HARRIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 36,
OF HARRIS COUNTY, TEXAS

Minutes of Meeting of Board of Directors
January 8, 2026

The Board of Directors (the "Board") of Harris County Municipal Utility District No. 36, of Harris County, Texas (the "District"), convened in regular session, open to the public, on January 8, 2026, at 12:00 noon, at 1300 Post Oak Boulevard, Suite 2500, Houston, Texas, and the roll was called of the duly constituted officers and members of the Board, to-wit:

Chris Mayeu, President
Gina Angulo, Vice President
Steve Mathias, Secretary
Rose Mary Bundscho, Assistant Secretary
Mark Carter, Assistant Secretary

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

Also present were Kayla Crigger of Municipal Accounts & Consulting, L.P. ("MAC"); Brittany Keeswood of Assessments of the Southwest, Inc. ("ASW"); Ryan Vaughan and Keith Arrant of Municipal Operations & Consulting, Inc. ("MOC"); Eric Johnson of IDS Engineering Group ("IDS"); Sherri Greenwood of Forvis Mazars, LLP ("Forvis"); and Cole Trolinger and Diamond Gallegos of Schwartz, Page & Harding, L.L.P. ("SPH").

PUBLIC COMMENT

There were no comments received from the public.

MINUTES OF MEETING

The Board considered approval of the minutes of its meeting held on November 13, 2025. After review, Director Angulo moved that the minutes of said meetings be approved, as written. Director Bundscho seconded said motion, which unanimously carried.

APPROVAL OF AUDIT FOR FISCAL YEAR ENDED SEPTEMBER 30, 2025

The Board considered the approval of the District's Audit Report ("Audit") prepared for the District's fiscal year ended September 30, 2025, and the execution of an Annual Filing Affidavit in connection therewith. Ms. Greenwood presented to and reviewed with the Board a draft of the Audit prepared for the fiscal year ended September 30, 2025, a copy of which is attached hereto as **Exhibit A**.

Ms. Greenwood then presented the Board with a draft of the Management Representation Letter, as prepared by Forvis, concerning the Board's internal controls over financial reporting (the "Management Representation Letter"), a copy of which is included in **Exhibit A**. In that regard, Ms. Greenwood advised the Board that the Management Representation Letter is being submitted in connection with the requirements of the Statement on Auditing Standards No. 115, and includes Management's Response to said letter. Ms. Greenwood additionally presented the Board with correspondence prepared by Forvis, which summarizes various information that Forvis is required to communicate to the Board as part of its audit of the District's financial statements. A copy of said correspondence is also included in **Exhibit A.**

Following review and discussion of the materials presented, it was moved by Director Angulo, seconded by Director Bundscho and unanimously carried, that (i) the Audit for the District's fiscal year ended September 30, 2025, be approved, subject to SPH review, (ii) the President be authorized to execute the Annual Filing Affidavit on behalf of the Board and the District, and (iii) the Audit, Management Representation Letter and Annual Filing Affidavit be filed with the appropriate governmental authorities, including the Texas Commission on Environmental Quality, as required.

APPROVAL OF CONTINUING DISCLOSURE REPORT

The Board deferred consideration of the District's continuing disclosure report as there was no report to consider.

BOOKKEEPER'S REPORT

Ms. Crigger presented to and reviewed with the Board a Bookkeeper's Report dated January 8, 2026, including checks presented for payment, a copy of which is attached hereto as **Exhibit B**. Following discussion, it was moved by Director Angulo, seconded by Director Bundscho and unanimously carried, that the Bookkeeper's Report be approved and the disbursements identified therein be approved for payment. Ms. Crigger also notified the Board that she would be the representative from MAC to attend meetings moving forward.

TAX ASSESSOR-COLLECTOR'S REPORT

Ms. Keeswood presented to and reviewed with the Board written Tax Collector's Reports regarding tax collections within the District for the periods of November 1, 2025, through November 30, 2025, and December 1, 2025, through December 31, 2025, copies of which are attached hereto as **Exhibit C**.

