

FORT BEND COUNTY MUNICIPAL UTILITY DISTRICT NO. 34,
OF FORT BEND COUNTY, TEXAS

Minutes of Meeting of Board of Directors

March 25, 2025

The Board of Directors ("Board") of Fort Bend County Municipal Utility District No. 34, of Fort Bend County, Texas ("District") met in regular session at 1300 Post Oak Boulevard, Suite 2500, Houston, Texas 77056, on March 25, 2025, 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:

Billy E. Haehnel	President
James Marken	Vice President
Jose Torres	Secretary
Craig A. Hajovsky	Assistant Secretary
Sean Piper	Assistant Secretary

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

Also present were: Taylor Watson of Municipal Accounts & Consulting, L.P. ("MAC"); Kristen Scott of Bob Leared Interests ("BLI"); Kim Cosco of Champions Hydro-Lawn, Inc. ("Champions"); Dee Russell of Touchstone District Services, LLC ("Touchstone"); Keith Arrant of Municipal Operations & Consulting, Inc. ("MOC"); Jeff Safe of BGE, Inc. ("BGE"); Christie Leighton of Best Trash, LLC ("Best Trash"); and Kate Henderson, Melanie Walsh and Kate Gribble 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.

COMMENTS FROM THE PUBLIC

The Board began by opening the meeting for public comments. No comments from the public were presented.

APPROVE MINUTES

The Board considered approval of the minutes of its meeting held on February 25, 2025. After discussion, Director Torres moved that the minutes for said meetings be approved, as written. Director Piper seconded said motion, which unanimously carried.

BOOKKEEPER'S REPORT

The Board next considered the Bookkeeper's Report. In connection therewith, Mr. Watson presented to and reviewed with the Board the Bookkeeper's Report dated March 25, 2025, a copy of which is attached hereto as **Exhibit A**. After discussion, Director Hajovsky moved that the Bookkeeper's Report be approved and that the disbursements identified therein be approved for payment. Director Marken seconded said motion, which carried unanimously. The Board then

instructed MAC to hold check no. 11162 from the general operating fund, check no. 4329 from the Joint Wastewater Treatment Plant fund, and check no. 4297 from the Joint Water Plant fund, each payable to Arthur J. Gallagher & Co. ("Gallagher") pending review of the insurance renewal proposals later in the meeting.

STATUS OF DISCLOSURE REPORT

Ms. Henderson advised the Board that the annual continuing disclosure report was filed by McCall, Parkhurst & Horton, L.L.P., the District's disclosure counsel, on March 21, 2025, prior to the deadline.

TAX ASSESSOR-COLLECTOR'S REPORT

Ms. Scott next presented to and reviewed with the Board the Tax Assessor-Collector's Report prepared by BLI dated February 28, 2025, a copy of which is attached hereto as **Exhibit B**. After discussion, Director Marken moved that the Tax Assessor-Collector Reports be approved and the disbursements identified therein be approved for payment. Director Piper seconded said motion, which unanimously carried.

UNCLAIMED PROPERTY REPORT

The Board considered authorizing the preparation of Unclaimed Property Reports as of March 1, 2025. After discussion on the matter, Director Hajovsky moved that the District's consultants be authorized to research the District's accounts to determine whether the District has unclaimed property, and, if such Unclaimed Property Reports are necessary, the District's Bookkeeper and Tax Assessor-Collector be authorized to prepare such report(s) for the Board's approval. Director Piper seconded said motion, which unanimously carried.

DELINQUENT TAX REPORT

Ms. Henderson reported that there was no Delinquent Tax Report this month from Perdue, Brandon, Fielder, Collins & Mott, L.L.P., the District's delinquent tax collections attorneys. She stated that the next quarterly report will be provided in April.

OPERATIONS AND MAINTENANCE REPORT

Mr. Arrant presented to and reviewed with the Board the Monthly Operations Report ("O&M Report"), a copy of which is attached hereto as **Exhibit C**, for February 2025 prepared by MOC. He reported that the District had 101% water accountability for the reporting period. He advised the Board that the repair of the weir located in the northern part of the Long Meadow Park drainage channel is complete. He further reported that the permit for the Splash Pad located at the Family Park was submitted by MOC to Fort Bend County (the "County") and that MOC engaged Sweetwater Pools to maintain the Splash Pad, as required by the County. In connection therewith, Mr. Arrant presented to and reviewed with the Board a proposal for cleaning and pressure washing of the Splash Pad by Sweetwater Pools in the amount of \$700.00.

