

MINUTES
FORT BEND COUNTY WATER CONTROL AND IMPROVEMENT DISTRICT NO. 2

February 5, 2025

The Board of Directors (the "Board") of Fort Bend County Water Control and Improvement District No. 2 (the "District") met in special session, open to the public, on the 5th day of February 2025, at the District Office at 2331 South Main, Stafford, Texas 77477, a meeting place inside the boundaries of the District, and the roll was called of the members of the Board:

John Rose	President
Jody Court	Vice President
Harvey Koudelka	Secretary
Linda Burks	Assistant Secretary
Vacant	Assistant Secretary

and all were present thus constituting a quorum.

Also present were Jason Kirby, Ray Casal, Sandra Castro and Amanda Boyd, employees of the District; Drew Crow of Quiddity Engineering, LLC ("Quiddity"); K Hannah Brook and Carli Trojcek of Allen Boone Humphries Robinson LLP ("ABHR"), and Greg McGrath of McGrath & Co., PLLC.

CALL MEETING TO ORDER

Director Rose called the meeting to order.

PLEDGE OF ALLEGIANCE

The Board and members present at the meeting cited the pledge of allegiance to the flag of our country and state.

PUBLIC COMMENTS

Director Rose offered any members of the public attending the meeting the opportunity to make public comment. There being no members of the public requesting to make a public comment, Director Rose moved to the next agenda item.

February 5, 2025
Meeting Minutes

MINUTES

The Board considered approving the minutes from the January 8, 2025, special meeting. After review and discussion, Director Court moved to approve the minutes of the January 8, 2025, special meeting, a copy of which is attached. Director Koudelka seconded the motion, and the motion carried unanimously.

AUDIT FOR FISCAL YEAR ENDING SEPTEMBER 30, 2024

Mr. McGrath presented the Audit for Fiscal Year ending September 30, 2024, a copy of which is attached. Director Koudelka requested further clarification on the material weakness statement. Mr. McGrath discussed the statement and impact to the District. After review and discussion, Director Court moved to approve the audit for the fiscal year ending September 30, 2024, as presented. Director Burks seconded the motion, which passed unanimously.

ANNUAL DISCLOSURE STATEMENTS

In accordance with the District's Investment Policy, the Board considered the annual disclosure statements of Mr. Casal as the District's bookkeeper and investment officer, respectively. Ms. Brook explained that the statements disclose any relationships with entities or individuals who are offering, have offered, or may offer to engage in an investment transaction with the District, and the disclosure statements will be filed with the Texas Ethics Commission and the District. After review and discussion, Director Court moved to accept the disclosure statements as presented and to authorize they be appropriately filed. Director Koudelka seconded the motion, which passed unanimously.

CONDUCT ANNUAL REVIEW OF INVESTMENT POLICY AND ADOPT RESOLUTION REGARDING ANNUAL REVIEW OF INVESTMENT POLICY

The Board conducted an annual review of the District's Investment Policy. Ms. Brook stated that the consultants have no recommended changes to the District's Investment Policy. Following review and discussion, Director Court moved to adopt a Resolution Regarding Annual Review of Investment Policy and direct that the Resolution be filed appropriately and retained in the District's official records. Director Koudelka seconded the motion, which was approved by unanimous vote.

ADOPT RESOLUTION ESTABLISHING THE AUTHORIZED DEPOSITORY INSTITUTIONS AND ADOPTING LIST OF QUALIFIED BROKER/DEALERS WITH WHOM THE DISTRICT MAY ENGAGE IN INVESTMENT TRANSACTIONS

Ms. Brook reviewed a Resolution Establishing Authorized Depository Institutions and Adopting List of Qualified Broker/Dealers (the "List") with Whom the District May Engage in Investment Transactions. She noted that the List provided by the District's bookkeeper is attached as an exhibit to the Resolution. Director Rose requested further

information regarding the List and wanted further information regarding the District's authority to remove banks from the List. Following review and discussion, the Board concurred to defer action on this agenda item till the next meeting on February 26, 2025.

