

HARRIS COUNTY WATER CONTROL AND IMPROVEMENT DISTRICT NO. 158

Minutes of Meeting of Board of Directors

May 19, 2026

The Board of Directors (the "Board") of Harris County Water Control and Improvement District No. 158 (the "District") met in regular session, open to the public, on May 19, 2026, at 1300 Post Oak Boulevard, Suite 2500, Houston, Harris County, Texas, in accordance with the duly posted notice of meeting, and the roll was called of the duly constituted members of said Board of Directors, as follows:

Nancy Seale, President
Judy Hudson, Vice-President
Catherine Stellakis, Secretary
Barbara Kimzey, Assistant Secretary
Zachary Short, Assistant Secretary

and all of said persons were present, except for Directors Seale and Stellakis, thus constituting a quorum.

Also present were Garrett Tabor of Municipal Accounts & Consulting, LP ("MA&C"); Ryan Derong and Joe Fraga of BGE, Inc. ("BGE"); Wendy Maddox of Assessments of the Southwest, Inc. ("ASW"); Lindsey DeLong and Stephen Nelson of Inframark, LLC ("Inframark"); Greg Lentz of Masterson Advisors, LLC ("Masterson"); Melissa Vasquez of Forvis Mazars, LLP ("Forvis Mazars"); and Joseph M. Schwartz and Sabrina Ernst of Schwartz, Page & Harding, L.L.P. ("SPH").

In the absence of the President, the Vice President called the meeting to order and declared it open for such business as might regularly come before it.

PUBLIC COMMENTS

The Board noted that there were no members of the public present to offer comments, and proceeded to the next item of business.

APPROVAL OF MINUTES

The Board reviewed the minutes of its meeting held on April 21, 2026. Following discussion, Director Hudson moved that the minutes of said meeting be approved, as written. Director Short seconded said motion, which unanimously carried.

ACCEPTANCE OF QUALIFICATION STATEMENTS, BONDS, OATHS OF OFFICE, AFFIDAVITS OF CURRENT DIRECTOR, ELECTIONS NOT TO DISCLOSE CERTAIN INFORMATION OF DIRECTORS

The Board considered the acceptance of Bonds, Qualification Statements of Elected

Officers, Oaths of Office, Affidavits of Current Directors, and Elections Not to Disclose Certain Information of Directors for Zachary Short and Barbara Kimzey. Mr. Short and Ms. Kimzey each presented their Bonds, Qualification Statements of Elected Officers, Oaths of Office, Affidavits of Current Directors, and Elections Not to Disclose Certain Information. After discussion on the matter, it was moved by Director Hudson, seconded by Director Short and unanimously carried, that the Board (i) approve said Bonds, accept said Qualification Statements of Elected Officers, Oaths of Office, Affidavits of Current Directors, and Elections Not To Disclose Certain Information, and (ii) declare Zachary Short and Barbara Kimzey to be duly elected and qualified Directors of the District, each to serve a four (4) year term ending May 4, 2030.

REORGANIZATION OF THE BOARD OF DIRECTORS AND ELECTION OF OFFICERS

The Board considered the reorganization of the Board of Directors. After discussion it was moved by Director Hudson, seconded by Director Short, and unanimously carried that all Directors continue in their respective officer positions.

DISTRICT REGISTRATION FORM

The Board considered approving a District Registration Form required by the Texas Commission on Environmental Quality (the "TCEQ"). Mr. Schwartz explained that the District is required to file names, mailing addresses, officer positions and terms of new directors with the TCEQ within thirty days (30) after an election or appointment. He advised that with the Board's approval, SPH will prepare an updated District Registration Form to include the new terms of office for Directors Short and Kimzey and file same with the TCEQ. After further discussion of the matter, Director Hudson moved that the Board authorize SPH to complete the updated District Registration Form as discussed and file same with the TCEQ. Director Short seconded said motion, which unanimously carried.

LIST OF LOCAL GOVERNMENT OFFICERS

Mr. Schwartz reminded the Board that, pursuant to Chapter 176 of the Texas Local Government Code, the District is required to and does maintain a list of Local Government Officers, which includes the members of the Board and the District's Investment Officers in connection with conflict of interest disclosure requirements. Mr. Schwartz next noted that no updates are necessary at this time because there were no changes in Board composition or in office positions.

