

MINUTES OF SPECIAL MEETING
HARRIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 81
OF HARRIS COUNTY, TEXAS

CINCO REGIONAL SEWAGE TREATMENT PLANT

March 19, 2026

The Board of Directors (the "Board") of Harris County Municipal Utility District No. 81 of Harris County, Texas (the "District"), met in special session, open to the public, at 805 Hidden Canyon Drive, Katy, Texas 77450, inside the boundaries of the District, on the 19th day of March 2026, and the roll was called of the duly constituted members of the Board of Directors, to-wit:

Patrick Cathcart	President
Bruce Cox	Vice President
Michael Olsen	Secretary
George Goff	Treasurer
Donna Brown	Assistant Secretary

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

Also attending the meeting were: Virginia Goff, a member of the public; Kevin Nordhaus of Mason Creek Utility District; Crystal Sampson and Tom Williams of Memorial Municipal Utility District; Tony Garza and Morgan Stagg of Cornerstones Municipal Utility District; Kate Hallaway of BGE, Inc. ("BGE"); Mike Scott of Si Environmental ("SE"); Pam Redden of McLennan & Associates, L.P.; and Teshia Judkins and Kim Cannon of Allen Boone Humphries Robinson LLP ("ABHR").

MINUTES

The Board considered approving the minutes of the February 19, 2026, Regional Sewage Treatment Plant (the "Plant") meeting. After discussion, Director Cox moved to approve the minutes of the February 19, 2026, Plant meeting, as written. Director Olsen seconded the motion, which passed by unanimous vote.

BOOKKEEPER'S REPORT

Ms. Redden presented the bookkeeper's report on the Plant funds. She reviewed the Plant account, the bills to be paid, budget comparison, investment report, and annual energy billing. A copy of the bookkeeper's report is attached.

After discussion, Director Cox moved to approve the bookkeeper's report and payment of the bills. Director Olsen seconded the motion, which carried by unanimous vote.

CINCO PLANT OPERATIONS, DISCHARGE, REPAIRS AND MAINTENANCE

Mr. Scott reviewed a report on operations of the Plant, a copy of which is attached.

Mr. Scott stated there were two ammonia excursions at the Plant. He stated adjustments have been made to correct the issue.

After review and discussion, Director Cox moved to approve the operator's report. Director Olsen seconded the motion, which passed unanimously.

ENGINEER'S REPORT

Ms. Hallaway presented a written engineer's report, a copy of which is attached.

DISCUSS PLANT CAPITAL IMPROVEMENT PLAN ("CIP")

Ms. Hallaway reviewed the CIP, a copy of which is attached to the engineer's report. She also stated that BGE plans in March to begin updating the CIP for the next five-year period. Discussion ensued.

APPROVE PLANS AND SPECIFICATIONS AND AUTHORIZE ADVERTISEMENT FOR BIDS FOR TRUNK LINE MANHOLE REHABILITATION, PHASES 1-3

Ms. Hallaway discussed the trunk line manhole rehabilitation project, Phases 1-3 and stated BGE has submitted the plans to all agencies for review.

REVIEW BIDS AND AWARD CONTRACT FOR PLANT ELECTRICAL IMPROVEMENTS AND GENERATOR REPLACEMENT

Ms. Hallaway stated that the plans for the plant electrical improvements and generator replacement project were submitted to Harris County and Harris County Flood Control District for review. She stated BGE has received administrative comments which are being addressed.

PAY ESTIMATES, CHANGE ORDERS, SUBSTANTIAL COMPLETION AND FINAL ACCEPTANCE FOR TRUNK LINE SANITARY SEWER MANHOLE REHABILITATION, PHASES 5 AND 7, INCLUDING EMERGENCY REPAIRS FOR COLLAPSED LINE

Ms. Hallaway stated T. Gray Utility Co./AIMS ("T. Gray") is the contractor for the trunk line sanitary sewer manhole rehabilitation, phases 5 and 7 project. She stated the project is complete, and BGE is awaiting the final pay estimate. Ms. Hallaway explained the invoices inquired about in a previous meeting by Mr. Garza were for work by BGE administrative personnel to follow up on the status of the pay estimates. She noted BGE's administrative personnel have been instructed to no longer follow up with T. Gray regarding these pay estimates.

REVIEW BIDS AND AWARD CONTRACT FOR REPLACEMENT OF ACCESS ROAD BRIDGE WINGWALL AND WATERLINE REPAIRS

Ms. Hallaway stated BGE has received approval of the plans from Harris County and Harris County Flood Control District for this project and stated BGE will solicit bids by the end of March.

CINCO MUNICIPAL UTILITY DISTRICT NO. 1 ("CINCO MUD 1") EFFLUENT REUSE SYSTEM, INCLUDING UPDATE ON CONSTRUCTION OF RECLAIMED WATER FACILITIES

Ms. Hallaway stated JTR Constructors is the contractor for the construction of the reuse system. She stated construction is complete and the contractor is testing the facilities.

