HARRIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 418
Minutes of Meeting of Board of Directors

May 26, 2026

The Board of Directors (the "Board") of Harris County Municipal Utility District No. 418 (the "District") met in regular session, open to the public, on May 26, 2026, at 1300 Post Oak Boulevard, Suite 2500, Houston, Harris County, Texas, in accordance with the duly posted notice of meeting, and the roll was called of the duly constituted members of said Board of Directors, as follows:

Steven P. Knabe	President
Chris Gilbert	Vice President
Bettina Parr	Secretary
Cathy Cobb	Assistant Secretary
Colby McClary	Assistant Secretary

and all of said persons were present, with the exception of Directors Knabe and Gilbert, thus constituting a quorum.

Also present were Miguel Medina of Municipal Accounts & Consulting, L.P. ("MA&C"); Will Gutowsky of BGE, Inc. ("BGE"); Johnnie Thompson of Wheeler & Associates, Inc. ("Wheeler"); Lindsey DeLong and Mark Landreneau of Inframark, LLC ("Inframark"); Dan Kolkhorst and Brian Gates of Howard Hughes Holdings, Inc., on behalf of Bridgeland Development, LP ("Developer"); Jenna Craig of Touchstone District Services, LLC ("Touchstone"); Dana Hollingsworth and James Coursey of Municipal District Services, LLC ("MDS"); Greg Lentz of Masterson Advisors LLC ("Masterson"); Brian Krueger of Forvis Mazars, LLP ("Forvis Mazars"); Noe Escobar, member of the public; and Joseph Schwartz, Cullen Richardson and Peyton McKelvey of Schwartz, Page & Harding, L.L.P. ("SPH").

In the absence of the President and Vice President, Director Parr was designated President Pro Tempore for purposes of the meeting. The President Pro Tempore called the meeting to order and declared it open for such business as might regularly come before the Board.

PUBLIC COMMENTS

The Board opened the meeting for public comment. There being no such comments presented, the Board proceeded to the next item of business.

APPROVAL OF MINUTES

The Board considered approval of the draft minutes of its meeting held on April 28, 2026. Following discussion, it was moved by Director Parr, seconded by Director Cobb and unanimously carried, that the minutes of the April 28, 2026, meeting be approved, as presented.

RESIGNATION OF DIRECTOR STEVEN P. KNABE

Mr. Schwartz advised the Board that Director Knabe has submitted a letter of resignation from the Board of Directors, effective as of May 26, 2026, a copy of which is attached hereto as **Exhibit A**. Following discussion, it was moved by Director Parr, seconded by Director Cobb and unanimously carried, that Director Knabe's resignation from the Board of Directors be accepted.

APPOINTMENT OF NEW DIRECTOR TO FILL VACANCY ON THE BOARD OF DIRECTORS; ACCEPTANCE OF QUALIFICATION STATEMENTS, BONDS, OATHS OF OFFICE, AFFIDAVITS OF CURRENT DIRECTOR AND ELECTIONS NOT TO DISCLOSE CERTAIN INFORMATION FOR DIRECTORS

The Board next considered the appointment of a new Director to fill the vacancy created by the resignation of Steven P. Knabe. Mr. Noe Escobar introduced himself to the Board and expressed an interest in serving on the Board of Directors.

The Board then considered the acceptance of Qualification Statements, Bonds, Oaths of Office, Affidavits of Current Director and Elections Not to Disclose Certain Information in connection with the appointment of Mr. Escobar to the Board, and the re-election of Directors Parr and Cobb. In that regard, Mr. Escobar and Directors Parr and Cobb presented their Qualification Statements, Bonds, Oaths of Office, Affidavits of Current Director and Elections Not to Disclose Certain Information. After discussion on the matter, it was moved by Director Parr, seconded by Director Cobb and unanimously carried, that the Board approve such Bonds and accept such Qualification Statements of Elected Officers, Oaths of Office, Affidavits of Current Directors and Elections Not To Disclose Certain Information, and declare (i) Noe Escobar to be duly qualified and appointed to fill the vacancy on the Board for the four (4) year term ending May 4, 2030, and (ii) Bettina Parr and Cathy Cobb to be duly elected and qualified Directors of the District, each to serve a four (4) year term ending May 4, 2030. Director Escobar participated in the remainder of the meeting.