Mr. Arrant next advised the Board that MOC reviewed the report prepared by Hydro Clear Services detailing the results of the Phase 3 of 5 (Schedule C) of the 5-year annual sanitary sewer

televising program and will bring a summary of necessary repairs and an estimate of costs to the next Board meeting.

After discussion, Director Torres moved that Board approve the proposal from Sweetwater Pools for cleaning and pressure washing the Splash Pad in the amount of \$700. Director Piper seconded the motion, which carried unanimously.

NORTH FORT BEND WATER AUTHORITY ("NFBWA") WATER CONSERVATION PLAN ("WCP") ANNUAL IMPLEMENTATION REPORT

The Board next considered authorizing MOC to prepare and file the Annual Implementation Report regarding the District's WCP with the Texas Water Development Board and NFBWA. After discussion, Director Hajovsky moved that MOC be authorized to prepare the Annual Implementation Report and file same with the Texas Water Development Board and NFBWA prior to the May 1, 2025, deadline. Director Piper seconded said motion, which carried unanimously.

ANNUAL FILINGS OF CRITICAL LOAD STATUS FACILITIES

Ms. Henderson reported that Section 13.1396 of the Texas Water Code, requires that a District must annually submit to each electric distribution utility and each retail electric utility provider a list of its facilities which may qualify for critical load status and various emergency contact information for a determination that the facilities qualify for critical load status. After discussion on the matter, Director Hajovsky moved that MOC be authorized to make such annual filings on behalf of the District. Director Piper seconded the motion, which carried unanimously.

DETENTION AND DRAINAGE FACILITIES REPORT ("D&D REPORT")

Mr. Cosco next presented to and reviewed with the Board drone footage of Little Prong Creek ("LPC") prepared by Champions noting, in particular, specific areas of concern. Ms. Henderson advised the Board that Fort Bend County Municipal Utility District No. 35 ("No. 35") proposed BGE perform a professional drone review to better survey conditions along LPC for an estimated total cost of \$5,000, subject to approval by the District. Following the discussion, Director Piper moved that the Board authorize BGE to obtain professional drone footage survey of LPC. Director Hajovsky seconded said motion, which unanimously carried.

STORMWATER MANAGEMENT PROGRAM ("SWMP")

The Board next considered the status of the District's SWMP. Ms. Henderson noted that there were no updates at this time.

ENGINEER'S REPORT

Ms. Henderson presented to and reviewed with the Board a written Engineer's Report dated March 25, 2025, a copy of which is attached hereto as **Exhibit D**, relative to the status of various engineering and construction projects within the District, and discussed the matters contained therein. She reported that SPH has advised XAG Group HQ LLC ("XAG") that the Utility Commitment issued to XAG by the District expired on February 1, 2025, and of the outstanding

amount due to the District, and that she had not heard back from XAG regarding the matter. Ms. Henderson noted there was no action being requested by BGE in connection with the report.

STATUS OF COMPLIANCE WITH THE EPA'S NATIONAL PRIMARY DRINKING WATER REGULATIONS FOR PFAS

The Board deferred discussion on the District's compliance with the EPA's final National Primary Drinking Water Regulations for PFAS at this time.

UTILITY COMMITMENT REQUESTS

The Board deferred consideration of requests for Utility Commitments after noting that no new requests were received.

DISTRICT WEBSITE AND MASS NOTIFICATION MESSAGING MATTERS

Ms. Russell next presented to and reviewed with the Board a Monthly Communications Report prepared by Touchstone dated February 25, 2025, a copy of which is attached hereto as **Exhibit E**, regarding the status of the District's website and customer messaging system. After discussion, it was noted that no action by the Board was necessary in connection with the Communications Report at this time.

RECEIVE FORT BEND COUNTY CONSTABLE'S OFFICE, PRECINCT 1 ("FBCCO") ACTIVITY REPORTS

Ms. Henderson presented to the Board Monthly Contract Deputy Reports for the month of February, 2025 from the FBCCO (the "FBCCO Report"), a copy of which is attached hereto as **Exhibit F**. It was noted that no action was required by the Board in connection with the FBCCO Report at this time.

