

**MINUTES OF THE MEETING OF THE BOARD OF DIRECTORS OF  
TRAVIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 2**

April 1, 2026

THE STATE OF TEXAS       §  
  §  
COUNTY OF TRAVIS       §

A meeting of the Board of Directors of Travis County Municipal Utility District No. 2 (the “*District*”) was held on April 1, 2026 at the offices of Armbrust & Brown, PLLC, 100 Congress Avenue, Suite 1300, Austin, Texas 78701. The meeting was open to the public and notice was given in accordance with the Texas Open Meetings Act. Copies of the Certificates of Posting of the notice are attached collectively as **Exhibit “A”**.

The meeting was called to order at 12:08 p.m., and the roll was called of the members of the Board:

Wilmer Roberts	-	President
Tracy T. Johnson	-	Vice President
Sarah Rossig	-	Secretary
Gwen Huntley	-	Assistant Secretary
Melissa Hudson	-	Assistant Secretary

All of the Directors were present except Director Rossig, thus constituting a quorum. Also present in person at the meeting were Dennis Hendrix of Crossroads Utility Services LLC (“*Crossroads*”), the District’s utility operator; John Barcellona of Jones-Heroy & Associates, Inc. (“*JHA*”), the District’s engineer; and John Bartram of Armbrust & Brown, PLLC, the District’s general legal counsel. Attending the meeting via telephone conference call were Lauren Smith of Public Finance Group LLC, the District’s financial advisor; and Allen Douthitt of Bott & Douthitt, PLLC, the District’s accountant.

Mr. Bartram announced that he would be moderating the meeting on behalf of the Board, and he stated that the Board would first receive public comment. There being no citizens’ communications or Board member announcements, Mr. Bartram stated that the Board would next consider approving the minutes of the February 4, 2026 Board meeting. After review, upon motion by Director Johnson and second by Director Roberts, the minutes were approved 4-0.

Mr. Bartram next announced that the Board would consider the Bond Items section of the agenda. He reported that the application for the District’s next bond issue, in a par amount of \$2,330,000, had been filed with the Texas Commission on Environmental Quality (the “*TCEQ*”) in late March. Ms. Smith then directed the Board’s attention to the Schedule of Events attached as **Exhibit “B”** and noted that the bonds were expected to sell in August and close in September.

Mr. Bartram then stated that the Board would consider the Master District and Advisory Committee items on the agenda. Mr. Hendrix first reported that the elevated water storage tanks were full; that water pressures were normal; and that he was working at the Master District level to identify the options for rehabilitating the Master District’s 24” water line to resolve the water discoloration issues caused by iron and manganese leaching out of the ductile iron. He indicated that “ice pigging” would likely be the recommended next step and that JHA was working on a comprehensive assessment of the options and costs. Mr. Hendrix also reviewed the notice from Metro Water Systems, Inc. (“*Metro*”) attached as **Exhibit “C”** advising the Participant Districts of the annual 3% increase in the volumetric rate and annual rate payment under the wholesale

water contract with Metro. Director Roberts stated that he had seen in the news that the City of Pflugerville was experiencing water supply problems, and he asked if the District was exposed to similar risks. Mr. Hendrix stated that both EPCOR and Metro had adequate water supplies to serve the full build-out of the Participant Districts.

Mr. Hendrix next updated the Board on wastewater treatment plant operations and the status of the Master District's 1.0 mgd and 1.5 mgd wastewater treatment plant expansion projects. He stated that the existing plant was in compliance with the discharge permit, that the 1.0 mgd expansion was nearing final completion, and that the engineering work on the 1.5 mgd expansion had reached the 100% design milestone.