CYBERSECURITY AND ARTIFICIAL INTELLIGENCE TRAINING

The Board next considered recent changes to cybersecurity and artificial intelligence training requirements for directors of the District. Mr. Schwartz then presented a memorandum from SPH regarding changes to such training requirements, a copy of which is attached hereto as **Exhibit A**, and discussed same with the Board. Mr. Schwartz advised that all directors of the District must annually complete a certified cybersecurity awareness training program prior to August 31 of the given year as required by Ch. 2063, Texas Government Code. He further advised that any director of the District who uses a computer to perform at least 25% of his or her duties

and has access to the District's computer system must also complete a certified artificial intelligence training program by August 31 of each year as required by Ch. 2054, Texas Government Code. Following discussion, Mr. Schwartz noted that a link to the training program created by the Department of Information Resources will be provided to Directors following the meeting and requested that each Director notify SPH upon completion of the training program.

ENGAGEMENT OF AUDITOR

The Board next considered the engagement of an auditing firm to conduct an audit of the District's financial statements for the fiscal year ending May 31, 2026. In that regard, Ms. Vasquez presented an engagement letter from Forvis Mazars and advised that the cost to conduct such audit is approximately \$18,900, plus an administrative fee in the amount of \$1,100. After discussion on the matter, Director Hudson moved that (i) Forvis Mazars be engaged to prepare the District's audit report for the fiscal year ending May 31, 2026, (ii) the engagement letter, a copy of which is attached hereto as **Exhibit B**, be approved, and (iii) the District accept the Texas Ethics Commission ("TEC") Form 1295 submitted by Forvis Mazars in connection with the preparation of such audit. Director Short seconded said motion, which carried unanimously.

BOOKKEEPER'S REPORT

Mr. Tabor presented to and reviewed with the Board the Bookkeeper's Report dated May 19, 2026, a copy of which is attached hereto as **Exhibit C**, including the disbursements presented for payment. Following discussion, it was moved by Director Hudson, seconded by Director Short and unanimously carried, that the Bookkeeper's Report be approved, as presented, and the disbursements listed in the Bookkeeper's Report be approved for payment, except for check nos. 2694 and 2696, which were voided.

ADOPTION OF OPERATING BUDGET FOR FISCAL YEAR ENDING MAY 31, 2027

Mr. Tabor next presented to and reviewed with the Board the proposed operating budget for the District's fiscal year ending May 31, 2027, a copy of which is included with the Bookkeeper's Report. Following review and discussion, Director Hudson moved that the proposed operating budget for the District's fiscal year ending May 31, 2027, be approved, as presented. Director Short seconded said motion, which unanimously carried.

TAX ASSESSOR/COLLECTOR'S REPORT

Ms. Maddox presented to and reviewed with the Board the Tax Assessor Collector Monthly Report and Delinquent Tax Roll for the month ending April 30, 2026, copies of which are attached hereto as **Exhibit D**. Following discussion, Director Hudson moved that the Tax Assessor Collector Monthly Report for the month ending April 30, 2026, be approved, as presented, and the disbursements listed therein be approved for payment. Director Short seconded the motion, which carried unanimously.

DELINQUENT TAX ATTORNEY COLLECTIONS REPORT

The Board deferred consideration of a Delinquent Tax Report, as it was noted that none was received nor is due at this time from Perdue, Brandon, Fielder, Collins & Mott, L.L.P., delinquent tax attorneys for the District.

RATIFY RESOLUTION REQUESTING APPRAISAL OF DISTRICT PROPERTY

Mr. Schwartz discussed the requested appraisal of property from the Harris Central Appraisal District as of May 1, 2026. In that regard, Mr. Schwartz presented the Resolution Requesting Appraisal of Property, a copy of which is attached hereto as **Exhibit E**. Following discussion, Director Hudson moved that the Board's prior approval of the Resolution Requesting Appraisal of Property, be ratified and approved in all respects. Director Short seconded said motion, which unanimously carried.

UNCLAIMED PROPERTY REPORT

The Board next considered approval of an Unclaimed Property Report as of March 1, 2026, and the filing of same with the Texas Comptroller of Public Accounts (the "Comptroller") prior to July 1, 2026. In connection therewith, Mr. Tabor advised the Board that there was no unclaimed property in the District's operating accounts for the reporting period. Ms. Maddox then advised the Board that there was no unclaimed property in the District's tax accounts for the reporting period. It was noted that no further action is required.

