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 8, 2026, and the roll was called of the members of the Board to-wit:

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

All members of the Board were present in person at the commencement of the meeting with the exception of Director Gee. 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 ("Barrett & Associates"), PLLC, attorney for the District, Eliza Martinez of Winstead PC ("Winstead"), Hieu Nguyen of Doucet & Associates, Inc. ("Doucet"), engineers for the District, Justin Taack of Bott & Douthitt, PLLC, the District's bookkeeper, Nancy Olson of McCall Gibson Swedlund Barfoot PLLC, the District's auditor, Cody Abshire of Si Environmental, LLC ("Si Enviro"), the District's operations firm, 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 11, 2026, regular Board meeting, and upon motion by Director Willis, seconded by Director LaRue, 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, comprising of $0.41 for operations and maintenance, $0.32 for W/S/D Debt Service, and $0.22 Road Debt Service. Upon motion by Director Kaufman, seconded by Director Willis and unanimously carried, the hearing was adjourned.

4. Mr. Taack then discussed the proposed Operating Budget for the upcoming fiscal year of October 1, 2026 to September 30, 2027, as prepared by Bott & Douthitt. It was noted that the budget

should be increased to $60,000.00 for the year due to amended engineering fees. Additioanlly, the project revenue is less because bonds are collecting less in operations and maintenance. Following a thorough review and discussion, upon motion by Director LaRue, seconded by Director Willis and unanimously carried, the Board adopted a Resolution Adopting Operations Budget, a copy of which is attached hereto as **EXHIBIT "A"**.

5. The Board the reviewed a Resolution Adopting Operating Budget for September 30, 2027, fiscal year end. After a full discussion, and upon motion by Director Willis, seconded by Director Kaufmann, the Board unanimously approved a Resolution Adopting Operating Budget for September 30, 2027, fiscal year end.

6. The Board then reviewed a Resolution Approving Debt Service Budget for fiscal year ending September 30, 2027. After a full discussion, and upon motion by Director Kaufmann, seconded by Director Goss, the Board unanimously approved a Resolution Approving Debt Service Budget for fiscal year ending September 30, 2027.

7. Following the approval of the District's operating budget for the District's upcoming fiscal year, the Board reviewed a proposed Order Setting Tax Rates for 2026, and it was noted that such 2026 $0.95 tax rate comprising of $0.41 for operations and maintenance, $0.32 for W/S/D Debt Service, and $0.22 Road Debt Service, during the District's fiscal year of October 1, 2026 through September 30, 2027, and that taxes would begin being levied upon adoption of said Order and due by January 31, 2027. Following a full discussion and motion by Director LaRue, seconded by Director Goss and unanimously carried, the Board approved said Order Setting Tax Rates for 2026, a copy of which is attached hereto as **EXHIBIT "B"**.

8. The Board then considered approval of updated engagement letter with Bott & Douthitt, PLLC and associated rate increase. It was reported that Bott & Douthitt provided their updated engagement letter reflecting increased fees of up to $2,100.00 a month. The increased fees are already reflected in the proposed budget as well. After a full discussion, and upon motion by Director Willis, seconded by Director Kaufman, the Board unanimously approved the updated engagement letter with Bott & Douthitt, PLLC and associated rate increase of up to $2,100.00 a month.

9. Ms. Olsen then reviewed the formal audit continuance letter of the engagement of McCall Gibson Swedlund Barfoot Ellis PLLC as auditor for the District. It was reported the cost will go from $12,000.00 to $14,000.00 due to bonds. After a full discussion, and upon motion by Director Kaufmann, seconded by Director Goss, the Board unanimously ratified the formal audit continuance letter of the engagement of McCall Gibson Swedlund Barfoot Ellis PLLC as auditor for the District.

10. Regarding the developer report, it was reported that it is slow in the homebuilding market. DR Horton will sell in the are what has already been built. Thursday meeting with City of Kyle will discuss Aquapalooza and how to start recycling water. Additionally, it was reported that Lennar is continuing to sell homes.

11. Mr. Nguyen then presented to the Board the Engineer's Report, a copy of which is attached hereto as **EXHIBIT "A".** Mr. Nguyen reported that Kleinfelder, Inc merger was effective September 18, 2026 and asked for the following to be updated by MUD records and bookkeeping:

contracts from Doucet will be inherited to Kleinfelder, and an updated W-9 and account information for Kleinfelder, Inc. After a full discussion, and upon motion by Director Willis, seconded by Director Kaufmann, the Board unanimously approved both the new W-9 and the Engineer's Report.

12. With regard to the Attorney Report's, Mr. Barrett reported they received an offer of 1.31% instead of 1.70% from the City of Kyle to settle the water rate case. Mr. Barrett is working on sending a counteroffer.

13. Mr. Taack next presented the Cash Activity Report, a copy of which is attached as **EXHIBIT "B",** 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 three fund transfers: one from the TexPool Operating Account to the PNC Bookkeeper's Account in the amount of $12,449.27 for expenditures; one from the TexPool Tax Account to TexPool Operating Account in the amount of $1,000.00; and one from the TexPool DR2026 Capital Projects Account to TexPool Operating Account in the amount of $29,740.00. Additionally, Mr. Taack asked for the Board's approval of bond payments due October 1, 2026: SR2025 Utility – BOKF - $216,959.38 and SR2026 Road – BOKF - $136,164.03. Upon motion by Director Willis and seconded by Director LaRue, the Cash Activity Report and disbursement of funds, transfers, and payments in accordance therewith were unanimously approved.

14. Mr. Abshire then discussed with the Board an Operations Report, reporting that regular landscaping maintenance of the pond area was completed. The wet pond was serviced in the month of August, and they are monitoring inlets and sidewalls for erosion. Lastly, Mr. Abshire reported no builder violations found during the August inspection.

15. The Board confirmed the next regular meeting date would be October 13, 2026, and there being no further business to conduct, Director Willis moved that the meeting be adjourned, which motion was seconded by Director Kaufman, and unanimously approved, and the Board adjourned until further call.

APPROVED AND ADOPTED this 13th day of October 2026.

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

(DISTRICT SEAL)