

HARRIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 122

Minutes of Meeting of Board of Directors

August 26, 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 August 26, 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 R. Marshall, Vice President
James H. Ragan, Jr., Secretary
Sheila Butler, Assistant Secretary
Jerome Powell, Assistant Secretary

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

Also present were Avni Patel of Forvis Mazars, LLP ("Forvis"); Yaneth Cooper of Municipal Accounts & Consulting, L.P. ("MAC"); Patty Rodriguez and Melissa Melo of Bob Leared Interests, Inc. ("BLI"); Connie Ehntholt 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 special meetings held on March 31, 2026 and April 14, 2026. After discussion, Director Marshall moved that the minutes of the Board's special meetings held March 31, 2026 and April 14, 2026, be approved, as written. Director Butler seconded the motion, which unanimously carried.

The Board next considered the review and approval of the minutes of its regular meetings held on June 24, 2026 and July 22, 2026. After discussion, Director Powell moved that the minutes of the Board's regular meetings held June 24, 2026 and July 22, 2026, be approved, as written. Director Ragan seconded the motion, which carried by a vote of four (4) in favor, none opposed, and with Director Marshall abstaining.

TAX ASSESSOR/COLLECTOR'S REPORT

Ms. Rodriguez presented to and reviewed with the Board the Tax Assessor/Collector's Report for the period ending July 31, 2026, a copy of which is attached hereto as **Exhibit A**, including the disbursements presented for payment from the Tax Account. Ms. Rodriguez advised the Board that Harris Central Appraisal District intends to certify the 2026 tax rolls by the end of this month, and that she will send the information to John Howell of The GMS Group, L.L.C, the District's Financial Advisor, once received. Mr. Rubinsky advised that Mr. Howell will attend the next meeting to present the 2026 tax rate recommendation. 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 Reese seconded said motion, which unanimously carried.

AMENDED AND RESTATED AGREEMENT FOR SERVICES OF TAX ASSESSOR COLLECTOR WITH BLICO, INC. DBA BOB LEARED INTERESTS ("BLICO")

The Board next considered approving an Amended and Restated Agreement for Services of Tax Assessor and Collector with BLICO, a copy of which is attached hereto as **Exhibit B** (the "Agreement"). In this regard, Ms. Rodriguez presented to and reviewed with the Board the terms and conditions of the Agreement, including the new pricing structure set forth therein, which includes a ten percent (10%) increase in the monthly base fee. After discussion, Director Butler moved to approve the Agreement and authorize SPH to accept and acknowledge the related TEC Form 1295 on behalf of the District. Director Reese seconded the 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 August 26, 2026, a copy of which is attached hereto as **Exhibit C**. Director Ragan noted some discrepancies between Perdue's Report and BLI's Report related to the delinquent 2025 tax accounts for the properties located at 16410 Fondren Grove Drive and 16207 Carson Circle. Ms. Rodriguez advised she would look into Director Ragan's questions. Following discussion, the Board concurred that no action was required of the Board at this time.

BOOKKEEPER'S REPORT

Ms. Cooper next presented to and reviewed with the Board the Bookkeeper's Report dated August 26, 2026, a copy of which is attached hereto as **Exhibit D**. After discussion, Director Marshall moved to approve the Bookkeeper's Report and that the disbursements listed therein be approved for payment. Director Reese seconded said motion, which unanimously carried.

ADOPTION OF OPERATING BUDGET FOR FISCAL YEAR ENDING AUGUST 31, 2026

Ms. Cooper presented to and reviewed with the Board a proposed operating budget for the District's fiscal year ending August 31, 2027, a copy of which is attached to the Bookkeeper's Report, and discussed same with the Board. After discussion, Director Butler moved that the operating budget for the District's fiscal year ending August 31, 2027, be adopted by the Board and District, as presented. Director Powell seconded the motion, which unanimously carried.

ENGAGEMENT OF AUDITOR

The Board next considered the engagement of an auditor to prepare the District's audit report for the fiscal year ending August 31, 2026. In connection therewith, Ms. Patel presented to and reviewed with the Board a proposal prepared by Forvis, a copy of which is attached hereto as **Exhibit E**. Ms. Patel advised that Forvis's base fee for conducting the audit and preparation of said audit report is \$22,900, plus an administrative fee of \$1,300 to cover out of pocket costs. She further advised that fees for review of a preliminary official statement, official statement, and the agreement to the reproduction of Forvis's audit opinion in the official statement for any new bond sales during the period will be in the range of \$2,500 to \$3,000. Ms. Patel reported that Forvis has filed the required Texas Ethics Commission ("TEC") Form 1295 with the TEC and has provided the District with an original of said form. After discussion on the matter, Director Marshall moved that (i) Forvis be engaged to conduct the audit of the District's financial statements and prepare the District's audit report for fiscal year ending August 31, 2026, in accordance with the terms presented, (ii) the District accept Forvis's TEC Form 1295 relative to the preparation of such audit, and (iii) SPH be authorized to acknowledge the District's receipt of same with the TEC. Director Reese seconded the motion, which unanimously carried.

Ms. Patel exited the meeting at this time.

DISCUSSION OF PAYROLL PROCESSING SERVICES THROUGH HR&P

The Board next considered direct deposit services for director's fees of office and expense reimbursement payments through HR&P, Inc. ("HR&P"), a third party payroll provider. In connection therewith, Ms. Cooper presented to and reviewed with the Board a side-by-side cost comparison of the estimated costs of using HR&P's services versus the current services provided by MA&C, a copy of which is attached hereto as **Exhibit F**. Director Ragan requested that MA&C provide a summary of HR&P's security protocol to ensure they have a security system in place comparable to major banks. Ms. Cooper said she would request the information from HR&P. Following discussion, the Board concurred to defer consideration of the matter and any actions in connection with same until next month's meeting.

