

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

THE STATE OF TEXAS §  
COUNTY OF GRAYSON §  
HOWE MUNICIPAL UTILITY DISTRICT NO. 1 §

The Board of Directors (the “Board”) of Howe Municipal Utility District No. 1 (the “District”) met in special session, open to the public, at 2728 N. Harwood, Suite 500, Dallas, Texas 75201, an office outside the boundaries of the District, on January 7, 2026, and the roll was called of the members of the Board to-wit:

Nancy E. Phillips	President
Katherine A. Winniford	Vice President
Carol Eidman	Secretary
Scott Norris	Assistant Secretary
Frank Picone	Assistant Secretary

All members of the Board were present at the commencement of the meeting, thus constituting a quorum. Also present were: Ms. Sarah Tinsley, P.E. of Kimley Horn (“Engineer”); Mr. Chris Caldwell of Qualico; Ms. Kerry Tovery of Dye & Tovery LLC; Mr. Devon Whitlock of Robert W. Baird & Co.; and Mr. Ross Martin, attorney, and Ms. Genny Lutzel and Ms. Linda J. Proctor, paralegals, each of Winstead PC.

1. The meeting was called to order at 1:00 p.m.
2. Consideration was next given to public comment and communication. Hearing none, Director Norris moved to close the public comment session. Director Phillips seconded said motion, which carried unanimously.
3. Consideration was next given to the review and approval of minutes of the November 12, 2025, Board of Directors meeting. Following a discussion, Director Norris moved that the Board approve the minutes as transcribed. Director Eidman seconded said motion, which carried unanimously.
4. Consideration was next given to the Engineer's Report, a copy of which is attached hereto as Exhibit “A”. Ms. Tinsley provided a brief overview of plans to advertise bids for construction of an offsite water line for utilities. Following a discussion, Director Winniford moved that the Board (i) approve the Engineer's report; (ii) authorize Kimley Horn to design offsite water infrastructure plans; and (iii) authorize advertisement of bids for same. Director Picone seconded the motion which carried unanimously.
5. Consideration was next given to the developer’s report. Mr. Caldwell stated that the City of Howe is currently reviewing plans to secure water service for the District, noting the preliminary design work is underway. No formal action was taken by the Board.

6. The Board deferred action with regard to a retail wastewater service agreement.

7. The Board next recognized Ms. Tovery, who presented to and reviewed with the Board a bookkeeping report dated January 7, 2026, a copy of which is attached hereto as Exhibit "B". Ms. Tovery also noted a cost-of-living increase of hourly rates pursuant to the District's bookkeeping services agreement. Following a discussion, Director Norris moved that the Board (i) approve the bookkeeping report as presented; (ii) authorize the payment of bills listed thereon; and (iii) approve the investment of funds as recommended by the District's Bookkeeper. Director Winniford seconded said motion, which carried unanimously.

8. The Board next considered a Resolution Adopting Prevailing Wage Rate Scale for Construction Projects, a copy of which is attached hereto as Exhibit "C". Following a discussion, Director Phillips moved that the Board adopt the Resolution as presented. Director Norris seconded said motion, which carried unanimously.

9. The Board next considered a Resolution Designating Depositories and Establishing Investment Accounts for Deposit of District Funds, a copy of which is attached hereto as Exhibit "D". Following a discussion, Director Phillips moved that the Board approve the Resolution as presented. Director Picone seconded said motion, which carried unanimously.

10. The Board next considered the supplemental agenda. Mr. Martin presented to and reviewed with the Board an Order Calling Directors Election, a copy of which is attached hereto as Exhibit "E". Following a discussion, Director Norris moved that the Board (i) approve the Order as presented; and (ii) authorize distribution of the Notice of Election. Director Phillips seconded said motion, which carried unanimously.

There being no further business to conduct, Director Norris moved that the meeting be adjourned at 1:12 p.m. Director Phillips seconded said motion, which carried unanimously. The Board adjourned until further call.

[SIGNATURE PAGE FOLLOWS]

APPROVED AND ADOPTED this 11<sup>th</sup> day of March, 2026.

*Carol Lidman*

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Secretary  
Board of Directors  
Howe Municipal Utility District No. 1

(DISTRICT SEAL)

