

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

Minutes of Meeting of Board of Directors

January 27, 2026

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 January 27, 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:

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, except Director Torres, thus constituting a quorum.

Also present were: Taylor Watson of Municipal Accounts & Consulting, L.P. ("MAC"); Brenda McLaughlin of Bob Leared Interests ("BLI"); Keith Arrant of Municipal Operations & Consulting, Inc. ("MOC"); Jeff Safe of BGE, Inc. ("BGE"); Kim Cosco of Champions Hydro-Lawn, Inc. ("Champions"); Brandon West of Touchstone District Services, LLC ("Touchstone"); Justin Klump of Storm Water Solutions, LLC ("SWS"); Sherri Greenwood of Forvis Mazars, LLP ("Forvis"); and Kate Henderson and Kate Gribble of Schwartz, Page & Harding, L.L.P. ("SPH"). Mr. Safe entered the meeting after it had been called to order, as noted herein.

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 December 4, 2025. After discussion, Director Marken moved that the minutes for said meetings be approved, as written. Director Piper seconded said motion, which unanimously carried.

AUDIT REPORT FOR FISCAL YEAR ENDED SEPTEMBER 30, 2025

The Board next reviewed and considered approval of the District's audit report for the fiscal year ended September 30, 2025. In connection therewith, Ms. Greenwood presented to and reviewed in detail with the Board a draft of the audit report prepared by Forvis, together with a draft Management Letter concerning the Board's internal controls over financial reporting and draft

management's response to same, copies of which are attached hereto as **Exhibit A**. Ms. Greenwood advised the Board that the Management Letter is being submitted in connection with the requirements of Statement on Auditing Standards No. 115. After discussion, it was moved by Director Hajovsky, seconded by Director Piper and unanimously carried, that (i) the audit report for the fiscal year ended September 30, 2025, be approved, subject to final review and comments by the District's consultants, (ii) the draft management response be approved, as presented, and that same be included in the final Management Letter, (iii) the President be authorized to execute the Annual Filing Affidavit on behalf of the Board and the District, and (iv) such audit report and Annual Filing Affidavit be filed with the appropriate governmental authorities, including the Texas Commission on Environmental Quality ("TCEQ").

Mr. Safe entered the meeting during the above discussion.

CONTINUING DISCLOSURE REPORT DUE MARCH 31, 2026

The Board next considered authorizing the preparation of the District's annual Continuing Disclosure Report due March 31, 2026. Ms. Henderson advised the Board that, once the District's Audit Report for the fiscal year ended September 30, 2025, has been finalized, the District's Continuing Disclosure Counsel, McCall, Parkhurst & Horton L.L.P. ("McCall Parkhurst"), will prepare and file the annual Continuing Disclosure Report with the appropriate repositories prior to the due date of March 31, 2026. After discussion on the matter, it was moved by Director Marken, seconded by Director Piper and unanimously carried, that McCall Parkhurst be authorized to prepare the District's annual Continuing Disclosure Report for the fiscal year ended September 30, 2025, and file same with the appropriate repositories prior to the due date of March 31, 2026.

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 January 27, 2026, a copy of which is attached hereto as **Exhibit B**. After discussion, Director Marken moved that the Bookkeeper's Report be approved and that the disbursements identified therein be approved for payment, except for check no. 11436, which was voided. Director Hajovsky seconded said motion, which carried unanimously.

TAX ASSESSOR-COLLECTOR'S REPORT

Ms. McLaughlin next presented to and reviewed with the Board the Tax Assessor-Collector's Report prepared by BLI dated December 31, 2025, a copy of which is attached hereto as **Exhibit C**. After discussion, Director Hajovsky moved that the Tax Assessor-Collector Report be approved and the disbursements identified therein be approved for payment. Director Piper seconded said motion, which unanimously carried.

RESOLUTION CONCERNING EXEMPTIONS FROM TAXATION

Ms. Henderson 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. She 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, the Board concurred to defer adoption of a Resolution Concerning Exemptions from Taxation at this time.

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**. Ms. Henderson 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 Piper, seconded by Director Marken 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, and Mott, L.L.P. ("Perdue") 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.

DELINQUENT TAX REPORT

Ms. Henderson presented to and reviewed with the Board a Delinquent Tax Report dated January 27, 2026, prepared by Perdue, the District's delinquent tax collections attorneys, a copy of which is attached hereto as **Exhibit E**. The Board noted that there were no action items contained in the report.

BUSINESS LIST UPDATE FOR STRATEGIC PARTNERSHIP AGREEMENT ("SPA") WITH CITY OF HOUSTON ("COH")

Ms. Henderson next discussed with the Board the annual update of a list of businesses in the District in compliance with the District's SPA with the COH. She advised the Board that BLI is in the process of updating the list of businesses located within the District's SPA boundaries and, upon completion, will submit same to the COH prior to the January 31, 2026, deadline for same.

