MINUTES
BASTROP COUNTY MUNICIPAL UTILITY DISTRICT NO. 1

June 5, 2026

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 5th day of June, 2026, 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	President
Jerry B. Patterson	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 LaGesse, a resident of the District; Tammy Hargett of Si Environmental, LLC ("Si Enviro"); and Luke Roswell of Allen Boone Humphries Robinson LLP ("ABHR").

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

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 was no public comment.

CONSENT AGENDA

Ms. Garner offered Board members the opportunity to remove items from the Consent Agenda for individual discussion. Following discussion, Director Tullis moved to approve all items on the Consent Agenda, and direct that where appropriate, that the documents be filed appropriately and retained in the District's official records, including the: agenda item no. 1, Minutes of the May 1, 2026, regular meeting, agenda item no. 2 Financial and bookkeeping matters, agenda item no. 3 Engineering matters, agenda item no. 4 Report on Hazard Mitigation Plan, and agenda item no. 5, Report on District Website. Director Patterson seconded the motion, which passed by unanimous vote.

2026 DIRECTORS ELECTION, INCLUDING

APPROVE AND DISTRIBUTE CERTIFICATES OF ELECTION

The Board considered approving a Certificate of Election reflecting the re-election of Directors Sevier, Patterson, and Mealy to the Board of Directors of the District for a four-year term ending May 4, 2030.

APPROVE DIRECTORS' SWORN STATEMENTS AND OATHS OF OFFICE

The Board considered accepting the Sworn Statements and Oaths of Office for Directors Sevier, Patterson, and Mealy.

Following review and discussion, Director Tullis moved to approve: (1) the Certificate of Election; and (2) approve the Sworn Statements, Oaths of Office, and Bonds and authorize filing of the Oaths of Office with the Secretary of State as required by law. Director Granger seconded the motion, which carried unanimously.

REORGANIZE BOARD AND ELECT OFFICERS

The Board considered reorganizing the Board of Directors. Following review and discussion, the Board concurred to retain the existing slate of officers.

AUTHORIZE FILING OF DISTRICT REGISTRATION FORM WITH TEXAS COMMISSION ON ENVIRONMENTAL QUALITY

Ms. Garner stated that an updated District Registration Form was filed with the Texas Commission on Environmental Quality ("TCEQ") to reflect the current Director terms. After discussion, Director Tullis moved to ratify filing of an updated District Registration Form, as amended by comment, with the TCEQ. Director Granger seconded the motion, which carried unanimously.

CYBERSECURITY AND ARTIFICIAL INTELLIGENCE TRAINING REQUIREMENTS

Ms. Garner reviewed a memorandum regarding annual cybersecurity and artificial intelligence training requirements for local government employees and elected and appointed officials. She stated that the required training should be completed and reported to ABHR prior to the August 31st deadline for reporting compliance to the Texas Department of Information Resources ("DIR").

CONSIDER AMENDED AND RESTATED AGREEMENT WITH MYRTLE CRUZ, INC

Mr. Holland reviewed an amended and restated agreement between the District and Myrtle Cruz, Inc. for bookkeeping services.

Ms. Garner stated that the agreement is currently under review by ABHR.

Following review and discussion, Director Granger moved to approve the amended and restated agreement between the District and MC for bookkeeping services, subject to ABHR review. Director Tullis seconded the motion, which passed unanimously.

CONSIDER STRUCTURED REVIEW AND REMEDIATION PROCESS DEVELOPED BY THE TEXAS NETWORK SPECIFICALLY FOR MUNICIPAL WEBSITES

Ms. Garner discussed a proposal from The Texas Network for structured review and remediation services to maintain compliance with the the new Americans with Disabilities Act requirements. She stated that the compliance date for the District is April 26, 2028.

The Board agreed to table action on this agenda item until the next Board of Directors meeting.

