

MINUTES OF THE MEETING  
OF THE  
BOARD OF DIRECTORS

STATE OF TEXAS §

COUNTY OF HUNT §

VERANDAH MUNICIPAL UTILITY DISTRICT OF HUNT COUNTY §

The Board of Directors (the “Board”) of Verandah Municipal Utility District of Hunt County (the “District”) met in regular session, open to the public, at 2728 N. Harwood Street, Suite 500, Dallas, Texas on Tuesday, June 22, 2022, and the roll was called of the members of the Board, to-wit:

The roll was called of the members of the Board, to-wit:

Jon Mitchell	President
Glenn Purcell	Vice President
Cynthia Berrones-Mood	Secretary
Seth Ramey	Assistant Secretary
Glenn D. Dickerson	Assistant Secretary

All members of the Board were present at the commencement of the meeting with the exception of Director Ramey and Director Dickerson and Director Ramey, thus constituting a quorum. Also in attendance were: Ms. Sarah Landiak, attorney, and Ms. Angie Barrett, paralegal, each of Winstead PC, attorneys for the District; Ms. Kerry Tovery of Dye & Tovery, LLC; Mr. Art Barraza of Barraza Consulting Group, LLC, (“Engineer”); and Mr. Andre Ayala of Hilltop Securities, Inc.

The meeting was called to order at 12:31 p.m.

1. The Board called for public communications and comments. Hearing none, the Board closed the public comment section of the meeting.

2. The Board next acknowledged receipt of the Minutes from May 18, 2022, Board of Directors meeting. Following a discussion, Director Purcell moved that the Board approve the Minutes as presented. Director Mitchell seconded said motion, which carried unanimously.

3. The Board next recognized Mr. Ayala, who discussed with the Board the proposed schedule of events related to the issuance of the District’s Series 2022 Unlimited Tax Road Bonds (“Series 2022 Road Bonds”). Next, Mr. Ayala reported that the bond issuance will be approximately \$13,000,000 and reviewed with the Board a Preliminary Official Statement and Notice of Sale, copies of which are attached hereto as Exhibit “A” and Exhibit “B”, respectively. Mr. Ayala also

discussed with the Board the timing of the bond sale and process of application for a bond rating. Following a discussion and upon motion by Director Mitchell, seconded by Director Berrones-Mood and unanimously carried, the Board formally authorized the publication of the Official Notice of Sale and the Preliminary Official Statement in connection with the sale of the District's \$13,000,000 Series 2022 Unlimited Tax Road Bonds, such sale date being set for July 20, 2022, as set forth therein.

4. The Board next considered a representation letter from McCall Gibson Swedlund & Barfoot PLLC ("McCall Gibson"), the District's auditor, related to the issuance of the District's Series 2022 Road Bonds, a copy of which is attached hereto as Exhibit "C". Following a discussion, Director Mitchell moved that the Board approve the representation letter as presented. Director Berrones-Mood seconded said motion, which carried unanimously.

5. The Board next recognized Mr. Barraza, who presented to and reviewed with the Board an engineering report dated June 22, 2022, a copy of which is attached hereto as Exhibit "D". Mr. Barraza reported that vertical construction has begun on the Cherry Elementary School and grading is underway for both Verandah Phase 7 and CR 2650. Next, Mr. Barraza reviewed proposals received for grading, storm drainage, and paving improvements for CR 2648, noting that the lowest qualified bidder is KCK Utility Construction, Inc. ("KCK") in the total base bid amount of \$152,485.00 and recommended that the Board award the contract to KCK.

Next, Mr. Barraza recommended approval of the following pay applications and change orders:

- Change Order No. 2 the amount of (\$23,138.10) from Hammett Excavation, Inc. ("Hammett") under the grading improvements contract for Valor Farms Phase 2.
- Pay Application No. 8 in the amount of \$24,798.15 from Hammett under the grading improvements contract for Verandah Phase 6.
- Change Order No. 2 in the amount of (\$867.00) from Hammett under the grading improvements contract for Verandah Phase 6.
- Pay Application No. 1 in the amount of \$344,240.10 from Hammett under the grading improvements contract for Verandah Phase 7.

Following a discussion, Director Purcell moved that the Board (i) award the contract for grading, storm drainage, and paving improvements for CR 2648 to KCK as recommended by the District's Engineer; (ii) approve the pay applications and change orders as recommended by the District's Engineer; and (iii) approve the Engineer's Report as presented. Director Mitchell seconded said motion, which carried unanimously.

6. In the absence of a developer representative, the Board deferred action with regard to a developer's report.

7. Board next recognized Ms. Galindo, who presented to and reviewed with the Board copies of a bookkeeping report dated June 22, 2022, a copy of which is attached hereto as

Exhibit "E". Following a discussion, Director Berrones-Mood moved that the Board (i) approve the bookkeeping report; (ii) authorize the payment of bills listed thereon; and (iii) approve the investment of funds as recommended by the District's Bookkeeper. Director Mitchell seconded said motion, which carried unanimously.

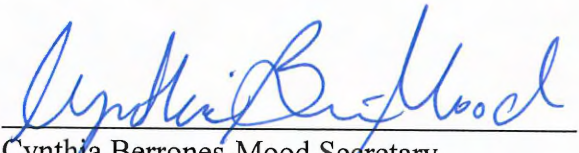
There being no further business to conduct, and upon motion by Director Purcell, seconded by Director Mitchell and unanimously carried, the meeting was adjourned at 12:47 p.m.

*[Signature page follows]*

APPROVED AND ADOPTED the 20<sup>th</sup> day of July, 2022.



VERANDAH MUNICIPAL UTILITY DISTRICT  
OF HUNT COUNTY

By:   
Cynthia Berrones-Mood Secretary  
Board of Directors