WATER SOURCES FOR PLANT OPERATIONS, INCLUDING DECOMMISSIONING ONSITE WELL AND INTERCONNECT TO CINCO MUD 1 WATER LINE AND AGREEMENT AMENDMENT AND DESIGN OF WATERLINE PIPING AND BACKFLOW PREVENTERS AT CINCO PLANT

Ms. Hallaway stated BGE continues to prepare plans for the backflow preventers for the proposed waterline interconnect, which must be submitted to the Texas Commission on Environmental Quality before installation can begin. She then updated the Board on BGE's efforts to gather additional cost information for the proposed decommissioning of the onsite well once the Plant is receiving water through the interconnect, which decommissioning was requested by the Plant operator. She stated Si Environmental was able to provide the Harris Galveston Subsidence District Permit for the well and Alsay, based on this additional information, has provided an updated proposal in the

amount of \$20,500.00 to decommission the well. Ms. Hallaway stated that capping the well is also still being considered. Discussion ensued.

CINCO MUD 1 TEMPORARY SANITARY SEWER BYPASS, INCLUDING ANY RELATED MATTER, PROPOSAL, OR AGREEMENT

Ms. Hallaway discussed a major failure of a 30-inch sanitary sewer pipe in Cinco MUD 1. She stated that the wastewater has been transported by trucks to Cinco MUD 1's plant for treatment but transportation by trucks is extremely costly and the availability of trucks is so limited that it is not feasible to use as a workaround until the necessary repairs are made. She further explained there is a sinkhole at Westheimer and Mason Road that is under repair, which is also hindering Cinco MUD 1's ability to bypass wastewater flow to their own plant and to transport wastewater by truck. Ms. Hallaway stated the engineer for Cinco MUD 1 requested approval to bypass approximately 300,000 gallons of wastewater per day to the Cinco Regional Plant for treatment while the sanitary sewer pipe is being repaired. Ms. Hallaway noted the repair time is currently estimated at 2-3 weeks according to Cinco MUD 1's engineer. She confirmed that the Cinco Regional Plant's facilities have the capacity to treat 300,000 gallons per day and the Texas Commission on Environmental Quality has authorized the temporary bypass of flow. Discussion ensued, including discussion regarding additional costs incurred, and Ms. Hallaway stated Cinco MUD 1's representatives have stated Cinco MUD 1 is agreeable to paying all increased costs associated with the bypass and treatment of Cinco MUD 1's wastewater. Ms. Hallaway further noted the Plant operating committee recommended approval of the bypass as discussed.

After review and discussion, Director Olsen moved to: (1) approve the engineer's report; and (2) approve the temporary wastewater flow bypass by Cinco MUD 1 to the Cinco Regional Plant as described, authorize the Plant's consultants to take necessary or advisable actions regarding same, and authorize approval of the related agreement and any other documents necessary or advisable in a form acceptable to the District, all as discussed and recommended by the Plant operating committee. Director Cox seconded the motion, which passed unanimously.

LANDSCAPE MAINTENANCE AT DISTRICT FACILITIES, INCLUDING RELATED PROPOSALS AND AGREEMENTS

The Board reviewed three proposals for landscape maintenance at the District's facilities from NJ Services, MDS, and Texas Ground Management. Ms. Cannon noted that each proposal includes pricing for 40 visits as well as pricing for a recommended alternative of either 21 visits or 19 visits depending on the provider. Discussion ensued, including discussion of the District's current maintenance schedule of 40 visits and pricing in comparison to the pricing and options included in the proposals. Copies of

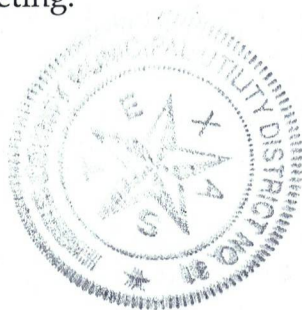
the proposals are attached. After discussion, the Board concurred to defer action to the next regular Board meeting and also determined to consider only the proposals for 40 visits per year.

DISTRICT'S SANITARY SEWER REHABILITATION FOR MEMORIAL PARKWAY, SECTIONS 3, 4 AND 5 PROJECT, INCLUDING PAY ESTIMATES, CLAIMS, PAYMENTS, AND OTHER RELATED MATTERS

Ms. Judkins updated the Board on the status of the letter agreement with Champion Cleaning Specialists, Inc. ("CCSI") confirming CCSI's obligations under the contract between the parties, including without limitation the obligation of CCSI to defend, indemnify, and hold harmless the District, and offering to release \$121,104.06 of retainage to CCSI for work completed on the project subject to CCSI's signature of the letter agreement. Ms. Judkins stated the letter agreement has been sent to CCSI for review and signature but the District has not yet received the letter agreement signed by CCSI. Ms. Hallaway presented a revised Pay Estimate No. 8 in the amount of \$121,104.06 to replace the previously presented Pay Estimate No. 8 and Final. After discussion, Director Olsen moved to approve the revised Pay Estimate No. 8 in the amount of \$121,104.06 and to authorize payment of same, all subject to the District's receipt of the letter agreement signed by CCSI. Director Cox seconded the motion, which carried by unanimous vote. Ms. Redden confirmed the check in the amount of \$121,104.06 to CCSI will be held until she receives confirmation that the letter agreement signed by CCSI has been received by the District.

There being no further business to come before the Board, the Board concurred to adjourn the meeting.

(SEAL)




Secretary, Board of Directors

LIST OF ATTACHMENTS

	Minutes
	<u>Page</u>
Bookkeeper's report.....	1
Operator's report.....	2
Engineer's report.....	2
Proposals for facility maintenance	5