

The regular monthly meeting of the Board of Director of Harris County Water Control and Improvement District No. 1 was held in the conference room at 125 San Jacinto Street, Highlands, Texas August 12, 2025. The meeting was called to order by President Mullins at 6:00 P.M. In attendance were Directors Mullins, Wright, Little, and Boudreaux. Also in attendance were Mr. Mark Taylor, General Manager, Mr. Mike Young, Supervisor, Mrs. Dawn Muth, Tax Assessor, Mr. Daniel David, Attorney, and Mr. Joseph Ellis, Auditor.

The minutes for the month of July were presented. A motion was made by Director Wright to approve the minutes. The motion was seconded by Director Boudreaux. The motion was approved 4-0.

Discuss and approve Tax Collection Report. A brief discussion was held. A motion was made by Director Little to accept the report as presented. The motion was seconded by Director Boudreaux. The motion was approved 4-0.

The accounts payable were presented for the month of July. A motion was made by Director Wright to approve the reports as presented. The motion was seconded by Director Boudreaux. The motion was approved 4-0.

The 2025 Tax Rate will be proposed at the September meeting: See Estimated Taxable Value. Information Only. No action taken.

Citizens before the Board. None presented.

Discuss and/or approve any necessary actions for the following items:

- A. Water line replacement Phase 2: Information only, no action taken.
- B. Hollis Family Tract Owned by High Catch, LLC -515 Multi-family mobile home development. Developers updated timelines showing activity/start dates and estimated duration. Developer status on submitting revised plat to LJA. Information Only, no action taken.

Public Management: Update on FEMA funding for the WWTP Project. No action taken.

Discuss 3-year Depository Agreement Woodforest bank expiring on December 22, 2026. Information only. No action taken.

Discuss and approve change order #3, #4 and pay estimate #3 for the 40' X 60' Lab/Shop at the WWTP. A motion was made by Director Wright to approve said change orders. The motion was seconded by Director Boudreaux. The motion was approved 4-0.

Discuss and Approve updating the match on employee's deposits to TCDRS 250%. A motion was made by President Mullins to keep at 200% for time being. The motion was seconded by Director Boudreaux. The motion was approved 4-0.

Discuss and approve the proposal from McCall Gibson Swedlund Barfoot PLLC, CPA for the 2024-25-year end audit. A motion was made by President Mullins to approve said proposal. The motion was seconded by Director Little. The motion was approved 4-0.

Discuss and adopt a resolution concerning district characterization for 2025 tax year. A motion was made by Director Wright to stay as Developing District. The motion was seconded by Director Boudreaux. The motion was approved 4-0.

Reminder 2025-26 Budget and Rate Ordinance workshop. The workshop was set for August 19th at 6:00 PM and requesting the meeting be moved to August 26th at 6:00 pm. Information only.

Discuss regulatory assessment fees collected by the TCEQ and the Drinking Water Conference held in Austin sponsored by the TCEQ. Information only. No action taken.

Discuss repair to the Battlebell Well Site: Update. All repairs have been made. A motion was made by President Mullins to get Bac "T" test. The motion was seconded by Director Little. The motion was approved 4-0.

Discuss and approve Financial Statement for July. A motion was made by Director Little to approve the said Financial Statement. The motion was seconded by Director Boudreaux. The motion was approved 4-0.

The General Managers report was presented. Information only, no action taken.

Attorney's Report:

- A. Interlocal Agreement with Harris County for repair to damaged district sanitary sewer line caused by county projects. Update: the agreement was signed and work completed July 30, 2025. Information only.
- B. Letter from the County Engineer regarding Creel Country Estates Drainage Project. Information only. No action taken.

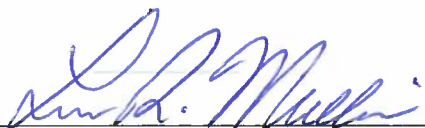
Convene in executive session to discuss personnel matters pursuant to Open Meetings Act Section 551.074 of the Texas Government Code, and/or Section 551.071 of the Texas Government Code for consultation with Attorney for pending or contemplated litigation.

- a. Personnel
- b. Discussion
 - i. Purchase Contract for 127 San Jacinto Street, and the use/disposition of old library building and memorial wall/flagpole.
 - ii. Litigation
 - 1. Discuss DOJ Complaint Letter, Resolution: Update.
 - 2. Discuss Formal Complaint filed on 7-01-2025 with the "PUC" Public Utility Commission, Control Number – 58327. No action taken.

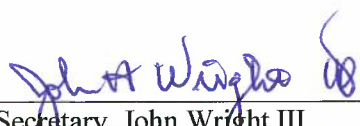
Re-convene in open session and authorize any necessary action concerning personnel matters and /or pending or contemplated litigation.

- a. A motion was made by President Mullins to approve the purchase contract for Chamber of Commerce building at 127 San Jacinto St, Highlands, TX, and the use/disposition of old library building and memorial wall/flagpole. The motion was seconded by Director Wright. The motion was approved 4-0.

A motion was made by Director Little to Adjourn the meeting at 7:30 pm. The motion was seconded by Director Boudreaux. The motion was approved 4-0.



President, Leon R. Mullins



Secretary, John Wright III