POST-ISSUANCE COMPLIANCE POLICY

Ms. Brook reviewed the District's Post-Issuance Compliance Policy and reported on the District's compliance activities during the prior calendar year related to bond financings. She stated that no corrective action is required at this time.

ASSOCIATION OF WATER BOARD DIRECTOR'S CONFERENCES

The Board discussed the AWBD winter conference and then considered authorizing attendance at the summer conference in San Antonio, Texas from June 12th to June 14th, 2025. After discussion, Director Rose moved to authorize attendance of any interested Directors at the summer conference. Director Koudelka seconded the motion, which carried unanimously.

ELECTRICITY CONSUMPTION AND ENERGY EFFICIENCY MEASURES

Mr. Kirby presented the report on electricity consumption and energy efficiency measures with the Board, a copy of which is attached. Director Rose moved to approve report on electricity consumption and energy efficiency measures, as presented. Director Court seconded the motion, which was approved by unanimous vote.

WATER SMART PROGRAM

Mr. Kirby discussed the District's participation in the Water Smart Program . After review and discussion, Director Rose moved to authorize participation in the Water Smart Program. Director Burks seconded the motion, which was approved by unanimous vote.

ENGINEERING MATTERS

Mr. Kirby presented and reviewed an engineer's report, a copy of which is attached.

SURFACE WATER TREATMENT PLANT EXPANSION TO 7.8 MGD PHASE II

Mr. Kirby updated the Board regarding construction of the Surface Water Treatment Plant Expansion to 7.8 MGD Phase II and reviewed and recommended approval of Pay Estimate No. 10 in the amount of \$ \$2,949,378.12 payable to LEM Construction Company, Inc. for work completed. Following review and discussion, Director Rose moved to approve Pay Estimate No. 10. Director Koudelka seconded the motion, which carried unanimously.

Commission on Environmental Quality. The District's staff has spoken with the operations team so that this issue does not come up again in the future.

CONVENE IN EXECUTIVE SESSION PURSUANT TO CHAPTER 551.071, TEXAS GOVERNMENT CODE

The Board convened in Executive Session at 7:20 p.m. pursuant to Chapter 551.072 of the Texas Government Code to discuss matters relating to real property. Ms. Brook, Ms. Trojcek, and Mr. Kirby were also present to obtain the necessary legal advice from its attorney and engineer.

RECONVENE IN OPEN SESSION AND AUTHORIZE APPROPRIATE ACTION

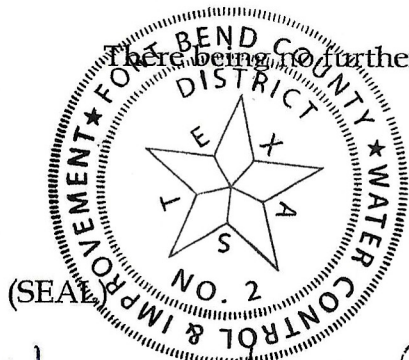
The Board reconvened in open session at 7:42 p.m. Director Rose moved to (1) authorize the District's engineer to engage a third-party vendor for services related to real property; and (2) take all other necessary actions in connection therewith pursuant to the Board's direction and discussion in Executive Session. Director Koudelka seconded the motion. Upon hearing no objections or abstentions from Directors, the motion passed unanimously.

FUTURE AGENDA ITEMS

Director Rose discussed the Board's special meeting scheduled to take place on March 12, 2025. Upon discussion and review, the Board decided that they would not have a quorum on March 12, 2025, and the special meeting should be rescheduled to March 5, 2025.


The Board concurred to hold their next meeting on February 26, 2025, at 6:30 p.m.

There being no further business to discuss, the meeting was adjourned.





President, Board of Directors



Secretary, Board of Directors

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