

FORT BEND COUNTY MUNICIPAL UTILITY DISTRICT NO. 37

MINUTES OF MEETING OF BOARD OF DIRECTORS

August 19, 2026

The Board of Directors (the "Board" or the "Directors") of Fort Bend County Municipal Utility District No. 37 (the "District") met in regular session at 7:00 p.m., at 1301 Misty Bend, Katy, Texas 77494 on Wednesday, August 19, 2026, pursuant to notice of said meeting posted in accordance with Chapter 551 of the Texas Government Code. The roll was called, the members of the Board, to-wit:

Jeff Gilliland	President
Larry W. Davis	Vice President
Kenneth L. Comeaux	Secretary
Stephen Berckenhoff	Treasurer
John Fisher	Asst Secretary

All members of the Board were present, with the exception of Director Fisher, thus constituting a quorum. Also attending were; Kim Shelnutt of Myrtle Cruz, Inc. (the "Bookkeeper" or "MCI"), bookkeeper for the District; Lucian Landreville of Equi-Tax, Inc. (the "Tax Assessor/Collector" or "Equi-Tax"), tax assessor/collector for the District; Clay Brandenburg and Adam Thielen of Inframark (the "Operator" or "Inframark"), operator for the District; Jon Strange of JNS Engineers LLC (the "Engineer" or "JNS") engineer for the District; W. Petrov, Attorney of Johnson Petrov LLP (the "Attorney" or "JP"), attorneys for the District; Erik Scott with Storm Water Solutions.

The President, after finding that the notice of the meeting was posted as required by law and determining that a quorum of the Board was present, called the meeting to order and declared it open for such business as may regularly come before it.

1. Public Comment. The President first opened the meeting to public comment concerning the business of the District. There being no public comment, the President directed the Board to proceed with the agenda.

2. Approval of Minutes. The Board next considered approval of the regular meeting minutes of July 15, 2026, which was previously distributed to the Board.

Upon motion by Director Berckenhoff, seconded by Director Comeaux, after full discussion and with all Directors present voting aye, the Board approved the regular meeting minutes of July 15, 2026, as presented.

3. Appointment of Treasurer and Investment Officer

4. Storm Water Solutions Report. Mr. Scott presented and reviewed the Storm Water Solutions Report, a copy of which is attached hereto as Exhibit "A". No action was taken at this time.

5. Bookkeeper's Report. Ms. Shelutt distributed the Bookkeeper's Report, copies of which are attached hereto as Exhibit "B". Ms. Shelutt reviewed the written report and responded to questions.

Upon motion by Director Berckenhoff, seconded by Director Comeaux, after full discussion and with all Directors present voting aye the Board approved the Bookkeeper's Report, as presented.

6. Tax Assessor/Collector Report. Mr. Landreville presented and reviewed the Tax Assessor/Collector's Report prepared by Equi-Tax, Inc., a copy of which is attached hereto as Exhibit "C".

a. Mr. Landreville reported that 98.2% of the 2025 taxes and 99.1% of the 2024 taxes had been collected as of July 31, 2026.

b. He then presented check nos. 2570 through 2576 for the Board's approval. Mr. Landreville also responded to questions from the Board.

c. The Board next reviewed a Resolution Determining District's status for Tax Rate Calculation Purposes, a copy of which is attached hereto as Exhibit "C-1."

The Board reviewed definitions for the three (3) categories that a district can be characterized with the Board: i) being a Low Tax Rate District, as defined by Texas Water Code, Section 49.23601, as a district with a maintenance and operating tax under 2.5%, and would be allowed an annual tax increase not to exceed eight (8%) percent except by a mandatory election; ii) being a Developed District, as defined by Texas Water Code Section 49.23602, as a district that has 95% of its infrastructure built out, constructed and paid for, and would be allowed an annual tax increase not to exceed 3.5%, except by a mandatory election or iii) a "Developing District," as defined by Texas Water Code, Section 49.23603, in which an annual tax increase that does exceed 8%, is subject to an election only if you receive a petition from the required number of residents under the Water Code.

Upon motion by Director Gilliland, seconded by Director Comeaux, after full discussion and with all Directors present voting aye, the Board approved the Resolution Determining District's status for Tax Rate Calculation Purposes as a Developed District in a Disaster Area.

d. 2026 Proposed Tax Rate. Authorize Publication of Effective Tax Rate Calculation, and Establish Public Hearing Date regarding 2026 Tax Rate.

Mr. Landreville reviewed with the Board the proposed 2026 Tax Rate. The Board discussed the process of publishing the net effective tax rate calculation and conducting a public hearing on the tax rate.

Upon motion by Director Berckenhoff seconded by Director Comeaux after full discussion a roll call vote was taken, and with all Directors present voting aye, the Board authorized the publication of the net effective tax rate calculation and a proposed maintenance tax rate of \$0.453315 per \$100 assessed valuation and the notice of the public hearing on the 2026 tax rate to be held at the September 19th Board meeting in the *Katy Times*.

e. Delinquent Tax Collection Report, prepared by The Thornhill Law Firm, P.C., a copy of which is attached hereto as Exhibit "C-2." The Board reviewed the report with Board. No action was needed at this time.

Upon motion by Director Berckenhoff, seconded by Director Comeaux, after full discussion and with all Directors present voting aye, the Board 1) approved the Tax Assessor/Collector's Report, as presented; and 2) authorized payment of check nos. 2570 through 2576 from the Tax Account.

