MINUTES OF MEETING OF THE
NORTH HARRIS COUNTY REGIONAL WATER AUTHORITY

October 5, 2026

The Board of Directors (the "Board") of the North Harris County Regional Water Authority (the "Authority") met in public session, at 6:00 p.m. at the Authority's office located at 3648 Cypress Creek Parkway, Suite 110, Houston, Texas, a public meeting place within the boundaries of the Authority; whereupon, the roll was called of the duly constituted officers and members of the Board, to-wit:

Mark Ramsey	President
Melissa Rowell	Vice President
Kelly P. Fessler	Secretary
David Barker	Treasurer
Ron Graham	Assistant Secretary

All members of the Board were present, thus constituting a quorum. Also attending the meeting were: Mr. Jun Chang, P.E., BC.WRE, General Manager for the Authority; Mr. Mark Evans, Director of Planning and Governmental Affairs for the Authority; Ms. Cynthia Plunkett, Finance Director for the Authority; Ms. Amber Batson, P.E. of Carollo Engineers, Inc., Program Manager for the Authority; Mr. Raj Singh, P.E., Engineering Manager for the Authority; Ms. Kassandra Medina, Administrative Assistant for the Authority; Mr. Andrew P. Johnson III, Attorney, of Johnson Petrov LLP, General Counsel for the Authority; Ms. Teresa Menacho, paralegal of Johnson Petrov LLP; and other members of the public and consultants to the Authority. Copies of the public sign-in sheets are attached hereto.

WHEREUPON the meeting was called to order, and evidence was presented that public notice of the meeting had been given in compliance with the law.

CALL TO ORDER

Director Ramsey, the Board President, called the meeting to order and led the attendees in prayer and the Pledges of Allegiance to the United States and Texas flags.

PUBLIC COMMENTS

Mr. Jerry Homan presented comments to the Board.

MESSAGE FROM PRESIDENT AND BOARD MEMBERS

Director Rowell addressed the Board and indicated she was pleased that certain items had been added to the agenda and looked forward to discussing them.

MINUTES FROM SEPTEMBER 14, 2026, REGULAR BOARD MEETING

Director Fessler moved to approve the minutes of the September 14, 2026, regular Board meeting, as revised, and with all Directors present voting in favor, the motion passed.

FINANCE DIRECTOR'S REPORT, INCLUDING MONTHLY FINANCIAL REPORT AND PAYMENT OF BILLS

Mrs. Plunkett reviewed the Authority's Financial Report, including the checks presented for payment. Director Barker moved to approve the Financial Report, and with all Directors present voting in favor, the motion passed.

There was discussion regarding the reduction in Improvement Funds. Mrs. Plunkett explained that the reduction was due to the Authority's need to pay interest on its outstanding debt service.

GENERAL MANAGER'S REPORT

A. Status of Water Supply and Conversion. Ms. Batson presented an update on the Authority's surface water conversion progress for the current permit year, including charts illustrating conversion trends over time. Ms. Batson reported that conversion number for the month of August had come in at 42%, and that 51 million gallons of surface water were delivered for the month of September.

B. Adoption of an Eighteenth Supplemental Resolution Authorizing the Issuance of North Harris County Regional Water Authority Senior Lien Revenue Bonds, Series 2026 (the "Resolution"). Mrs. Plunkett explained that pursuant to the Financing Agreement with the Texas Water Development Board, previously approved by the Authority, the Authority needed to approve and adopt the Resolution. The Board discussed the possibility of using funds from the Improvement Fund and not issuing a long-term debt. Mr. Chang stated that the Authority had received a negative assessment by one of the rating agencies and could not risk getting its credit rating downgraded by further reducing its reserves. Director Fessler moved to approve and adopt the Resolution, and with Directors Fessler, Barker and Rowell voting in favor, and Director Ramsey voting against, and Director Graham abstaining, the motion passed.

C. Authorize General Manager to negotiate and execute an Interlocal Agreement with Fountainhead MUD for modification to the Authority's service water delivery facilities. Ms. Batson explained that most of the Authority's surface water delivery facilities are on the premises within the fences. She stated that the Authority's facilities servicing Fountainhead MUD is offsite and underground, which makes it impractical to maintain and upgrade. Ms. Batson reported that Fountainhead MUD is in the process of rehabilitating their water plant No. 1 and thus creates the opportunity for the Authority to replace their surface water delivery facilities within the fence line in conjunction with Fountainhead MUD's project in a cost-effective way. She explained that the Authority would enter an Interlocal Agreement with Fountainhead MUD to pay its share of the engineering and construction costs for the delivery facilities. Director Fessler moved to authorize Mr. Chang to negotiate and execute an Interlocal Agreement with Fountainhead MUD, and with all Directors present voting in favor, the motion passed.

