

MINUTES OF MEETING
OF THE
BOARD OF DIRECTORS

THE STATE OF TEXAS §

COUNTY OF HAYS §

LASALLE MUNICIPAL UTILITY DISTRICT NO. 1 §

The Board of Directors (the "Board" or the "Board of Directors") of LaSalle Municipal Utility District No. 1 (also sometimes referred to herein as the "District") met in special session, open to the public, at 7401 B. Hwy. 71 West, Suite 160, Austin, Texas, a designated office outside the District, on October 13, 2022, and the roll was called of the members of the Board to-wit:

Kristi LaRue	President
Eric Willis	Vice President
Chuck Kaufman	Secretary
Douglas J. Goss	Treasurer/Asst. Secretary
John Christopher Gee	Asst. Secretary

All members of the Board were present at the commencement of the meeting, except Director Gee and Director Kaufman. All directors present at the time a vote was taken voted on all items that came before the Board. Also present were Andy Barrett of Barrett & Associates, PLLC ("Barrett & Associates"), attorney for the District; Kimberly Studdard, paralegal of Winstead PC ("Winstead"); Keith Young of Doucet & Associates, Inc. ("Doucet"), engineers for the District; and Justin Taack with Bott & Douthitt, PLLC ("Bott & Douthitt"), bookkeepers for the District.

1. The Board called for public communications and comments, however, none being heard, the Board moved on to the next item of business.

2. The Board confirmed receipt of the Minutes from the September 15, 2022 special Board meeting and upon motion by Director Willis, seconded by Director Goss, said minutes were unanimously approved.

3. There being no developer representative present, the Board proceeded to the next item on the agenda.

4. The Board was presented with a Memorandum, dated October 13, 2022, for construction and status of the two (2) construction projects currently underway by JL Gray Construction, Inc. ("JL Gray") along with recommendations for related pay applications and change orders, which Memorandum is attached hereto as **EXHIBIT "A"**. Upon motion by Director Willis, seconded by Director LaRue, the following recommended pay application was unanimously approved:

Waterstone Phase 1-A contract with JL Gray:

Pay Application No. 7 (\$1,181,741.13).

Additionally, Mr. Young discussed the Wastewater Gravity Main from Waterstone Boulevard to FM 110, as was previously authorized to be bid by the Board, and Mr. Young noted that despite JL Gray not coming in as the lowest bidder, the lowest bidder, Dale Lowden Excavation, failed to recognize Addendum #2 of the bid package, and as is such, should the additional costs be factored in for the items described in Addendum #2, it is Doucet's belief that Dale Lowden Excavation would have come in well above the amount bid by JL Gray. It was also noted that JL Gray's familiarity with the current ongoing projects could prove advantageous from a logistics and timing perspective. Mr. Young formally presented a Recommendation Letter as to Award of Contract, a copy of which is attached hereto as **EXHIBIT "B"**, and upon motion by Director Willis, seconded by Director LaRue, the Board unanimously approved the award of the Wastewater Gravity Main Project to JL Gray, as was recommended by Doucet.

5. With regard to any additional water and sewer related agreements, easements, assignments, rights-of-way, related cost sharing agreements, or other related matters, Mr. Barrett noted there was nothing needed at this time.

6. Regarding a possible amendment or addendum to the existing Agreement Regarding Roadway and Drainage Improvements between the City of Kyle and the District, Mr. Barrett noted he had nothing to discuss at this time. It was noted that the Doucet team has scheduled a meeting with Rick Coleman and the Mayor of the City of Kyle to discuss in detail.

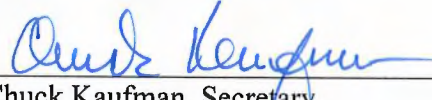
7. The Board was presented with a draft Rate Order by the District, which was intended to address the inspection fees currently being billed by Doucet for construction phase inspections. Mr. Barrett noted that the current Rate Order contemplates a price per connection which he doesn't think will work for this situation. There was discussion by Doucet with regard to possibly using a percentage of the construction contract in lieu of the price per connection, and Mr. Young noted he believed that percentage was somewhere between 1-2%. Mr. Young noted that he would finalize said number with his team then they would host discussions with the appropriate developer representatives prior to the next Board meeting in order to get the Rate Order finalized.

8. With regard to annexation of roughly 70 acres of additional land into the District, Mr. Barrett noted he has yet to receive the City of San Marcos' consent, and as is such, he had nothing further to report on the matter at this time.

9. Justin Taack then presented the Board with a Cash Activity Report, noting he would need the Board's approval on disbursement of checks related to director and vendor payments, fund transfers and payment of accounting fees for September 2022, as reflected in said Report. It was noted that Director Gee and Director Kaufman's checks would be voided in light of their absence at the meeting that day, and after a brief discussion, and upon motion by Director Willis and seconded by Director LaRue, the Cash Activity Report and disbursement of funds and transfers in accordance therewith was unanimously approved.

10. The Board confirmed the next meeting date would be November 10, 2022, and there being no further business to conduct, Director Willis moved that the meeting be adjourned, which motion was seconded by Director LaRue, and unanimously approved, and the Board adjourned until further call.

APPROVED AND ADOPTED this 10th day of November, 2022.



Chuck Kaufman, Secretary
Board of Directors
LaSalle Municipal Utility District No. 1

