

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 (also sometimes referred to herein as the "District") met in regular session, open to the public, at 7401 B. Hwy. 71 West, Suite 160, Austin, Texas, a designated office outside the District, on October 12, 2023, and the roll was called of the members of the Board to-wit:

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

All members of the Board were present at the commencement of the meeting, except for Director LaRue and Director Gee. Also present were Andy Barrett of Barrett & Associates, PLLC, attorney for the District, Kimberly Studdard, paralegal of Winstead PC, Keith Young of Doucet & Associates, Inc. ("Doucet"), engineers for the District, and Justin Taack with Bott & Douthitt, PLLC ("Bott & Douthitt"), bookkeepers for the District. Additionally, Blake Reed and Mike Schroeder representing owners and developers of lands within the District were in attendance as well.

1. The Board called for public communications and comments, however, none being heard, the Board moved on to the next item of business.

2. The Board confirmed receipt of the Minutes from the September 14, 2023 regular Board meeting, and upon motion by Director Kaufman, seconded by Director Goss, said minutes were unanimously approved.

3. Regarding a Developer's report, Mr. Schroeder noted that the District is expected to be released from the City of San Marcos' extraterritorial jurisdiction in the near future. It was noted that there is a water supply issue due primarily to the lack of water storage in the area. As is such, Mr. Schroeder noted they are currently pursuing two smaller water sources for possible additional Living Unit Equivalents.

4. The Board was then presented with an Assignment of Obligations under Reimbursement Agreement ("Assignment") with Lennar Homes of Texas Land and Construction, Ltd. ("Lennar"), a copy of which is attached hereto as **EXHIBIT "A"**, and it was noted that said Assignment would still need to be reviewed by Lennar and their counsel but that the Assignment is

intended to firm up how the developer reimbursements will be handled between Lennar and the existing development entities, as was previously negotiated and agreed upon in their separate Purchase and Sale Agreement. After a brief discussion, and upon motion by Director Kaufman, seconded by Director Goss, said Assignment was unanimously approved subject to final review and approval by Lennar, other developer representatives and the District's attorney.

5. The Board was then presented with a Memorandum dated October 12, 2023 and Mr. Young noted that there were no action items needed by the Board, but that there will be pay applications and change orders for Board approval following signoff from the developer. It was noted that close out for Units A, B, C and Phase 1A is anticipated by November 1, 2023. Additionally, Mr. Young noted that lift station construction has begun.

6. With regard to any additional water and sewer related agreements, easements, assignments, rights-of-way, related cost sharing agreements, or other related matters, Mr. Barrett noted that an additional Assignment of Developer Reimbursements from the TACK Development entity to Waterstone Land Partners ("TACK Assignment") is in the process of being drafted and would need to be approved by the Board. After a brief discussion, and upon motion by Director Willis, seconded by Director Kaufman, said additional TACK Assignment was unanimously approved subject to final review and approval by the appropriate development entities and District attorneys.

7. Regarding the existing Agreement Regarding Roadway and Drainage Improvements between the City and the District, and other related matters, Mr. Barrett noted there was nothing to discuss at this time.

8. Regarding the Rate Order previously imposed by the District, it was noted that Mr. Young will meet with Lennar.

9. There were no additional updates as to annexation of the industrial tract into the District outside of those previously noted under the developer's report, and as is such, the Board proceeded with the next item on the agenda.

10. Justin Taack proceeded with presentation of a Cash Activity Report, noting he would need the Board's approval on disbursement of checks related to director and vendor payments as well as Bott & Douthitt's invoice for September. After a brief discussion, and upon motion by Director Willis and seconded by Director Kaufman, the Cash Activity Report and the disbursement of funds in accordance therewith was unanimously approved.

11. The Board reviewed the opening of a Wells Fargo account and execution of banking documents in connection therewith as relates to the change in Tax Collector for the District from Hays County to Assessments of the Southwest, Inc., and following a motion by Director Willis, seconded by Director Goss and unanimously carried, said Wells Fargo account and execution of banking documents was approved.

12. Ms. Studdard then reminded the Board as to status of their annual cybersecurity training.

13. The Board confirmed the next regular meeting date would be November 9, 2023, 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 9th day of November, 2023.



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