Ms. Keeswood then advised the Board that ASW obtained District files and records from Ad Valorem Appraisals, Inc. ("Ad Valorem") and received a check in the amount of $289,441.46 to transfer the remaining District funds from Ad Valorem to the District's new tax account with ASW. Following discussion, Director Angulo moved, seconded by Director Bundscho and unanimously carried, that (i) the Tax Collector's Reports and the disbursements reflected therein be approved, and (ii) to authorize MAC to deposit funds from the District's previous account to the new tax account with ASW.

DELINQUENT TAX COLLECTIONS REPORT

Mr. Trolinger reported that a Delinquent Tax Report was not received this month from Perdue, Brandon, Fielder, Collins & Mott, L.L.P., the District's delinquent tax collections attorneys.

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, attached hereto as **Exhibit D**. Mr. Trolinger 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 1st 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 Angulo, seconded by Director Bundscho and unanimously carried, that the Resolution Authorizing an Additional Penalty on Delinquent Personal Property Taxes be adopted by the Board, and that Perdue, Brandon, Fielder, Collins & Mott, L.L.P. 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.

RESOLUTION CONCERNING EXEMPTIONS FROM TAXATION

Mr. Trolinger 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 Sections 11.13, 11.184 and 11.142 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 Angulo moved that (i) the District grant the residential homestead exemption of 20%, but not less than $5,000 from ad valorem taxes levied by the District during the calendar year 2026, (ii) the District grant an exemption for persons under a disability or sixty-five years of age or older in the amount of $30,000 from ad valorem taxes levied by the District during the calendar year 2026, and (iii) the Resolution attached hereto as **Exhibit E** relative to same be approved and adopted by the Board and District. Director Bundscho seconded said motion, which carried unanimously.

SUBMISSION OF DISTRICT INFORMATION TO TEXAS COMPTROLLER OF PUBLIC ACCOUNTS

Mr. Trolinger next 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. Mr. Trolinger then recommended that, Forvis, the District's auditor, be authorized to prepare and submit the information on behalf of the District prior to the deadline of April 1, 2026. Following discussion, Director Angulo moved, Director Bundscho seconded, and it was unanimously carried that Forvis be authorized to prepare the required information and submit same to the Comptroller for inclusion in the Special Purpose District Public Information Database.

OPERATIONS REPORT

Mr. Vaughan presented to and reviewed with the Board written Operations Reports for the months of October and November 2025, copies of which are attached hereto as **Exhibit F**. He reported that the District's water accountability for the applicable periods was 97% for October and 93% for November. Mr. Vaughan then requested the Board authorize MOC to write off two (2) accounts in the total amount of $264.51 as uncollectable. After discussion, Director Angulo moved that MOC be authorized to write off two (2) accounts totaling $264.51, as described in the Operations Report. Director Bundscho seconded the motion, which carried unanimously.

Mr. Vaughan then advised the Board that the water well performance testing was completed, and all conditions passed inspection. He presented copies of the inspection reports for same, copies of which are attached to the Operations Report.

ENGINEER'S REPORT

The Board next considered the Engineer's Report. In connection therewith, Mr. Johnson presented to and reviewed with the Board a written Engineer's Report dated January 8, 2026, concerning engineering projects within the District, a copy of which is attached hereto as **Exhibit G**. He noted there were no action items on the report requiring action by the Board at this time.

Mr. Trolinger then advised the Board of a request received from an appraiser hired by the City of Houston to perform a real estate appraisal on the Southwest Corner of East Richey Road and Imperial Valley Drive in relation to the surface water supply line connection. In connection with the provision of surface water, the Board also discussed current and future costs for same with the City of Houston. After discussion, Director Angulo moved to authorize MOC to complete a water rate analysis to consider the costs of the provision of surface water. Director Bundscho seconded the motion, which carried unanimously.

REPORT ON THE DISTRICT'S GENERATOR

The Board next considered the District's participation in the demand response portion of the Acclaim Energy/PowerSecure GenMax Program (the "GenMax Program"). Mr. Mayeu notified the Board that he met with John Elder regarding the pending reimbursements to the District from the GenMax Program. He also discussed the proposed updates to the Contract for Operation and Maintenance of IDG System between the District and PowerSecure Inc. ("PowerSecure Agreement") regarding an increase in escalation fees and an annual increase that has not been collected since the start of the GexMax Program. Following discussion, the Board concurred to (i) request a ledger listing what was paid to PowerSecure by the District, and (ii) authorize SPH to review the current PowerSecure Agreement and fee structure therein.