ELECTION OF OFFICERS OF THE BOARD OF DIRECTORS

The Board next considered the election of officers and the reorganization of the Board of Directors. Following discussion, it was moved by Director Parr, seconded by Director Cobb and unanimously carried, that (i) Director McClary be elected President of the Board, (ii) Director Escobar be elected Assistant Secretary of the Board, and (iii) the remainder of the Board continue in their offices of Vice President, Secretary and Assistant Secretary, respectively.

DISTRICT REGISTRATION FORM

The Board considered approving a District Registration Form required by the Texas Commission on Environmental Quality (the "TCEQ"). In connection therewith, Mr. Schwartz explained that, in accordance with Section 36.054(e) and Section 49.054(f) of the Texas Water Code, municipal utility districts are required to file names, mailing addresses, officer positions and terms of new directors with the TCEQ within thirty days (30) after an election or appointment. He advised that with the Board's approval, SPH will prepare an updated District Registration Form and file same with the TCEQ, as required. Following discussion, it was moved by Director Parr, seconded by Director Cobb and unanimously carried, that SPH be authorized to complete the updated District Registration Form, as discussed, and file same with the TCEQ.

LIST OF LOCAL GOVERNMENT OFFICERS

Mr. Schwartz reminded the Board that, pursuant to Chapter 176 of the Texas Local Government Code, the District is required to maintain a list of Local Government Officers, which includes the members of the Board and the District's Investment Officers in connection with conflict of interest disclosure requirements. Following discussion, it was moved by Director Parr, seconded by Director Cobb and unanimously carried, that the District's list of Local Government Officers be updated, as required by law.

DIRECTOR TRAINING REQUIREMENTS

Mr. Schwartz discussed the training requirements for public officials with Director Escobar. He advised that public officials, including directors of a municipal utility district, must complete separate training courses regarding the Texas Open Meetings Act ("OMA") and the Texas Public Information Act ("PIA"). Mr. Schwartz presented to and reviewed with Director Escobar a Memorandum prepared by SPH which summarizes the training requirements. He advised that the deadline for public officials to complete their training is the 90th day after they either take their oath of office or otherwise assume their responsibilities as a public official. He noted that the Texas Attorney General has prepared an online course which satisfies the training requirements for both the OMA and PIA. Mr. Schwartz further noted that it is the responsibility of Director Escobar to complete his training by the deadline.

DISCUSSION OF CONFLICTS DISCLOSURE REPORTING REQUIREMENTS

Mr. Schwartz next advised that a Memorandum prepared by SPH and questionnaire regarding conflict of interest disclosure reporting was presented to Director Escobar. Mr. Schwartz then presented Director Escobar's completed conflict of interest questionnaires for the District's records.

BOOKKEEPER'S REPORT

Mr. Medina presented to and reviewed with the Board the Bookkeeper's Report dated May 26, 2026, including disbursements presented for payment, a copy of which is attached hereto as **Exhibit B**. Following discussion, it was moved by Director Parr, seconded by Director Cobb and unanimously carried, that the Bookkeeper's Report be approved, as presented, and the disbursements listed therein be approved for payment.