APPROVAL OF AMENDED SERVICES AGREEMENT WITH FLOCK GROUP, INC.; FLOCK SAFETY REPORT

Ms. Henderson next discussed the proposed Master Services Agreement with Flock Group, Inc. ("Flock") relative to the license plate cameras within the District, a copy of which is attached hereto as **Exhibit G**, which will revoke the agreement the District assumed from Hickory Creek Homeowner's Association in connection with same. Following discussion, Director Hajovsky moved that the Master Services Agreement be approved, subject to review by SPH, and that the President be authorized to execute same on behalf of the Board and the District. Director Piper seconded said motion, which unanimously carried.

PROPOSAL FOR RENEWAL OF DISTRICT INSURANCE COVERAGES

The Board next considered the renewal of the District's various insurance coverages expire on March 31, 2025. Ms. Henderson advised the Board that McDonald & Wessendorff Insurance declined to provide the District with a proposal and that the District's current insurance broker, Gallagher, provide the Board with a revised proposal. In that regard, the Board discussed the revised proposal received from Gallagher, a copy of which is attached hereto as **Exhibit H**. After discussion, Director Marken moved that the proposal from Gallagher be accepted, and that the

President be authorized to execute the accepted proposal on behalf of the Board and the District. Director Piper seconded the motion, which carried unanimously.

ATTORNEY'S REPORT

The Board considered the Attorney's Report. In that regard, Ms. Henderson reported on her communications with CenterPoint Energy ("CenterPoint") regarding the status of the conversion to LED bulbs and painting of the decorative light poles within the District. She noted that CenterPoint has requested a new Agreement with the District in order to move forward with the conversion to LED bulbs and painting. Following discussion, Director Marken moved that the Board approve a new Agreement with CenterPoint, subject to review by SPH. Director Piper seconded said motion, which carried unanimously.

With regard to the annual Consumer Price Index ("CPI") adjustment for garbage collection and recycling collection services for the District, Ms. Leighton discussed with the Board correspondence from Best Trash dated March 12, 2025, a copy of which is attached hereto as **Exhibit I**, providing notice of a 4.16% increase to the rate charged for monthly solid waste collection and disposal and recycling services from \$24.18 to \$25.19, effective June 1, 2025, based on an increase in the CPI-U Garbage and Trash Index for the most current twelve-month reporting period, in accordance with the terms of the Residential Solid Waste Collection, Disposal and Recycling Agreement by and between the District and Best Trash (the "Best Trash Agreement"). In that regard, Ms. Henderson noted that the District may need to amend its Rate Order to address the CPI increase. After discussion on the matter, the Board concurred that an amendment of the District's Rate Order with respect to the monthly residential sanitary sewer service rate was not necessary at this time and the District would absorb the fee increase.

Ms. Henderson next discussed the status of the Interim Arbitrage Rebate Report for the District's Series 2021 Unlimited Tax Bonds prepared by Arbitrage Compliance Specialists, Inc. ("ACS"), for the calculation period October 28, 2021 to October 28, 2024. In connection therewith, she informed the Board that ACS has completed said Report, a copy of which is attached hereto as **Exhibit J**, and noted that the Report indicates that no arbitrage rebate payments are due to the United States Treasury, Internal Revenue Service for the Series 2021 Unlimited Tax Bond Issue for the Interim reporting period.

CLOSED SESSION

The Board determined that it would not be necessary to meet in Closed Session at this time.

FUTURE AGENDA ITEMS

The Board considered items to be placed on future agendas. Director Haehnel requested that the Board consider a purchase order system relative to the ongoing District projects, specifically engineering projects, in the District. No other specific agenda items other than routine and ongoing matters, or those discussed above, were requested.

ADJOURNMENT OF MEETING

There being no further business to come before the Board, Director Piper moved that the meeting be adjourned. Director Hajovsky seconded said motion, which unanimously carried.

(SEAL)




Secretary, Board of Directors

TABLE OF EXHIBITS

March 25, 2025

Exhibit A:	Bookkeeper's Report
Exhibit B:	Tax Assessor-Collector Reports
Exhibit C:	Monthly Operations Report
Exhibit D:	Engineer's Report
Exhibit E:	Communications Report
Exhibit F:	FBCCO Report
Exhibit G:	Master Services Agreement with Flock Group Inc.
Exhibit H:	Insurance Proposal from Arthur J. Gallagher & Co. for the 2025-2026 Term
Exhibit I:	Best Trash – Correspondence regarding annual CPI adjustment and request for additional increase
Exhibit J:	Series 2021 Unlimited Tax Bonds Arbitrage Rebate Calculations for the Interim Period October 28, 2021 to October 28, 2024