OPERATOR'S REPORT

Ms. DeLong presented to and reviewed with the Board an Operations and Maintenance Report for the month of April 2026, a copy of which is attached hereto as **Exhibit F**.

Ms. DeLong next reported on low water pressure notifications at IPS No. 7 due to high demand. In connection therewith, she noted that Harris County Water Control and Improvement District No. 157 ("No. 157") is experiencing the same issue. Ms. DeLong next noted that Inframark is working with No. 157 to resolve the issue. Following discussion, Director Hudson moved to approve the Operations and Maintenance Report, as presented. Director Short seconded the motion, which carried unanimously.

ENGINEER'S REPORT

Mr. Derong presented to and reviewed with the Board the Engineer's Report dated May 19, 2026, a copy of which is attached hereto as **Exhibit G**, including the pay estimates and change orders listed therein. Following discussion, Director Hudson moved that the Engineer's Report and the actions listed therein, be approved, as presented. Director Short seconded the motion, which unanimously carried.

STATUS OF PROPOSED ANNEXATION REQUEST OF 126.94 ACRES

Mr. Schwartz advised the Board of the status of the proposed annexation of 126.94 acres into the boundaries of the District. In connection therewith, he noted that SPH will file the application for consent with the City of Houston today.

DEVELOPER'S REPORT

Mr. Schwartz presented to and reviewed with the Board the home inventory report through April 2026, prepared by the Developer, a copy of which is attached hereto as **Exhibit H**. It was noted that no action was required by the Board.

DETENTION FACILITIES MAINTENANCE; WILDLIFE; SECURITY

The Board considered matters relative to mowing and maintenance of District facilities, and noted there were no items for Board action at this time.

BRIDGELAND WATER AGENCY

The Board considered the status of various matters relative to the Bridgeland Water Agency (the "Agency"). In connection therewith, Mr. Schwartz reported that the hazardous waste event is scheduled for October 24, 2026. He additionally advised the Board that the Agency is planning to host an educational safety event in the Bridgeland community for resident children regarding micromobility devices. Mr. Schwartz noted that the Agency is coordinating with the Harris County Constables, Precinct 5, on said event. Following discussion, it was noted that no action was required by the Board at this time.

UPDATES AND REVISIONS TO DISTRICT WEBSITE

Mr. Schwartz presented to and reviewed with the Board a monthly communications report dated May 19, 2026, prepared by Touchstone District Services, a copy of which is attached hereto as **Exhibit I**. It was noted that no action was required by the Board in connection with said report.

ATTORNEY'S REPORT

The Board considered the Attorney's Report. In connection therewith, Mr. Schwartz advised that he had nothing further of a legal nature to discuss with the Board at this time.

EXECUTIVE SESSION

The President noted that the Board would not need to enter Executive Session.

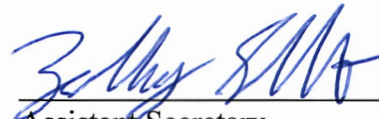
MATTERS FOR PLACEMENT ON FUTURE AGENDAS

The Board considered items for placement on future agendas. No other specific agenda items other than routine and ongoing matters, or those discussed above, were requested.

ADJOURNMENT

There being no further business to come before the Board, on motion made by Director Hudson, seconded by Director Short and unanimously carried, the meeting was adjourned.




Assistant Secretary

HARRIS COUNTY WATER CONTROL AND IMPROVEMENT DISTRICT NO. 158

LIST OF ATTACHMENTS TO MINUTES

May 19, 2026

Exhibit A	Memorandum regarding Cybersecurity and Artificial Intelligence Training for Local Government Employees and Elected Officials
Exhibit B	Engagement Letter by Forvis Mazars, LLP for fiscal year ending May 31, 2026
Exhibit C	Bookkeeper's Report
Exhibit D	Tax Assessor-Collector's Report
Exhibit E	Resolution Requesting Appraisal of Property as of May 1, 2026
Exhibit F	Operations and Maintenance Report
Exhibit G	Engineer's Report
Exhibit H	Home Inventory Report through April 2026
Exhibit I	Monthly Communications Report