ANNUAL BUDGETS

Mr. Medina next presented to and reviewed with the Board the proposed budget for the District's general operating fund, and the proposed budgets for the joint water plant and joint sewer treatment plant for the District's fiscal year ending May 31, 2027, copies of which are included in

Exhibit B. Mr. Medina advised that copies of the draft budgets for the joint water plant and joint sewer treatment plant accounts were provided to Harris County Municipal Utility District Nos. 419, 489, 490, 491, 492 and 493 (the "Participants"), as required by the Contract for Financing, Operation, and Maintenance of Master Water and Sanitary Sewer Facilities by and among the District and the Participants, and noted that the Participants had no comments to the proposed budgets. Following discussion, it was moved by Director Parr, seconded by Director Cobb and unanimously carried, that the proposed budget for the District's general operating fund and proposed budgets for the joint water plant and joint sewer treatment plant accounts for the fiscal year ending May 31, 2027, be approved, as presented.

ENGAGEMENT OF AUDITOR

The Board next considered the engagement of an auditing firm to conduct an audit of the District's financial statements for the fiscal year ended May 31, 2026. In that regard, Mr. Krueger made a presentation to the Board on behalf of Forvis Mazars, and advised that the cost to conduct such audit is approximately $9,000 for the District's internal facilities and $16,000 for the Master Facilites, plus an adminstrative fee in the amount of $1,100. After discussion on the matter, Director Escobar moved that (i) Forvis Mazars be engaged to prepare the District's audit report for the fiscal year ending May 31, 2026, in accordance with the terms of the engagement letter attached hereto as **Exhibit C**, and (ii) the Texas Ethics Commission ("TEC") Form 1295 submitted by Forvis Mazars in connection therewith, be accepted and acknowledged by the District. Director Parr seconded the motion, which unanimously carried.

TAX ASSESSOR-COLLECTOR REPORT

Ms. Thompson presented to and reviewed with the Board the Tax Assessor Collector Monthly Report as of April 30, 2026, a copy of which is attached hereto as **Exhibit D**. Following discussion, Director Parr moved that the Tax Assessor Collector Monthly Report be approved, as presented, and the disbursements listed therein be approved for payment. Director Cobb seconded said motion, which unanimously carried.

DELINQUENT TAX COLLECTIONS REPORT

The Board deferred consideration of a Delinquent Tax Report, as it was noted that none was received nor is due at this time from Perdue, Brandon, Fielder, Collins & Mott, L.L.P., delinquent tax attorneys for the District.

UNCLAIMED PROPERTY REPORT AS OF MARCH 1, 2026

The Board considered approval of an Unclaimed Property Report as of March 1, 2026, and the filing of same with the Texas Comptroller of Public Accounts (the "Comptroller") prior to July 1, 2026. In connection therewith, Mr. Medina advised the Board that there was no unclaimed property in the District's operating accounts for the reporting period. Ms. Thompson then advised the Board that there was no unclaimed property in the District's tax accounts for the reporting period. Correspondence reflecting same is attached hereto as **Exhibit E**. Following discussion, it was noted that no action was required by the Board in connection with this matter.

OPERATOR'S REPORT

Ms. Hollingsworth presented to and reviewed with the Board the Operations Report dated May 26, 2026, a copy of which is attached hereto as **Exhibit F**, and reported on the status of repairs and replacements made to the District's facilities.

Ms. Hollingsworth next presented to and reviewed with the Board a proposal prepared by NTS Pumps, Motors and Controls for the purchase and installation of a soft start for Booster Pump No. 5 at the District's Water Plant, a copy of which is included in the Operations Report. Ms. Hollingsworth noted the total cost for such work in the amount of $8,750.00.

Ms. Hollingsworth next presented to and reviewed with the Board a proposal prepared by Pardalis Industrial Enterprises, Inc. for the recoating of air relief valves, gate valves, and all necessary piping at Lift Station No. 2, a copy of which is included in the Operations Report. Ms. Hollingsworth noted the total cost for such work in the amount of $7,400.00.

Ms. Hollingsworth next presented to and reviewed with the Board a proposal prepared by Republic Services, Inc. for bi-weekly dumpster emptying at the District's Wastewater Treatment Plant, a copy of which is included in the Operations Report. Ms. Hollingsworth noted the total cost for such work in the amount of $251.85 per month, plus a one-time fee of $111.80.

