

**MINUTES OF THE MEETING
OF THE
BOARD OF DIRECTORS**

THE STATE OF TEXAS §
COUNTY OF KAUFMAN §
KAUFMAN COUNTY FRESH WATER SUPPLY DISTRICT NO. 7-A §

The Board of Directors (the “Board” or the “Board of Directors”) of Kaufman County Fresh Water Supply District No. 7-A (also sometimes referred to herein as the “District”) met in regular session, open to the public, at 2728 N. Harwood Street, Suite 500, Dallas, Texas 75201, a designated meeting place outside the boundaries of the District on May 17, 2022, and the roll was called of the members of the Board to-wit:

Barbara King	President
Patrick Loudon	Vice President
W. Garrett Wesp	Secretary
Dyane Fisher	Assistant Secretary
Joshua Lane	Assistant Secretary

All members of the Board were present at the commencement of the meeting with the exception of Director Loudon and Director Fisher, thus constituting a quorum. Also present were: Mr. Matthew Merritt of LJA Engineering, Inc. (“LJA”); Ms. Kerry Tovery of Dye & Tovery, LLC; Mr. Jake Finch, a developer of lands within the District; Mr. Scott Eidman, attorney, and Ms. Amy Bieber and Ms. Angie Barrett, paralegals, each of Winstead PC; Mr. Brian Sliter, a landowner within the District; and Mr. Bill King, a member of the Board of Supervisors of Kaufman County Fresh Water Supply District No. 7-B (“District 7-B”).

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

1. The Board called for public communications and comments. Hearing none, Director Lane moved that the Board close the public comment section of the meeting. Director King seconded said motion, which carried unanimously.

2. The Board next acknowledged receipt of the Minutes from March 15, 2022, Board of Directors meeting. Following a discussion, Director King moved that the Board approve the Minutes as presented. Director Wesp seconded said motion, which carried unanimously.

3. The Board next recognized Mr. Eidman, who discussed the provisions of Section 49.052(g) of the Texas Water Code pertaining to disqualification on directors, noting that Director Loudon has missed more than one-half of the Board’s regular scheduled meetings in the prior 12 months. Following a discussion, Director Lane moved that the Board vote to remove Director Loudon from the Board of Directors. Director Wesp seconded said motion, which carried unanimously.

4. The Board next considered the appointment of a Director to fill the vacancy on the Board. Mr. Eidman announced that Mr. Brian Sliter has expressed his desire to serve on the Board of Directors. Following a discussion, Director Wesp moved that the Board (i) appoint Mr. Sliter to the Board of Directors to serve as Vice President for the remainder of the term expiring on May 2, 2026; and (ii) adopt an Order declaring the same. Director Lane seconded said motion, which carried unanimously.

5. Consideration was next given to the administration of Statement of Officer Forms, and Oaths of Office to Directors. Mr. Eidman noted that the documents have been executed by Director King, Director Sliter, and Director Lane to mark the beginning of their new four-year terms. No formal action was taken by the Board.

6. The Board next considered renewal of District insurance coverages, a copy of a summary of the proposal for which is attached hereto as Exhibit "A". Following a discussion, Director King moved that the Board approve the renewal of insurance coverages as presented. Director Lane seconded said motion, which carried unanimously.

7. The Board next considered a Tax Assessment and Collections Contract by and between the District and Kaufman County, Texas, a copy of which is attached hereto as Exhibit "B". Mr. Eidman discussed the matter with the Board, noting that the District would be levying taxes for the first time in the 2022 tax year. Following a discussion, Director King moved that the Board approve the Tax Assessment and Collections Contract as presented. Director Sliter seconded said motion, which carried unanimously.

8. The Board next recognized Mr. Finch, who updated the Board with regard to development within the District. Mr. Finch reported that LGI Homes is currently bidding grading improvements for Phase 1, which is scheduled to break ground in August 2022, and plans for an offsite gravity main to serve the development will be submitted to the City shortly. The Board next recognized Mr. Merritt, who reported to the Board the matter of the City of Crandall incorrectly certifying that the District lay within its extraterritorial jurisdiction when said territory is within the extraterritorial jurisdiction of the City of Talty, and discussed options for the developers to move forward with correcting the error. No formal action was taken by the Board.

9. The Board next considered ratification of assignment of the Construction Management At Risk Services Agreement ("CMAR") to District 7-B, a copy of which is attached hereto as Exhibit "C". Mr. Eidman explained that the contract to oversee construction of the wastewater treatment plant and lift station to serve the development is currently held by the District, but the construction is occurring within District 7-B and funding is occurring via District 7-B, therefore the CMAR has been assigned to District 7-B. Following a discussion, Director King moved that the Board ratify and approve assignment of the CMAR to District 7-B. Director Lane seconded said motion, which carried unanimously.

10. The Board next recognized Mr. Merritt, who updated the Board with regard to engineering matters within the District. Mr. Merritt reported that LJA is coordinating with LGI Homes and Kimley-Horn, engineers for Kaufman County Fresh Water Supply District No. 7-B, with

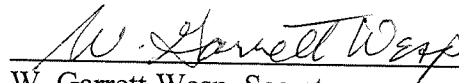
regard to construction of the wastewater treatment plant to serve the development. No formal action was taken by the Board.

11. The Board next recognized Ms. Galindo, who presented to and reviewed with the Board copies of a bookkeeping report dated May 17, 2022, a copy of which is attached hereto as Exhibit "D". Following a discussion, Director King moved that the Board (i) approve the bookkeeping report; and (ii) authorize the payment of bills listed thereon. Director Wesp seconded said motion, which carried unanimously.

There being no further business to conduct, Director Wesp moved that the meeting be adjourned at 12:27 p.m. Director King seconded said motion, which carried unanimously. The Board adjourned until further call.

[Signature page follows]

APPROVED AND ADOPTED this 8th day of August, 2022.



W. Garrett Wesp, Secretary

Board of Directors

Kaufman County Fresh Water Supply District

No. 7-A

