

HARRIS COUNTY FRESH WATER SUPPLY DISTRICT NO. 61

Minutes of Meeting of Board of Directors

January 14, 2026

The Board of Directors ("Board") of Harris County Fresh Water Supply District No. 61 ("District") met on Wednesday, January 14, 2026 in accordance with the duly posted notice of the meeting, with a quorum of Directors present, as follows:

Jon Morgan, President
Ben Solis, Vice President
Darrell Barroso, Secretary
Lary Cangelose, Assistant Secretary
Mike Kelley, Treasurer

and the following were absent:

None

Also present were Mr. Jerry Homan, general manager for the District; Mr. Brian Breeding, assistant general manager for the District; Ms. Pam Magee, office manager for the District; Mr. Adam Anderson, engineer for the District; and Ms. Jennifer B. Seipel, attorney for the District. Also present was Mr. Rod Rudine.

The President called the meeting to order and declared it open for such business as might regularly come before it.

1. Under customer inquiries and input, Mr. Rudine with Texas Ground Management gave a presentation regarding the services his company offers. After a brief discussion, Mr. Rudine left the meeting.

2. The Board considered the minutes for the meeting held on December 17, 2025. One change to the minutes was suggested, and upon motion made by Director Solis, seconded by Director Barroso, and unanimously carried, the Board approved the minutes as amended.

3. Mr. Anderson presented the engineer's report, a copy of which is attached hereto. With regard to the N. Eldridge Parkway road expansion project, he noted that the final reimbursement package was approved by the Texas Department of Transportation, and the District is awaiting receipt of the check.

With regard to phase 11 of the District's sanitary sewer rehabilitation project, the engineer presented and recommended approval of Pay Application No. 5 and Final to Cruz Tec, Inc. in the amount of \$155,309.22. This pay application reflects reductions in amounts owed under the contract to account for liquidated damages, actual expenses incurred by the District, and money for the value of the project warranty required under the contract. After a brief recap of the history of the matter, upon motion made by Director Solis, seconded by Director Cangelose, and unanimously carried, the Board approved the pay application as presented.

As for the recoating of water plant no. 1, Mr. Anderson stated that the notice to proceed was issued on January 2, 2026.

The engineer provided updates on the Barwood and Tower Oaks Meadows drainage improvement projects. Mr. Anderson stated that the Barwood project is about to commence.

After further review and discussion, upon motion made by Director Kelley, seconded by Director Solis, and unanimously carried, the Board approved the engineer's report and the action items listed thereon as presented.

4. The Board considered payment of the general fund bills. After review, upon motion made by Director Barroso, seconded by Director Cangelose, and unanimously carried, the Board approved payment of the general fund bills as presented.

5. Ms. Magee, Mr. Breeding, and Mr. Homan presented the management report. Ms. Magee confirmed the Board's reservations for the upcoming conference of the Association of Water Board Directors ("AWBD"). The Board noted that Director Morgan will cast the District's vote on the proposed amendments to the AWBD bylaws.

Mr. Breeding stated that the conversion to surface water has not occurred, but Mr. Breeding stated that the District will begin the process of use of chloramines to treat the District's water in preparation for the conversion. Mr. Homan confirmed that the District's customers have been notified numerous times of the conversion project.

Mr. Homan reported on an attempted theft of District property and the actual theft of equipment belonging to a District contractor. Mr. Homan also stated that the water plant was burglarized this week. Law enforcement was notified, and the equipment was recovered. Increased patrolling and security measures have been instituted, and Mr. Homan recommended that the Board authorize the installation of additional security equipment. The Board agreed.

Mr. Homan then presented the 2025 summary of the financial state of the District. Mr. Homan stated that the District is in a strong financial position in terms of assets and liabilities.

Upon motion made by Director Kelley, seconded by Director Solis, and unanimously carried, the Board approved the management report as presented.

6. The Board discussed the most recent meeting of the Authority, which several directors and Mr. Homan attended. The Board discussed the events of the meeting, including the new election of officers for the board of the Authority.

7. There was no update as to the Water Users Coalition.

8. There was no executive session.

9. Lastly, the Board considered items for the next agenda, including consideration of 2026 tax exemptions.

There being no further business to come before the Board, the meeting was adjourned.

Danell A. Barrow
Secretary

Short Term Action Items

1. 2026 Tax Exemptions

Long Term Action Items

1. 222 Rate Analysis for Wastewater Usage
2. Trunk Line Repair - Complete; Discussion of Costs with MUD 222 and MUD 248