OPERATIONS AND MAINTENANCE REPORT

Mr. Arrant presented to and reviewed with the Board the Monthly Operations Reports ("O&M Reports"), copies of which are attached hereto as **Exhibit F**, for November 2025 and

December 2025 prepared by MOC. He reported that the District had 93% water accountability for the reporting period. He then presented one (1) delinquent account in the amount of \$20.30 to be moved to collections.

Mr. Arrant next updated the Board regarding the District's smart meter located on Gaston Road and advised that the meter has not had power due to the location of the meter's solar power panel. He advised that MOC is working with Accurate Utility Supply, LLC to move the meter to a more suitable location for power.

Mr. Arrant next updated the Board that the survey for Phase 4 of the District's five year annual sanitary sewer televising program is under review by MOC and BGE and would be provided at next month's meeting along with the results of the manhole inspection in connection with the project.

The Board concurred to authorize MOC to obtain a quote for replacement of the plug valve. After discussion, it was moved by Director Hajovsky, seconded by Director Piper, and unanimously carried, that MOC be authorized to move one (1) account in the amount of \$20.30 to collections, as reflected in the O&M Reports and recommended by MOC.

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

Mr. Cosco next presented to and reviewed with the Board a D&D Report dated January 27, 2026, prepared by Champions, for Little Prong Creek ("LPC") and corresponding photographs, a copy of which is attached hereto as **Exhibit G**. He advised the Board that the District's overflow swale behind a resident's property is retaining water, as depicted on page 3 and 4 of the D&D Report. Following discussion, the Board concurred for Champions to fill in the overflow swale with dirt. Mr. Cosco discussed cleaning out the District's overflow swale, as depicted on page 15 of the D&D Report. Following discussion, it was moved by Director Piper, seconded by Director Hajovsky, and unanimously carried, that Champions be authorized to clear such overflow swale on a time and materials basis in an amount not to exceed \$2,500.

STORMWATER MANAGEMENT PROGRAM ("SWMP")

The Board next considered the status of the District's SWMP. Mr. Klump presented to and reviewed with the Board a utility bill insert regarding stormwater runoff and prevention of stormwater pollution, attached hereto as **Exhibit H**, which is to be included in upcoming water bills to District customers. Mr. Klump then presented to and reviewed with the Board the Year 1 Annual Report relative to the District's SWMP (the "Annual Report"), a copy of which is included with **Exhibit H**. Following discussion, Director Marken moved that the Board (i) approve the Annual Report and the Board President be authorized to execute the Annual Report on behalf of the Board and District, and (ii) the utility bill insert prepared by SWS be approved and distributed to District residents in upcoming water bills and on the District's website. Director Piper seconded said motion, which unanimously carried.

Mr. Klump next presented to and reviewed with the Board a summary of the SWMP Year 1 Goals and Training (the "Training Summary"), a copy of which is included with **Exhibit H**, and

began his first training session (of two required sessions each year) with the Board and other District consultants. Mr. Klump then explained the importance of keeping household hazardous waste, pet waste, and yard waste out of the storm sewers, to prevent adding to bacterial impairment. He then continued with the training, thoroughly explaining the source of bacteria and outlining the program elements of the SWMP that deal with these sources.

ENGINEER'S REPORT

Mr. Safe presented to and reviewed with the Board a written Engineer's Report dated January 27, 2026, a copy of which is attached hereto as **Exhibit I**, relative to the status of various engineering and construction projects within the District, and discussed the matters contained therein. He noted there was no action required by the Board 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 additional requests were received.

DISTRICT WEBSITE AND MASS NOTIFICATION MESSAGING MATTERS

Mr. West next presented to and reviewed with the Board a Monthly Communications Report prepared by Touchstone dated January 27, 2026, a copy of which is attached hereto as **Exhibit J**, 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 REPORT AND FLOCK GROUP, INC. SAFETY REPORT

Ms. Henderson presented to the Board a monthly Contract Deputy Report for the month of December, 2025 from the FBCCO (the "FBCCO Report"), a copy of which is attached hereto as **Exhibit K**. It was noted that no action was required by the Board in connection with the FBCCO Report at this time. Ms. Henderson next advised the Board a Flock Safety Report was not received.

FIFTH (5TH) YEAR ARBITRAGE REBATE CALCULATIONS FOR THE DISTRICT'S SERIES 2020 UNLIMITED TAX REFUNDING BONDS

Ms. Henderson next presented to and reviewed with the Board the Fifth (5th) Year Arbitrage Rebate Calculations Report for the District's Series 2020 Unlimited Tax Refunding Bonds (the "Bonds") prepared by Arbitrage Compliance Specialists, Inc. ("ACS"), dated January 5, 2026, for

the calculation period November 10, 2020, to November 10, 2025, a copy of which is attached hereto as **Exhibit L**. In connection therewith, she informed the Board that ACS has completed said Report and noted that no arbitrage rebate payments are due to the United States Treasury, Internal Revenue Services for the Bonds for the reporting period.