Ms. Hollingsworth next addressed the Board concerning the District's receipt of an Unauthorized Discharge of Wastewater Noncompliance Notification from the TCEQ as a result of equipment failure experienced at Lift Station No. 2. A copy of the TCEQ Noncompliance Notification is included in the Operations Report. In connection therewith, Ms. Hollingsworth advised the Board that Lift Station No. 2's failure caused manholes located within Harris County Municipal Utility District No. 489 to overflow. The Board asked various questions regarding the incident, to which Ms. Hollingsworth responded. Following discussion, it was noted that no action was required by the Board in connection with this matter.

Following discussion, it was moved by Director Parr, seconded by Director Cobb and unanimously carried, that the Operations Report and the action items listed therein be approved and authorized, as appropriate, including (i) the proposal for the purchase and installation of a soft start for Booster Pump No. 5 at the District's Water Plant in the amount of $8,750.00, (ii) the proposal for the recoating of air relief valves, gate valves, and all necessary piping at Lift Station No. 2 in the amount of $7,400.00, and (iii) the proposal for bi-weekly dumpster emptying at the District's Wastewater Treatment Plant in the amount of $251.85 per month, plus a one-time fee of $111.80.

In connection with the preparation and filing of the District's 2025 Water Loss Audit (the "Audit") with the Texas Water Development Board ("TWDB"), Ms. Hollingsworth advised the Board that MDS has contacted the TWDB to determine if the District is required to prepare and file the Audit. It was noted that no action was required by the Board at this time in connection with this matter.

CONSUMER CONFIDENCE REPORT

Mr. Schwartz requested that the Board ratify its prior approval of the District's Consumer Confidence Report ("CCR") for 2025, and authorization for MDS's distribution of same to all District customers electronically, pursuant to a link on customer water bills. Following discussion, it was moved by Director Parr, seconded by Director Cobb and unanimously carried, that the Board's prior action to approve and authorize the distribution of the District's CCR for 2025, be approved and ratified in all respects.

APPROVAL OF NEW SLUDGE MANAGEMENT AGREEMENTS AND TERMINATION OF EXISTING SLUDGE MANAGEMENT AGREEMENTS

The Board next considered the approval of (i) a Sludge Management Agreement by and among the District, MDS and Magna-Flow International, Inc. ("Magna-Flow"), and (ii) a Sludge Management Agreement by and among the District, MDS and K-3BMI, and the termination of the District's existing Sludge Management Agreements. After discussion, it was moved by Director Parr, seconded by Director Cobb and unanimously carried, that (i) the Sludge Management Agreement by and among the District, MDS and Magna-Flow, and the Sludge Management Agreement by and among the District, MDS and K-3BMI, be approved, and the President be authorized to execute same on behalf of the Board and the District, and (ii) the existing Sludge Management Agreement by and among the District, Inframark and Magna-Flow, the existing Sludge Management Agreement by and among the District, Inframark and K-3BMI, and the existing Sludge Management Agreement by and among the District, Inframark and TRS Enviroganics, Inc., be terminated.

AMERICA'S WATER INFRASTRUCTURE ACT OF 2018 ("AWIA")

Mr. Schwartz next advised the Board that AWIA requires a community water system providing drinking water to greater than 3,300 people to: (i) undertake a comprehensive assessment of its drinking water distribution system/practices relating to risk and resilience to natural or manmade disasters; (ii) provide a certification of said assessment to the United States Environmental Protection Agency ("EPA"); and (iii) prepare an emergency response plan and certify its completion with the EPA within six months of certifying completion of the assessment based on the assessment findings. He noted that the assessment must be reviewed and revised every five years. Following discussion, it was moved by Director Escobar, seconded by Director Parr and unanimously carried, that BGE and MDS be authorized and directed to comply with the requirements of the AWIA prior to the applicable deadlines.

