS, EASEMENTS, PLATS, CONSENTS TO ENCROACHMENT, REQUESTS FOR SERVICE OR UTILITY COMMITMENT LETTERS

There was no discussion on this agenda item.

REPORT REGARDING DEVELOPMENT

Mr. Robinett updated the Board on development in Sunset Grove.

NEXT MEETING DATE AND AGENDA ITEMS

Following discussion, the Board concurred to hold its next meeting on September 15, 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

ATTACHMENTS TO MINUTES

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