Mr. Bartram next reported that the Master District had revised the amount of the bond application to finance the 1.5 mgd wastewater treatment plant expansion, as evidenced by the revised notice to the Participant Districts attached as **Exhibit "D"**, and he recommended that the Board confirm receipt of such revised notice as required under the Master District Contract. Upon motion by Director Johnson and second by Director Huntley, the Board voted 4-0 to confirm receipt of the Master District's revised notice of intent to issue bonds pursuant to the letter attached as **Exhibit "E"**. Mr. Barcellona added that the Master District's bond application had been filed with the TCEQ the previous day; and Mr. Bartram presented the notice of such submittal, attached as **Exhibit "F"**, in accordance with the Master District Contract.

Mr. Bartram next presented the Master District's audit for the fiscal year ended September 30, 2025, which he noted was a requirement under the Master District Contract. He confirmed that the auditor had been able to issue a clean, unmodified opinion.

Mr. Bartram then concluded the Master District and Advisory Committee items by directing the Board's attention to the agenda(s) and minutes from the most recent joint meeting(s) of the Board of Directors of Wilbarger Creek Municipal Utility District No. 2 and the Advisory Committee, which was a recurring agenda item so that the Board could stay informed of the activities of the Master District and Advisory Committee.

Mr. Bartram next announced that the Board would move to the Reports and Related Action Items section of the agenda. There being no developer representatives in attendance, Mr. Bartram recognized Director Johnson for a report on website design and management. Director Johnson reported that there had been no major changes to the District's website other than routine postings. He noted that there had been a slight uptick in website visits recently.

Mr. Bartram then stated that the Board would receive a report from the District's utility operator. Mr. Hendrix directed the Board's attention to the most recent operations report attached as **Exhibit "G"** and reviewed the latest water usage, water accountability, connection, billing, and delinquent accounts reports. He stated that water loss was reported at 0% because replacement of the malfunctioned master meter was still pending; however, he noted that the replacement meter was scheduled to be installed the following week. Mr. Hendrix next reported that that all facilities were generally operating well; that Travis County had completed an inspection of the Southwest Detention Pond and that the only issue noted was the outfall undermining the repair of which was already in process; that he had no concerns regarding aged receivables; and that there were three write-offs for consideration this month in the total amount of \$615.33. Upon motion by Director Roberts and second by Director Johnson, the Board voted 4-0 to approve the recommended write-offs.

Mr. Hendrix next reviewed the annual Acoustic Leak Detection Survey from ALD LLC attached as **Exhibit "H"**. He reported that several new leaks had been identified, which he conservatively estimated as accounting for 1,000,000 gallons of lost water per month, and that

repairs were underway. Director Johnson asked if the new AMI meters would help detect water leaks. Mr. Hendrix explained that the AMI system could help flag potential leaks behind the retail meters but not other areas of the District's water system at this time.

At Mr. Hendrix's request, Mr. Barcellona then addressed maintenance of the District's drainage channel adjacent to the Butler tract. Mr. Barcellona directed the Board's attention to the topographic survey and digital terrain modeling report attached as **Exhibit "I"**, and he indicated that the report confirmed that channel remediation was required. He recommended that, as next steps, the Board authorize him to obtain a proposal for a boundary survey as well as a proposal for engineering services for preparation of plans and specifications for the rehabilitation work. Mr. Barcellona estimated the cost of the channel remediation project to be in the \$500,000 range; but he noted that land clearing work would also be required, which could run an additional \$100,000. Director Roberts asked if, in addition to restoring the channel to original design specifications, a more permanent solution should be considered. Mr. Barcellona noted that the existing channel had functioned effectively for ±20 years and that something more permanent, such as concrete slopes, would increase costs significantly. Director Johnson stated that the current condition of the channel was becoming a fire hazard and suggested that the clearing work be scheduled sooner rather than later. The Board generally agreed and, **after further discussion, directed Mr. Barcellona to obtain proposals for a boundary survey, the design of the channel rehabilitation, and the land clearing work.** Mr. Bartram stated that these matters could be considered by the Board's Urgent Matters Subcommittee in the interest of time. The Board concurred.