SUBMISSION OF DISTRICT INFORMATION TO TEXAS COMPTROLLER OF PUBLIC ACCOUNTS

Ms. Henderson 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. Ms. Henderson 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 Piper moved, Director Hajovsky 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.

RENEWAL OF INSURANCE COVERAGES

Ms. Henderson 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. She advised the Board that the District's current insurance broker is Arthur J. Gallagher & Co ("AJG"). Ms. Henderson 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 Marken moved that SPH be authorized to solicit written proposals from AJG and McDonald Wessendorff Insurance, for the Board's consideration at next month's Board meeting. Director Hajovsky seconded the motion, which carried unanimously.

MATTERS RELATED TO MAY 2, 2026 DIRECTORS ELECTION

Ms. Henderson reported on issues related to the District's Directors Election (the "Election") to be held on May 2, 2026. In connection therewith, Ms. Henderson presented to and discussed with the Board a memorandum prepared by SPH, a copy of which is attached hereto as **Exhibit M**, regarding participation in the joint election with Fort Bend County (the "County"). In connection therewith, Ms. Henderson advised that the County will administer the Election if the District participates in the County's joint election. Following discussion, it was moved by Director Piper, seconded by Director Hajovsky and unanimously carried, that SPH be authorized to notify the County of the District's intent to participate in the joint election.

SUPPLEMENTAL AGENDA

The Board next considered calling the Election in accordance with the requirements of the Texas Water Code. In connection therewith, Ms. Henderson presented the Order Calling Directors Election (the "Order") attached hereto as **Exhibit N** calling the Election to be held on May 2, 2026.

It was noted that the terms of office of Directors Marken, Torres, and Hajovsky expire in May of this year. In reviewing the Order with the Board, Ms. Henderson advised that the Order provides for the conduct of the Election by the County, jointly with elections of other political subdivision, using County election officials, voting equipment, and polling locations at a shared expense. She advised that, although the County will conduct the Election, 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 Katlyn Gribble as such agent (the "Election Agent"). Ms. Henderson further advised the Board that notice of the Election must be given in accordance with the requirements of the Texas Election Code. Ms. Henderson 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 County 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. She 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 County election precinct that overlaps the District and on the District's website. After discussion on the matter, Director Hajovsky moved that said Order be passed and adopted, that the President and Assistant 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 Piper seconded said motion, which unanimously carried. Ms. Henderson 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.

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.

Ms. Henderson next presented to and reviewed with the Board a proposal provided by Texas Pride Disposal ("Texas Pride") for garbage and recycling services, a copy of which is attached hereto as **Exhibit O**. Following discussion, the Board concurred to defer consideration of Texas Pride's proposal.

Ms. Henderson then reviewed with the Board correspondence and a Resolution for approval of Fort Bend Central Appraisal District ("FB CAD") Real Estate Acquisition ("Resolution"). She advised that the FB CAD desires to acquire and expand its appraisal office building and is seeking approval from its constituents for said expansion. A copy of said correspondence and Resolution is attached hereto as **Exhibit P**. After discussion, the Board deferred consideration of the Resolution.

Ms. Henderson next presented to and reviewed with the Board correspondence from the North Fort Bend Water Authority ("NFBWA") regarding the 2026 Appointment Process for

Authority Directors and 2025 Water Usage Reporting Form, a copy of which is attached hereto as **Exhibit Q**. She advised the District can nominate a candidate for the NFBWA director terms ending in 2026. Following discussion, the Board deferred a nomination to the NFBWA Board of Directors.

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. 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)




Assistant Secretary, Board of Directors

TABLE OF EXHIBITS

- Exhibit A: Draft Audit Report; draft Management Letter and management's response
- 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: Delinquent Tax Report
- Exhibit F: Monthly Operations Report
- Exhibit G: Detention and Drainage Facilities Report
- Exhibit H: Storm Water Management Plan Goals & Training
- Exhibit I: Engineer's Report
- Exhibit J: Communications Report
- Exhibit K: FBCCO Report
- Exhibit L: Arbitrage Rebate Calculations Report
- Exhibit M: Memorandum regarding Joint Elections with Fort Bend County
- Exhibit N: Order Calling Directors Election
- Exhibit O: Texas Pride Disposal Proposal for Garbage and Recycling Services
- Exhibit P: Correspondence from Fort Bend Central Appraisal District regarding Resolution for Real Estate Acquisition
- Exhibit Q: Correspondence from North Fort Bend Water Authority Regarding 2026 Appointment Process for Authority Directors; 2025 Water Usage Reporting Form