ENGINEER'S REPORT

Mr. Gutowsky presented to and reviewed with the Board the Engineer's Report dated May 26, 2026, a copy of which is attached hereto as **Exhibit G**, including the pay estimates, change orders and deduct change order listed therein. In connection therewith, Mr. Gutowsky requested the Board's approval of off-plat Easements to serve Pollinator Drive, Section 5, and the removal of certain existing Easements in Pollinator Drive, Section 5. Following discussion, it was moved by Director Parr, seconded by Director Cobb and unanimously carried, that the Engineer's Report and the action items listed therein be approved, including the off-plat Easements to serve Pollinator Drive, Section 5, subject to the preparation and final approval of same by SPH and BGE.

CAPITAL IMPROVEMENT PLAN

Mr. Gutowsky advised that he had nothing new to report to the Board in connection with the District's Capital Improvement Plan at this time.

STORM WATER POLLUTION PREVENTION AND STORM WATER QUALITY MANAGEMENT

Mr. Schwartz advised that he had nothing new to report to the Board with respect to this matter at this time.

Director Escobar exited the meeting at this time.

STATUS OF THE DISTRICT'S PROPOSED UNLIMITED TAX ROAD BONDS, SERIES 2026 (THE "SERIES 2026 ROAD BONDS")

The Board next considered the status of the proposed issuance of the District's Series 2026 Road Bonds. In connection therewith, Mr. Gutowsky presented to and reviewed with the Board a preliminary draft of the Summary of Costs for the proposed Series 2026 Road Bonds, a copy of which is attached hereto as **Exhibit H**. Mr. Lentz then presented to and reviewed with the Board the proposed Financing Timeline for the Series 2026 Road Bonds, and a Proforma Cash Flow Analysis prepared by Masterson in connection therewith, copies of which are included in **Exhibit H**. Following discussion, it was moved by Director Parr, seconded by Director Cobb and unanimously carried, that the preliminary Summary of Costs for the proposed Series 2026 Road Bonds be approved, as presented.

Mr. Schwartz next advised the Board that it will need to engage an auditing firm to prepare the agreed-upon procedures in connection with the District's disbursement of funds to the Developer out of the proceeds from the Series 2026 Road Bonds. In that regard, Mr. Krueger presented to and reviewed with the Board an engagement letter prepared by Forvis Mazars for such services, a copy of which is attached hereto as **Exhibit I**. Following discussion, it was moved by Director Parr, seconded by Director Cobb and unanimously carried, that (i) Forvis Mazars be engaged to prepare the agreed-upon procedures in connection with the Series 2026 Road Bonds, as discussed, (ii) the President be authorized to execute the engagement letter submitted by Forvis Mazars in connection therewith, on behalf of the Board and District, and (iii) SPH be authorized to acknowledge the TEC Form 1295 submitted by Forvis Mazars in connection therewith, as required.

FOURTH SUPPLEMENTAL AGREEMENT WITH HARRIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 491 ("NO. 491")

The Board next considered the approval of a Fourth Supplemental Agreement with No. 491, a copy of which is attached hereto as **Exhibit J**. In connection therewith, Mr. Schwartz advised the Board that the Fourth Supplemental Agreement provides for 675 additional water and wastewater connections. He further advised that No. 491's payment for such capacity will be in the estimated amount of $6,391,959.75, and will be made from the proceeds of No. 491's next bond issue. Following discussion, it was moved by Director Parr, seconded by Director Cobb and unanimously carried, that the Fourth Supplemental Agreement be approved, and that the President be authorized to execute same on behalf of the Board and the District.

The Board then considered approval of a Third Supplemental Agreement with Harris County Municipal Utility District No. 493 ("No. 493"), a copy of which is attached hereto as **Exhibit K**. In connection therewith, Mr. Schwartz advised the Board that the Third Supplemental Agreement provides for 191 additional water and wastewater connections. He further advised that No. 493's payment for such capacity will be in the estimated amount of $1,942,678.19, and will be made from the proceeds of No. 493's next bond issue. Following discussion, it was moved by Director Parr, seconded by Director Cobb and unanimously carried, that the Third Supplemental Agreement be approved, and that the President be authorized to execute same on behalf of the Board and the District.