Mr. Hendrix then concluded the operations report by reviewing the correspondence received from the City of Manor regarding recent increases in solid waste collection costs, attached as **Exhibit "J"**, and he recommended that the Board consider amending the District's rate order to pass-through such increases to the retail customers. Upon motion by Director Johnson and second by Director Huntley, the Board voted 4-0 to approve the Amended Order Establishing Rates and Charges, and Adopting Rules with Respect to District Water, Wastewater and Drainage, Including Water Quality, Systems attached as **Exhibit "K"**. Director Roberts expressed irritation at the numerous recent increases in solid waste collection costs, and he asked if there was any way to change service providers. Mr. Bartram stated that, per the Development Agreement for the ShadowGlen Subdivision, the District was required to receive solid waste and recycling collection services through the City. Mr. Hendrix observed that the City's current rate for solid waste collection was lower than many other providers. After further discussion, **the Board (i) directed Mr. Hendrix to include a message on the next round of utility bills explaining that the District's monthly base rate was going up because of increases in the City's solid waste collection rates, and (ii) directed Mr. Bartram to send a letter to the City on behalf of the District expressing the Board's frustration with the frequent "nickel-and-dime" increases.**

Mr. Bartram next recognized Mr. Douthitt for purposes of receiving a report from the District's accountant. Mr. Douthitt directed the Board's attention to the accounting report and updated cash activity report attached collectively as **Exhibit "L"** and recommended approval of all Director and vendor payments and fund transfers. He next reviewed the District's latest collateral report, tax collection report, and financial statements. He indicated that ±95% of the District's 2025 tax levy had been collected, that expenses were in check, and that the District was ±\$90,500 ahead of plan through the current reporting period. After discussion, upon motion by Director Hudson and second by Director Johnson, the Board voted 4-0 to approve the Director and vendor payments and the fund transfers, as presented.

Mr. Bartram next recognized Ms. Smith for a report from the District's financial advisor. Ms. Smith stated that she had nothing further to address at this time.

Mr. Bartram next recognized Mr. Barcellona for a report from the District's engineer. Mr. Barcellona directed the Board's attention to the memorandum report attached as **Exhibit "M"**, and reported that ShadowGlen Phase 2, Section 18A was complete, pending close-out and acceptance, and that ShadowGlen Phase 2, Section 18B was still in design. Mr. Barcellona concluded by presenting the proposal from JHA attached as **Exhibit "N"** for the five-year review, revision, and re-certification of the District's Risk and Resiliency Assessment and Emergency Response Plan under the America's Water Infrastructure Act ("AWIA"). He indicated that work would be completed on a time and materials basis not to exceed \$14,300, which included subcontract work for a new cybersecurity requirement. After discussion, upon motion by Director Roberts and second by Director Hudson, the Board voted 4-0 to approve JHA's proposal for 2026 AWIA compliance.

Mr. Bartram stated that the next item on the agenda was a report from the District's attorney. He first advised that there were currently no outstanding directives. He then referred the Board to the materials attached as **Exhibit "O"** regarding the 2026 Summer CASE Conference. Director Roberts advised any Board members interested in attending to coordinate registration through Mr. Douthitt, arrange for their own travel and lodging, and submit those expenses for reimbursement after the conference.

Mr. Bartram next announced that the Board would move to the Other Discussion/Action Items section of the agenda and conclude by reviewing the future meeting schedule. After discussion, the Board agreed that, unless there was a need to meet next month, the May meeting would be canceled and the June meeting would be held as scheduled on June 3<sup>rd</sup>.

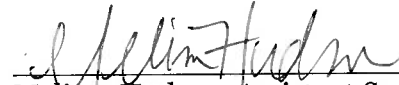
There being no further business to come before the Board, upon motion by Director Roberts and second by Director Johnson, the meeting was adjourned at 1:27 p.m.

*(Signature page follows.)*

(SEAL)



**TRAVIS COUNTY MUNICIPAL  
UTILITY DISTRICT NO. 2**

  
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Melissa Hudson, Assistant Secretary  
Board of Directors

Date: June 3, 2026