APPROVE CONSUMER CONFIDENCE REPORT AND AUTHORIZE OPERATOR TO DELIVER THE CONSUMER CONFIDENCE REPORT AND FILE CERTIFICATE OF DELIVERY WITH THE TEXAS COMMISSION ON ENVIRONMENTAL QUALITY

Ms. Hargett discussed the Consumer Confidence Report ("CCR") with the Board, a copy of which is attached, and stated that the CCR will be filed with the TCEQ and posted on the District's website. Following review and discussion, Director Tullis moved to approve the CCR and authorize the operator to deliver the CCR, file the certificate of delivery with the TCEQ, and provide a copy to Texas Network for posting on the District's website. Director Granger seconded the motion, which passed by unanimous vote.

OPERATION OF DISTRICT FACILITIES, INCLUDING BILLINGS, REPAIRS, MAINTENANCE, AND RENEW MAINTENANCE PLAN FOR GENERATOR

Ms. Hargett reviewed the operator's report, a copy of which is attached, and updated the Board on operation and routine maintenance of District facilities. She stated that the District remains in Stage 1 of its Drought Contingency Plan.

Ms. Hargett stated that the new booster pump was installed on May 4, 2026, and is functioning properly. She then stated that the water loss has decreased to 6%, showing a decrease from the previous month.

Ms. Hargett stated that there was one grinder pump call in March which required the pump to be replaced as it was out of warranty.

Ms. Hargett discussed repair of the clarifier gear at the wastewater treatment plant (the "WWTP"). She stated that service was delayed due to rain on June 4, 2026.

Ms. Hargett stated that the stairs at the WWTP have been braced.

Ms. Hargett stated that HOLT Power Systems ("HOLT") provides an annual preventative maintenance plan for the District's generator. She discussed the services that HOLT provides and requested that the Board approve the updated maintenance plan for the generator maintenance.

Ms. Hargett presented a report on DR Horton grinder pump calls from 2022-2026. She stated that a total 49 calls were made from 34 of 51 homes. She stated that 20 of the calls were for broken discharge lines and that DR Horton reimbursed District for repaired discharge lines.

Following review and discussion, Director Tullis moved to approve: (1) the operator's report; and (2) the maintenance plan from HOLT for preventative maintenance to the generator in the amount of $2,648.85. Director Granger seconded the motion which passed by unanimous vote.

VOTE OR SEND PROXY TO BASTROP ELECTRIC

The Board tabled discussion on this agenda item.

CONDUCT ANNUAL REVIEW OF DROUGHT CONTINGENCY PLAN

Ms. Hargett stated that she can provide comments to ABHR to ensure the Drought Contingency Plan is at least as strict as the requirements listed in the Wholesale Service Agreement Between Aqua Water Supply Corporation and Bastrop County MUD No. 1.

The Board agreed to table action on this agenda item until the next Board of Directors meeting.

DISCUSS AQUA WATER SUPPLY CORPORATION ("AQUA") 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 stated that executed agreement and payment of $48,510.00 have been delivered to Aqua's counsel.

The board then considered reimbursement for lot owners that purchased LUEs for $7,900. Ms. Garner stated that the District originally added the $600 reservation fee to the $7,300 system development fee for the purchase of one LUE; however, Aqua did not charge the District for the system reservation fee for each LUE that was purchased currently rather than reserved. She stated that lot owners that purchased LUEs are eligible to be reimbursed for the reservation fee.

Following review and discussion, Director Tullis moved to authorize reimbursement to lot owners in the District for the $600.00 reservation per each LUE purchased currently rather than reserved. Director Sevier seconded the motion, which passes by unanimous vote.

REPORT FROM TAX ADVISOR

There was no discussion on this agenda item.

DISTRICT COMMUNICATIONS

Director Granger stated that he contacted PGI Properties ("PGI") regarding the aerial survey of the District's easement provided by Befco. He stated that PGI has requested that the District use PGI's surveyor and discussed the cost of such services. Director Granger stated that he will get quote for the survey and present it for consideration at the next Board of Directors meeting. Discussion ensued.

Director Patterson discussed the trail along the portion of the Colorado River in the District and stated that the outfall needs clearing. Discussion ensued.

No action was taken.

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 August 7, 2026, 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.

(SEAL)

Secretary, Board of Directors

ATTACHMENTS TO THE MINUTES