OPERATIONS AND MAINTENANCE REPORT

Ms. Ehntholt presented to and reviewed with the Board the Operations and Maintenance Report for the month of July 2026, a copy of which is attached hereto as **Exhibit G**, and discussed with the Board the various matters contained therein. Ms. Ehntholt then presented to and reviewed with the Board the list of delinquent accounts for the prior month. Ms. Ehntholt advised the Board that following the installation of the new starter for Blower Motor No. 3, Inframark determined that it is necessary to entirely replace Blower Motor No. 3 at a cost of \$10,630.00 plus markup.

After discussion, it was moved by Director Reese that the Board approve the replacement of Blower Motor No. 3 at the cost of \$10,630.00 plus markup. Director Butler seconded said motion, which unanimously carried.

PROPOSAL(S) FOR MASS MESSAGING SERVICES FOR THE DISTRICT

The Board next considered the proposals from TechRadium, Inc. and OFF CINCO in connection with mass messaging services for the District that were presented to the Board at the June meeting. Following discussion, the Board requested that Inframark request an agreement for mass messaging services from OFF CINCO for the Board's consideration at the next meeting.

ENGINEERING REPORT

Mr. Lay presented to and reviewed with the Board a written Engineering Report dated July 22, 2026, a copy of which is attached hereto as **Exhibit H**, and discussed with the Board the various matters contained therein.

Mr. Lay advised that, as previously authorized by the Board, Quiddity solicited bids for the 2026 Sanitary Sewer Rehabilitation Project (the "Project"). Mr. Lay presented the Bid Tabulation Summary and Quiddity's Recommendation of Award, a copy of which is attached to **Exhibit H**. He then advised that Quiddity solicited bids for the Project and had received one (1) bid for the Project. Mr. Lay said that Quiddity has worked contractor who submitted the bid, Amar Contractors, LLC ("Amar"), in the past and that they are an acceptable contractor. Following discussion, the Board concurred not to re-bid the project. Mr. Lay then presented the Bid Tabulation Summary and Quiddity's Recommendation of Award to Amar in the amount of \$249,432.00, which is attached to **Exhibit H**.

Mr. Rubinsky then presented to and reviewed with the Board a draft of a proposed Policy Concerning Removal and Replacement of Private Facilities and Obstructions on Utility Easements, a copy of which is attached to **Exhibit H**, in connection with the Project. Following discussion, the Board deferred consideration of the matter until its next regular meeting.

Mr. Lay next advised that Quiddity has completed the District's application for the renewal of its Texas Pollutant Discharge Elimination System ("TPDES") permit and requested that the Board authorize (i) the President to sign said application on the District's behalf, and (ii) authorize Quiddity to submit same to the Texas Commission on Environmental Quality ("TCEQ") in advance of the November 27, 2026 deadline to submit the application.

In connection with the District's previous discussions concerning traffic safety concerns on Cravens Road, Mr. Lay then presented to and reviewed with the Board a copy of the City of Missouri Traffic Calming Policy and Program, which is attached to **Exhibit H**.

Following discussion, Director Marshall moved that the Board: (i) award the contract for the Project to Amar in the amount of \$249,432.00, as recommended by Quiddity, and (ii) authorize (a) the President to sign the District's application for renewal of the TPDES permit on the District's behalf, and (b) authorize Quiddity to submit same to the TCEQ in advance of the deadline for

same. Director Ragan seconded the motion, which unanimously carried.

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 utility commitment request from TKYL & Associates ("TKYL") on behalf of SV Apex Holdings, LLC ("SV Apex") regarding the proposed development of a carwash project on 5.3669 acres located at 12803 S. Gessner Road. Following discussion, Director Reese moved that the Board approve the Utility Commitment as requested by TKYL on behalf of SV Apex, subject to final review and approval by Mr. Lay, and subject to receipt by the District of the executed Utility Commitment and TEC Form 1295 from SV Apex. Director Butler seconded the motion, which unanimously carried.

CYBERSECURITY AND ARTIFICIAL INTELLIGENCE TRAINING REQUIREMENTS

Mr. Rubinsky reminded the Board that each Director is required to complete cybersecurity training prior to August 31 each year. Mr. Rubinsky advised the Board that all Directors have completed their certified cybersecurity training program for the 2026 compliance year.

ATTORNEY'S REPORT

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

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 hold a special Board of Directors meeting on September 8, 2026, to receive the Financial Advisor's recommendation concerning the proposed 2026 tax rate and to discuss the proposed Wastewater Treatment Plant Replacement Project and the proposed issuance of bonds in connection therewith.

ADJOURNMENT

There being no further business to come before the Board, upon motion made by Director

Reese, seconded by Director Marshall, and unanimously carried, the meeting was adjourned.

(SEAL)

Secretary

DRAFT

List of Attachments to
Harris County Municipal Utility District No. 122
Minutes of Meeting of August 26, 2026

- Exhibit A Tax Assessor-Collector's Report
- Exhibit B Amended and Restated Agreement with Tax Assessor-Collector (BLICO)
- Exhibit C Delinquent Tax Collections Attorney's Report
- Exhibit D Bookkeeper's Report; Operating Budget FYE 8/31/27
- Exhibit E Proposed Engagement Letter from Forvis for Audit for FYE 8/31/26
- Exhibit F Cost Comparison of Payroll Processing Services
- Exhibit G Operations and Maintenance Report
- Exhibit H Engineer's Report