DEVELOPER REPORT

The Board deferred discussion of the Developer Report, as no developer was present at the meeting.

RENEWAL OF INSURANCE COVERAGES

Mr. Trolinger 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. ("AJG"). Mr. Trolinger further advised the Board that other insurance companies provide such policies to water districts and then inquired as to 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 Angulo moved that SPH be authorized to obtain a renewal proposal from the District's current insurance broker, AJG, for the Board's consideration at next month's Board meeting. Director Bundscho seconded the motion, which carried unanimously.

MATTERS RELATED TO 2026 DIRECTORS ELECTION

Mr. Trolinger reported on issues related to the District's Directors Election (the "Election") to be held on May 2, 2026. Mr. Trolinger 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 further discussed the challenges of administrating an independent election.

ACCESSIBLE VOTING SYSTEM

Mr. Trolinger noted that Section 49.111, Texas Water Code, provides an exemption from the requirement to provide certain electronic voting systems at the Election 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. Trolinger 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 Angulo, seconded by Director Bundscho and unanimously carried that SPH be authorized to provide notice of the District’s intent not to provide electronic voting systems for said Election by publication in a newspaper of general circulation in an area that includes the District.

ATTORNEY'S REPORT

The Board considered the attorney's report. In connection therewith, Mr. Trolinger also advised the Board of a notice received from the Harris Central Appraisal District ("HCAD") regarding the Appraisal District Director Taxing Units' Vote Tabulation, a copy of which is attached hereto as **Exhibit H**. The Board took no action regarding same.

SUPPLEMENTAL AGENDA

The Board considered calling the Election in accordance with the requirements of the Texas Water Code. In connection therewith, Mr. Trolinger presented the Order Calling Directors Election (the "Order") attached hereto as **Exhibit I** calling the Election to be held on May 2, 2026. It was noted that the terms of office of Directors Angulo and Bundscho expire in May of this year. In reviewing the Order with the Board, Mr. Trolinger 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 Election, and that the Order named Diamond Gallegos as such agent (the "Election Agent"). Mr. Trolinger further advised the Board that notice of the Election must be given in accordance with the requirements of the Texas Election Code. Mr. Trolinger advised the Board that notice of the Election 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 election, but not more than thirty (30) days before the election; (ii) posting the notice at a public place in each election precinct that overlaps the District at least twenty-one (21) days before the election; or (iii) mailing the notice to each registered voter in the District at least ten (10) days before the election. He further advised that, in addition to the above, notice must be posted on the District's website at least twenty-one (21) days before the election. Following discussion of the options, the Board concurred that notice of the Election be given by posting same at a public place in each election precinct that overlaps the District and on the District's website. After discussion on the matter, Director Mathias moved that said Order be passed and adopted, that the President and Secretary be authorized to execute the Order, and that the Election Agent be authorized and directed to make necessary arrangements for the Election in accordance with the Order. Director Carter seconded said motion, which unanimously carried. Mr. Trolinger 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 Election in accordance with the Texas Election Code.

CLOSED SESSION

The Board determined that it was not necessary to enter into Closed Session.

FUTURE AGENDA ITEMS

The Board next considered items for placement on future agendas and scheduling of future meetings. Except as may be reflected above, there were no additional agenda items requested other than routine, and ongoing matters.

ADJOURNMENT

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

(SEAL)

HARRIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 36 OF HARRIS COUNTY, TEXAS

Secretary,
Board of Directors

HARRIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 36,
OF HARRIS COUNTY, TEXAS

January 8, 2026

LIST OF ATTACHMENTS

Exhibit A	Draft Audit Report for Fiscal Year Ended September 30, 2025; Management Representation Letter and Board Correspondence prepared by Forvis
Exhibit B	Bookkeeper's Report
Exhibit C	Tax Assessor-Collector Reports
Exhibit D	Resolution Authorizing an Additional Penalty on Delinquent Personal Property Taxes
Exhibit E	Resolution Concerning Exemptions from Taxation
Exhibit F	Operations Reports
Exhibit G	Engineer's Report
Exhibit H	Letter Correspondence from HCAD
Exhibit I	Order Calling Directors Election