MINUTES BASTROP COUNTY MUNICIPAL UTILITY DISTRICT NO. 1

April 4, 2025

The Board of Directors (the "Board") of Bastrop County Municipal Utility District No. 1 (the "District") met in regular session, open to the public, on the 4^{th} day of April, 2025, at the First National Bank, 489 Highway 71 West, Bastrop, Texas, outside the boundaries of the District, and the roll was called of the members of the Board:

William Tullis Jerry B. Patterson President

Vice President

Jane T. Sevier

Secretary

Krystal Mealy

Assistant Secretary

Doug Granger

Assistant Vice President

and all of the above were present, thus constituting a quorum.

Also present at the meeting were: Adam LeGesse, resident of the District; Tammy Hargett of Si Environmental, LLC ("Si Enviro"); and Kathryn Garner, Tricia McDaniel, and Luke Roswell of Allen Boone Humphries Robinson LLP ("ABHR").

Also attending the meeting by telephone were Terry Holland of Myrtle Cruz, Inc ("the bookkeeper"); and Bradley Loehr of Befco Engineering Inc ("Befco").

Ms. Garner stated that the Board will use a consent agenda, and that Directors can remove items from the consent agenda if desired.

PUBLIC COMMENTS

There were no comments from the public.

CONSENT AGENDA

Ms. Garner offered Board members the opportunity to remove items from the consent agenda for individual discussion. Following discussion, Director Granger made a motion to move agenda items no. 3 – Engineering Matters and no. 4 - Operation of District Facilities, to the non-consent agenda. Director Sevier seconded the motion which passed by unanimous vote.

Following discussion, Director Granger moved to approve all items on the consent agenda, except agenda items no. 3 and no. 4, and direct that where appropriate, the documents be filed appropriately and retained in the District's official records, including the following: (1) Minutes of the March 7, 2025, regular meeting; (2) Bookkeeper's Report; (5) Report on District website; and (4) Report on Hazard

Mitigation Plan and Capital Improvement Plan. Director Sevier seconded the motion, which passed by unanimous vote.

A copy of the Bookkeeper's Report, and Operator's Report, is attached.

ENGINEERING MATTERS

Mr. Loehr discussed the 2017 FEMA Townhouse Project and reported that the FEMA deadline for completion of this Project is August 2025. He stated that Befco would move forward now with the design of the Project as previously approved by the Board and seek bids for such Project to be provided to the Board for approval at the May Board of Directors' meeting.

OPERATION OF DISTRICT FACILITIES, INCLUDING BILLINGS, REPAIRS, AND MAINTENANCE

Ms. Hargett discussed two write-off requests in the amounts of \$19.55 and \$41.61. She asked the Board to approve the write-off requests.

Director Tullis entered the meeting.

The Board discussed a water leak from the master meter and asked the operator for clarification as to which side of the meter the loss occurred. Ms. Hargett stated she would contact Aqua Water Supply Corporationb("Aqua WSC") to verify which side of the meter the leak occurred.

Following review and discussion, Director Sevier moved to approve the Operator's Report and two write-offs in the amounts of \$19.55 and \$41.61. Director Mealy seconded the motion, which passed by unanimous vote.

QUARTERLY BUDGET REVIEW

The Board discussed the District's budget, including certain amounts shown on the budget needing additional input from the bookkeeper, and the rates and fees to be included in the new agreement being negotiated with Aqua WSC. The Board took no action on the budget.

REVIEW EMERGENCY PREPAREDNESS PLAN("EPP")

Ms. Hargett stated that Si Enviro has reviewed the EPP. The Board took no action and this agenda item was tabled until the Board of Directors' May meeting.

CONDUCT ANNUAL REVIEW OF DROUGHT CONTINGENCY PLAN

The Board deferred action on this agenda item.

CONDUCT ANNUAL REVIEW AND RECEIVE REPORT FROM OPERATOR ON IDENTITY THEFT PREVENTION PROGRAM AND ADOPT IDENTITY THEFT PREVENTION PROGRAM AMENDMENT

Ms. Hargett presented the annual report on the District's Identity Theft Prevention Program, a copy of which is included in the operator's report. She stated that the annual report indicates no significant incidents of identity theft detection and recommended no changes to the Program at this time. Following review and discussion, Director Sevier moved to accept the annual report on the Identity Theft Prevention Program, continue the Program with no changes, and direct that the annual report be filed appropriately and retained in the District's official records. Director Tullis seconded the motion, which passed by unanimous vote.

DISCUSS AQUA WATER SUPPLY CORPORATION MATTERS, INCLUDING, BUT NOT LIMITED TO, FEASIBILITY STUDY, ADDITIONAL CAPACITY, POTENTIAL COST OF FULL DEVELOPMENT, NEW AQUA AGREEMENT, AMENDMENTS, IF ANY, TO THE DISTRICT'S DROUGHT CONTINGENCY PLAN REQUIRED BY NEW AQUA AGREEMENT

Ms. Garner summarized key terms of the draft Wholesale Service Agreement between Aqua Water Supply Corporation and Bastrop County MUD No. 1. She stated that pursuant to her conversation with Aqua WSC's outside counsel, Aqua WSC will honor the ten-year time period previously discussed related to the reservation fee required for each living unit equivalent (LUE) reserved by the District. The Board discussed the draft agreement but deferred taking any action.

CONSIDER LETTER TO HOMEOWNERS WITH TOPICS INCLUDING CAPACITY TO PROVIDE WATER AND SEWER SERVICES FOR VACANT LOTS IN THE DISTRICT, DEVELOPMENT IN THE DISTRICT, OTHER TOPICS RELATED TO DISTRICT MATTERS;

Ms. Garner discussed the request from a property owner who purchased Lot 9 in Unit 7 of the Pine Forest Subdivision that is located in the District, for confirmation from the District that it could provide utility services to Lot 9 if it were replatted into two lots as described in the property owner's request, as required by Bastrop County in order to approve the replatting of Lot 9. Following discussion, Director Tullis made a motion to authorize ABHR to prepare a letter to send to the owner of the property described as Lot 9, Unit 7 of the Pine Forest Subdivision stating that the District is able to provide utilities to the two lots resulting from the replatting of Lot 9 as long as such replatting was done as described the owner's request and that all costs related to providing such utilities to the lots would be assessed pursuant to the District's Amended Rated Order as required at the time service is requested. Director Sevier seconded the motion, which passed by unanimous vote.

CONDUCT REVIEW OF THE DISTRICT'S AMENDED RATE ORDER

The Board deferred action on this agenda item.

REPORT FROM TAX ADVISOR

The Board discussed the tax report.

DISTRICT COMMUNICATIONS

There was no discussion on this agenda item.

CONVENE IN EXECUTIVE SESSION PURSUANT TO SECTION 551.071, TEXAS GOVERNMENT CODE TO SEEK ADVICE OF ITS ATTORNEY REGARDING PENDING OR CONTEMPLATED LITIGATION OR TO SEEK AND RECEIVE LEGAL ADVICE BY THE DISTRICT'S ATTORNEY

The Board did not convene in executive session.

NEXT MEETING DATE

The Board agreed to hold the next regular meeting on May 2, 2025, at 10:00 a.m. at the First National Bank, 489 Highway 71 West, Bastrop, Texas.

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

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Secretary, Board of Directors

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