

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 (the "District") met in regular session, open to the public, at 7401 B. Hwy. 71 West, Suite 160, Austin, Texas, a designated office outside of the boundaries of the District, on Tuesday, September 9, 2025, 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. All directors present at the time a vote was taken voted on all items that came before the Board. Also present were Mr. Andy Barrett of Barrett & Associates, PLLC, attorney for the District, Mr. Tyler Douthitt of Bott & Douthitt, PLLC, the District's bookkeeper, Mr. Keith Young and Mr. Hieu Nguyen of Doucet & Associates, Inc., engineers for the District, and Mr. Cody Abshire of Si Environmental, LLC, the District's operations firm. Additionally, Ms. Kimberly Studdard, paralegal, with Red River Legal Solutions, LLC was in attendance as well as Mr. John Howell of The GMS Group, the District's financial advisor, whom attended the meeting via teleconference.

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

2. The Board confirmed receipt of the minutes from the August 12, 2025 regular Board meeting, and upon motion by Director Kaufman, seconded by Director Willis, said minutes were unanimously approved.

3. The Board reviewed the formal Notice of Public Hearing on Tax Rate that had been published as well as posted on the Hays County website as well as the District's website, as required by law, and called the hearing to order in accordance with such Notice and upon motion by Director Kaufman, seconded by Director Willis and unanimously carried. Mr. Howell noted the tax rate will be \$0.95 total. Upon motion by Director Kaufman, seconded by Director Willis and unanimously carried, the hearing was adjourned.

4. Mr. Douthitt then discussed the proposed Operating Budget for the upcoming fiscal year of October 1, 2025 to September 30, 2026, as prepared by Bott & Douthitt. Mr. Douthitt noted there were no changes to the budget which was presented at the prior month's meeting. It was noted that the District should net roughly \$776,000.00 in tax revenue, which after expenses,

should result in a \$578,990.00 surplus. Following a thorough review and discussion, upon motion by Director Willis, seconded by Director Goss and unanimously carried, the Board adopted a Resolution Adopting Operations Budget, a copy of which is attached hereto as **EXHIBIT "A"**.

5. Following the approval of the District's operating budget for the upcoming fiscal year, the Board reviewed a proposed Order Setting Tax Rate for 2025, and it was noted that such 2025 rate would cover operations and maintenance during the District's fiscal year of October 1, 2025 through September 30, 2026, and that taxes would begin being levied upon adoption of said Order and due by January 31, 2026. Following a full discussion and motion by Director Willis, seconded by Director Kaufman and unanimously carried, the Board approved said Order Setting Tax Rate for 2025, a copy of which is attached hereto as **EXHIBIT "B"**.

6. With regard to finalization of the Preliminary Official Statement and Notice of Sale in connection with the District's 2025 Unlimited Tax Bonds ("Series 2025 Utility Bonds"), and authorize the setting of the sale date, required publications of sale, and take further action as necessary, Mr. Barrett noted there was no action needed at such time.

7. Mr. Douthitt discussed with the Board opening of new accounts in connection with the Series 2025 Utility Bonds. After a discussion, and upon motion by Director Kaufman, seconded by Director Willis, the Board unanimously authorized any new accounts in connection with the Series 2025 Utility Bonds.

8. Regarding any amendments or additional agreements with Arbitrage Compliance Specialists, Inc. in connection with the Series 2025 Utility Bonds, after a full discussion, and upon motion by Director Kaufman, seconded by Director Goss, the Board authorized any amendments or additional agreements with Arbitrage Compliance Specialists, Inc. in connection with the Series 2025 Utility Bonds.

9. There being no developer present, the Board proceeded on with the agenda.

10. The Board discussed a Memorandum of Understanding, or other similar agreement, related to a Cost Sharing Agreement between the District and LaSalle MUD 2, LaSalle MUD 3, LaSalle MUD 4 and LaSalle MUD 5 for lift station and wastewater line infrastructure improvements. It was noted the costs of said improvements would be divided amongst all 5 districts, including operations and maintenance. After a discussion, and upon motion by Director Willis, seconded by Director Kaufman, the Board unanimously approved and ratified a Memorandum of Understanding, or other similar agreement, related to a Cost Sharing Agreement between the District and LaSalle MUD 2, LaSalle MUD 3, LaSalle MUD 4 and LaSalle MUD 5 for lift station and wastewater line infrastructure improvements.

11. Mr. Young then presented to the Board the Engineer's Report, a copy of which is attached hereto as **EXHIBIT "C"**. Mr. Young reported there were no pay applications or change orders this month. Mr. Young reported that the first bond issue application for \$9,200,000 has been submitted to the TCEQ for review and approval. Lastly, Mr. Young reported that CR 158 Culvert construction is nearly complete with closeout and acceptance anticipated next month. Upon motion by Director LaRue and seconded by Director Kaufman, the Engineer's Report was unanimously approved.

12. With regard to the Attorney Report's, Mr. Barrett asked the Board to approve the Audit Continuation Letter received by the District's auditor, McCall Gibson Swedlund Barfoot and Ellis ("MGSB"), and upon motion by Director Willis, seconded by Director LaRue, the Board unanimously approved the Audit Continuation Letter with MGSB.

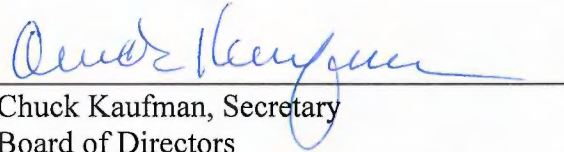
13. Mr. Douthitt next presented the Cash Activity Report, a copy of which is attached as **EXHIBIT "D"**, and he noted that he would need the Board's approval on disbursement of funds related to director and vendor payments as well as various consultant invoices and one fund transfer from the TexPool Operating Account to the PNC Bookkeeper's Account in the amount of \$31,899.75 for expenditures. Lastly, it was reported that 99% of the District taxes have been collected, and upon motion by Director LaRue and seconded by Director Kaufman, the Cash Activity Report and disbursement of funds, one transfer for expenditures, and payments in accordance therewith were unanimously approved.

14. Mr. Abshire then discussed with the Board an Operations Report, and it was noted that the regular landscaping maintenance of the pond area is complete, and the wet pond was serviced in August. Lastly, Mr. Abshire reported that Lennar is doing well and that there have been no lots found out of compliance. After a brief discussion, and upon motion by Director Willis and seconded by Director LaRue, the Operations Report was unanimously approved.

15. The Board confirmed the next regular meeting date would be October 14, 2025, and there being no further business to conduct, Director LaRue moved that the meeting be adjourned, which motion was seconded by Director Gee, and unanimously approved, and the Board adjourned until further call.

(EXECUTION PAGE FOLLOWS)

APPROVED AND ADOPTED this 14th day of October, 2025.



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

(DISTRICT SEAL)