7. Operations Report. Mr. Bradenburg presented the Operations Report, a copy of which is attached hereto as Exhibit "D".

a. Mr. Bradenburg next reviewed the current operations in the District with the Board and answered questions from Director Berckenhoff. Mr. Bradenburg also reported thirteen (13) delinquent accounts scheduled for termination due to non-payment of water and sewer bills. No members of the public wished to comment on termination of water for non-payment of the water and sewer bills.

b. Next, Mr. Bradenburg presented and reviewed with the Board the Estimate for replacing a bad starter for \$6,500.00. Director Berckenhoff asked Mr. Bradenburg questions about the invoices. The Board asked for clarification on the difference between the monthly and annual bad test for the generator.

Upon motion by Director Comeaux, seconded by Director Berckenhoff, after full discussion and with all Directors present voting aye, the Board (i) authorized the termination of service to thirteen (13) delinquent accounts, pursuant to the District's Rate Order, (ii) approve the replacement of the bad generator starter, (iii) approved the Operations Report.

8. Engineer's Report. The Board reviewed the Engineer's Report, a copy of which is attached hereto as Exhibit "E". Mr. Strange responded to questions from the Board.

a. Mr. Strange reported on the status of the District's water well and wastewater treatment plant

1. Board approved proposal for renewal of the WWTP Permit
2. Board authorized advertisement for disinfection conversion
3. Board approved request for reimbursement from NFBWA for \$4,250.45

b. Mr. Strange reported on a service request by Developers including annexation requests.

4. Board Authorized a committee of Director Berckenhoff and Director Gilliland to send a letter to Mills Pointe HOA regarding encroachments.

5. Board authorized a committee of Director Gilliland and Director Comeaux to review and recommend sewer repairs within the District.

Upon motion by Director Comeaux, seconded by Director Berckenhoff, after full discussion and with all Directors present voting aye the Board approved the (i) Engineer's Report.

9. New Business/Annual Agenda:

a. Engagement of Auditor for Fiscal Year Ending August 31, 2026. The Board reviewed the Engagement Letter prepared by McCall Gibson Swedlund Barfoot Ellis PLLC along with the TEC Form 1295, a copy of which is attached hereto as Exhibit "F".

Upon motion by Director Berckenhoff, seconded by Director Comeaux, after full discussion and with all Directors present voting aye, the Board engaged McCall Gibson Swedlund Barfoot Ellis PLLC to prepare an audit for the fiscal year ending August 31, 2026 and acknowledgment of the TEC Form 1295.

b. Insurance Renewal a copy of which is attached hereto as Exhibit "G". The Board then discussed the District's insurance renewal along with the TEC Form 1295. Mr. Petrov presented the proposal from Arthur Gallagher. Mr. Petrov noted that the expiring premium was \$21,498 and the renewal premium is \$23,242, a difference of \$1,744, noting the increase is due to property values increasing.

Upon motion by Director Berckenhoff, seconded by Director Comeaux, after full discussion and with all Directors present voting aye, the Board accepted the proposal of Arthur Gallagher.

c. Annual Review of Investment Policy. Mr. Petrov stated that reviewing the Investment Policy was an annual requirement of the Texas Public Funds Investment Act, but that no changes were being proposed at this time. The Board reviewed the Investment Policy. No action was taken.

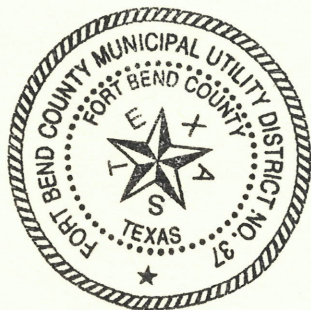
d. Approve attendance to 2027 Mid-Winter Conference. Next, the Board then considered attendance at the Association of Water Board Directors - Texas (the "AWBD") the 2027 Mid-Winter Conference, Friday, January 22 thru Saturday, January 23, in Austin, Texas.

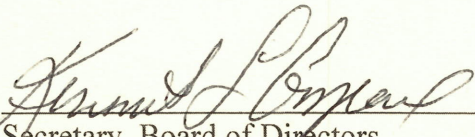
Upon motion by Director Comeaux, seconded by Director Berckenhoff, after full discussion and with all Directors present voting aye, the Board authorized the Directors' attendance to the AWBD 2027 Mid-Winter Conference, Friday, January 22 thru Saturday, January 23, in Austin, Texas and approved reimbursement for attendance at the conference.

10. City of Katy Emergency Services Monthly Stat Report. The Board reviewed the Stat Report, a copy of which is attached hereto as Exhibit "H". No action was taken.

THERE BEING NO FURTHER BUSINESS TO COME BEFORE THE BOARD, the meeting was adjourned at 8:41 p.m.

SIGNED, PASSED and APPROVED the 16th day of September, 2026.




Secretary, Board of Directors

[DISTRICT SEAL]

EXHIBITS:

- A - Storm Water Management Report
- B - Bookkeeper's Report
- C - Tax Assessor-Collector
- C-1- Resolution Determining District's status for Tax Rate
- C-2 Delinquent Tax Collection Report
- D - Operations Report
- E - Engineer's Report
- F - Engagement of Auditor for Fiscal Year Ending August 31, 2026
- G - Insurance Renewal
- H - City of Katy Stat Report