

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

THE STATE OF TEXAS §
COUNTIES OF DENTON AND WISE §
NORTH FORT WORTH WATER CONTROL AND IMPROVEMENT §
DISTRICT NO. 1 DENTON AND WISE COUNTIES

The Board of Directors (the "Board") of North Fort Worth Water Control and Improvement District No. 1 of Denton and Wise Counties (the "District") met in regular session, open to the public, at 520 Interstate 35 Frontage Road, Denton, Texas 76205, on August 13, 2026, and the roll was called of the members of the Board to-wit:

J.D. Walker	President
Donald Lucky	Vice President
Charles Garretson	Secretary
Steve Babcock	Assistant Secretary
Chris Calloway	Assistant Secretary

All members of the Board were present at the commencement of the meeting, thus constituting a quorum. Also present were Ms. Taylor Elliott, attorney, and Ms. Linda J. Proctor, paralegal, each of Winstead PC; Ms. Esther Lara of Toverly Accounting Consultants, LLC ("Bookkeeper"); and Mr. Ishmael Machoka of LJA Engineering, Inc. ("Engineer").

The meeting was called to order at 12:02 p.m.

1. The Board called for public communications or comments. Hearing none, Director Garretson moved that the Board close the public comment session of the meeting. Director Walker seconded said motion, which carried unanimously.

2. The Board next reviewed the Minutes from the May 14, 2026, Board of Directors meeting. Following a discussion, and upon motion by Director Calloway, seconded by Director Babcock and unanimously carried, the Board approved the Minutes as presented.

3. The Board next recognized Ms. Elliott, who presented to and reviewed with the Board the 2026 tax rate calculations and recommendations from Hilltop Securities, Inc., the District's financial advisor, a copy of which is attached hereto as Exhibit "A". The total tax rate recommendation is \$0.60 per \$100 of net taxable value, all designated for maintenance and operations. Following a discussion, Director Garretson moved that the Board (i) approve the proposed tax rate; (ii) call a public hearing on the proposed tax rate for September 10, 2026, at 12:00 p.m. at 520 Interstate 35 Frontage Road, Denton, Texas 76205; and (iii) authorize publication of a notice of the same. Director Babcock seconded said motion, which carried unanimously.

4. The Board deferred taking any action with regard to the preparation and submission of an application for use of surplus funds to the Texas Commission on Environmental Quality and the adoption of a resolution related to same.

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

6. The Board next recognized Mr. Machoka, who stated that he did not have any new updates with regard to engineering matters within the District. No formal action was taken by the Board.

7. The Board next recognized Ms. Lara, who informed the Board of the Bookkeeper's name change from Dye & Toverly, LLC to Toverly Accounting Consultants, LLC and presented to and reviewed with the Board an engagement agreement with Toverly Accounting Consultants, LLC, a copy of which is attached hereto as Exhibit "B". Following a discussion, Director Babcock moved that the Board approve such engagement agreement. Director Calloway seconded said motion, which carried unanimously.

8. The Board continued to recognize Ms. Lara, who presented to and reviewed with the Board copies of the Bookkeeper's report dated August 13, 2026, a copy of which is attached hereto as Exhibit "C". Following a discussion, Director Lucky moved that the Board (i) approve the Bookkeeper's report as presented; (ii) authorize the payment of bills as listed thereon; and (iii) approve the investment of funds as recommended by the District's Bookkeeper. Director Babcock seconded said motion, which carried unanimously.

There being no further business to conduct, and upon motion by Director Calloway, seconded by Director Babcock and unanimously carried, the Board adjourned at 12:11 p.m. until further call.

[Signature page follows]

APPROVED AND ADOPTED this 10th day of September, 2026.



Secretary, Board of Directors
North Fort Worth Water Control & Improvement
District No. 1 of Denton and Wise Counties