CONSTRUCTION/ENGINEERING UPDATES

A. Closeout Project 35D. Mr. Singh reported that Project 35D achieved substantial completion on March 25, 2026, and that Persons Services Corporation had fulfilled all contractual closeout requirements. Accordingly, he recommended that the Authority grant final acceptance of the project and authorize the final contract payment in the amount of $897,698.27, subject to the TWDB acceptance and approval of release of funds. Director Rowell moved to authorize final acceptance of the work and to approve the final contract payment in the amount $897,698.27, contingent upon the TWDB acceptance and approval to release the funds, and with all Directors present voting in favor, the motion passed.

CONSULT WITH GENERAL COUNSEL REGARDING LEGAL OPTIONS/ISSUES FOR WATER RATE STRATEGIES

Discussed in Executive Session.

DISCUSSION AND POSSIBLE ACTION REGARDING COSTS, MEASURABLE BENEFITS, RATEPAYER IMPACTS, AND POTENTIAL REGULATORY OR LEGISLATIVE CHANGES RELATED TO HGSD GROUNDWATER-REDUCTION REQUIREMENTS

Discussed in Executive Session.

DISCUSSION AND POSSIBLE ACTION REGARDING PREPARATION, REVIEW, APPROVAL, AND DISTRIBUTION OF A FORMAL NORTH HARRIS COUNTY REGIONAL WATER AUTHORITY RESPONSE TO THE AUGUST 27, 2026, LETTER FROM HARRIS COUNTY FRESH WATER SUPPLY DISTRICT NO. 61 AND RELATED CORRESPONDENCE.

Discussed in Executive Session.

EXECUTIVE SESSION

Director Rowell moved to recess the public session and convene in executive session pursuant to Texas Government Code Section 551.071 to consult with the Authority's General Counsel issues covered by the attorney-client privilege under Texas Disciplinary Rules of Professional Conduct of the State Bar of Texas, and with Directors Rowell, Ramsey, Barker and Graham voting in favor of the motion, and Director Fessler voting against, the motion passed at 6:48 p.m.

At 7:03 p.m., Director Ramsey called the Executive Session to order pursuant to Section 551.071 of the Texas Government Code.

RECONVENED THE PUBLIC SESSION

Director Ramsey moved to reconvene the public session, at 7:55 p.m., and with all Directors present voting in favor, the motion passed.

DISCUSSION AND POSSIBLE ACTION REGARDING COSTS, MEASURABLE BENEFITS, RATEPAYER IMPACTS, AND POTENTIAL REGULATORY OR LEGISLATIVE CHANGES RELATED TO HGSD GROUNDWATER-REDUCTION REQUIREMENTS

Director Barker moved to authorize the Authority's General Counsel to engage an expert to do an economic impact study due to higher water prices, and with Directors Barker, Ramsey, Fessler and Graham voting in favor, and Director Rowell voting against, the motion passed.

DISCUSSION AND POSSIBLE ACTION REGARDING PREPARATION, REVIEW, APPROVAL, AND DISTRIBUTION OF A FORMAL NORTH HARRIS COUNTY REGIONAL WATER AUTHORITY RESPONSE TO THE AUGUST 27, 2026, LETTER FROM HARRIS COUNTY FRESH WATER SUPPLY DISTRICT NO. 61 AND RELATED CORRESPONDENCE.

Director Rowell moved to have the Authority prepare, review, approve, and deliver a formal response to the August 27, 2026, letter from Harris County Fresh Water Supply District No. 61 and related correspondence, and with Director Rowell voting in favor, and Directors Ramsey, Barker, Fessler and Graham voting against, the motion did not pass.

FUTURE AGENDA ITEMS

No additional items.

NEXT REGULAR MEETING

The Board will tentatively hold its next regular Board meeting on November 2, 2026.

ADJOURNMENT

With no additional matters to discuss, Director Ramsey moved to adjourn, and with all Directors present voting in favor, the motion passed. The meeting was adjourned at 8:00 p.m.

PASSED, APPROVED AND ADOPTED on the 2nd day of November, 2026.

Secretary, Board of Directors

(AUTHORITY SEAL)