BRIDGELAND WATER AGENCY (THE "AGENCY")

The Board next considered the status of matters related to the Agency. In connection therewith, Mr. Schwartz provided the Board with a brief update on Agency matters, including the status of the Agency's scheduling of the 2026 hazardous waste collection and electronics recycling event, which has been tentatively scheduled for October 24, 2026. Mr. Schwartz additionally advised the Board that the planning of the educational safety event for resident children regarding micromobility devices in Bridgeland is in progress. Following discussion, it was noted that no action was required by the Board in connection with Agency matters at this time.

WEBSITE UPDATES

Ms. Craig next presented to and reviewed with the Board a Monthly Communications Report dated May 26, 2026, as prepared by Touchstone, a copy of which is attached hereto as **Exhibit L**. Following review and discussion, it was noted that no action was required by the Board in connection with the Monthly Communications Report.

DEVELOPER'S REPORT

Mr. Kolkhorst presented to and reviewed with the Board the home inventory report through April 2026, as prepared by the Developer, a copy of which is attached hereto as **Exhibit M**. Following discussion, it was noted that no action was required by the Board in connection with this matter.

ANNEXATIONS

The Board next considered the status of the Developer's request for the annexation of 82.90 acres adjacent to the boundary of the District. In connection therewith, Mr. Schwartz advised the Board that SPH is awaiting receipt of the West Harris County Regional Water Authority's consent letter. No action was required by the Board in connection with this matter at this time.

ATTORNEY'S REPORT

The Board next considered the Attorney's Report. In connection therewith, Mr. Schwartz advised the Board that he had nothing further of a legal nature to discuss with the Board at this time.

CYBERSECURITY AND ARTIFICIAL INTELLIGENCE TRAINING REQUIREMENTS

The Board next considered recent changes to cybersecurity and artificial intelligence training requirements for Directors of the District. In connection therewith, Mr. Schwartz presented a memorandum from SPH regarding changes to such training requirements, a copy of which is attached hereto as **Exhibit N**, and discussed same with the Board. Mr. Schwartz advised that all Directors of the District must annually complete a certified cybersecurity awareness training program prior to August 31 of the given year, as required by Chapter 2063, Texas Government Code. Following discussion, Mr. Schwartz noted that a link to the training program created by the Department of Information Resources will be provided to the Directors following today's Board meeting, and requested that each Director notify SPH upon completion of the training program.

MATTERS FOR PLACEMENT ON FUTURE AGENDAS

The Board considered items for placement on future agendas. No other specific agenda items other than routine and ongoing matters, or those discussed above, were requested.

ADJOURNMENT

There being no further business to come before the Board, on motion made by Director Parr, seconded by Director Cobb and unanimously carried, the meeting was adjourned.

HARRIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 418 — TEXAS

Bettina Parr

Secretary

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HARRIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 418

LIST OF ATTACHMENTS TO MINUTES

May 26, 2026

Exhibit A –	Resignation Letter
Exhibit B –	Bookkeeper's Report
Exhibit C –	Engagement Letter (Forvis Mazars, LLP)
Exhibit D –	Tax Assessor-Collector Monthly Report
Exhibit E –	Unclaimed Property Report
Exhibit F –	Operations Report
Exhibit G –	Engineer's Report
Exhibit H –	Summary of Costs
Exhibit I –	Engagement Letter (Forvis Mazars, LLP) – Series 2026 Road Bonds
Exhibit J –	Fourth Supplemental Agreement
Exhibit K –	Third Supplemental Agreement
Exhibit L –	Monthly Communications Report
Exhibit M –	Home Inventory Report through April 2026
Exhibit N –	Memorandum regarding Cybersecurity and Artificial Intelligence Training for Local Government Employees and Elected Officials