



The Board of Directors of New Caney Municipal Utility District of Montgomery County, held a Regular Meeting, open to the public, May 15, 2025, at 12:00 P.M., and the roll was called of the duly constituted officers to wit:

BILL SMITH-PRESIDENT
JERRY VERNON-VICE PRESIDENT
TONY MARTINEZ JR.-SECRETARY
MATT PETERSON-TREASURER/ASST. SECRETARY
ANNE VICKERY-ASST. SECRETARY/ASST. TREASURER

Thus, constituting a quorum.

Also, present: Ricky McDonald-General Manager, Cory DeSpain-Assistant General Manager, Kassidy Permenter-Office Assistant, Stephanie Wicker-Accounts Payable, Alan Petrov with Johnson Petrov LLP, Jimmy Flowers with LJA Engineering, Mike Others-Auditor.

APPROVAL OF THE MINUTES

A motion was made by Jerry Vernon and seconded Matt Peterson to approve the minutes for April 17, 2025 regular meeting. All voted for. Motion carried.

CITIZEN'S PRESENTATIONS

Ricky McDonald presented to the board that the owner of an out of district address of 20460 Redbud, New Caney, TX 77357 would like to receive water and sewer from the district.

A motion was made by Jerry Vernon and seconded by Anne Vickery to approve out of district services for 20460 Redbud, New Caney, TX 77357. All voted for. Motion carried.

OLD BUSINESS

APPROVE UNCOLLECTIBLE ACCOUNTS

A motion was made by Jerry Vernon and seconded by Matt Peterson to approve uncollectible accounts in the amount of \$3058.36 for April 2025. All voted for. Motion carried.

DISCUSS POSSIBLE ACQUISITION OF PROPERTY AND APPROVE ANY NECESSARY ACTION TO BE TAKEN, INCLUDING APPROVAL OF ORDERS DECLARING A PUBLIC NECESSITY AND AUTHORIZING THE INSTITUTION OF CONDEMNATION PROCEEDINGS.

Ricky McDonald informed the board that the Oakley's property surveys have begun, and this will let our engineer get started on his plans.

The Strickland property went through the first court date for condemnation and Kelly misunderstood that this would be the only court date. There will be a second court date in the middle of June and then we should be able to take possession soon after that meeting.

Recess at 12:05 PM

Re-Opened at 12:35 PM

NEW BUSINESS

DISCUSS AND APPROVE THE 2025/2026 BUDGET FOR THE DISTRICT AND APPROVE ANY NECESSARY ACTION TO BE TAKEN.

A motion was made by Anne Vickery and Tony Martinez to approve the 2025/2026 Budget for The District as discussed. All voted for. Motion carried.

DISCUSS AND APPROVE THE 2025/2026 BUDGET FOR THE HENDRICKS DEFINED AREA AND APPROVE ANY NECESSARY ACTION TO BE TAKEN.

A motion was made by Jerry Vernon and seconded by Matt Peterson to approve the 2025/2026 Budget for The Hendricks Defined Area as discussed. All voted for. Motion carried.

DISCUSS AND APPROVE ESTIMATE #16 FOR (E208-0520) RENOVATIONS TO WATER PLANT NO. 2 FOR SCHIER CONSTRUCTION COMPANY IN THE AMOUNT OF \$151,192.50.

A motion was made by Jerry Vernon and seconded by Anne Vickery to approve Estimate #16 for Renovations to Water Plant No. 2 for Schier Construction Company in the amount of \$151,192.50. All voted for. Motion carried.

DISCUSS AND APPROVE ESTIMATE #5 FOR (E208-0590) WATERLINE EXTENSIONS PHASE "E" FOR REDDICO CONSTRUCTION COMPANY IN THE AMOUNT OF \$6,081.42.

A motion was made by Tony Martinez and seconded by Matt Peterson to approve estimate #5 for Waterline Extension Phase "E" for Reddico Construction Company in the amount of \$6,081.42. All voted for. Motion carried.

DISCUSS AND APPROVE ESTIMATE #6 FINAL & FINAL DOCUMENTS FOR (E208-0590) WATERLINE EXTENSIONS PHASE "E" FOR REDDICO CONSTRUCTION COMPANY IN THE AMOUNT OF \$56,226.48.

A motion was made by Jerry Vernon and seconded by Anne Vickery to approve estimate #6 Final & Final Documents for Waterline Extension Phase "E" for Reddico Construction Company in the amount of \$56,226.48. All voted for. Motion carried.

DISCUSS AND APPROVE ESTIMATE #1 FOR (E208-0600) WATERLINE EXTENSIONS PHASE "F" FOR REDDICO CONSTRUCTION COMPANY IN THE AMOUNT OF \$318,281.82.

A motion was made by Anne Vickery and seconded by Tony Martinez to approve Estimate #1 for Waterline Extension Phase "F" for Reddico Construction Company in the amount of \$318,281.82. All voted for. Motion carried.

DISCUSS AND TAKE NECESSARY ACTION ON THE ASSIGNMENT LETTER FROM LJA ENGINEERING, INC. FOR THE WASTEWATER TREATMENT PLANT PERMIT MAJOR AMENDMENT WITH RENEWAL (EXISTING PERMIT EXPIRES JUNE 28, 2026).

A motion was made by Anne Vickery and seconded by Tony Martinez to approve the assignment letter from LJA Engineering, INC. for the Wastewater Treatment Plant Permit Major Amendment with renewal. All voted for. Motion carried.

DISCUSS AND TAKE NECESSARY ACTION ON THE CHANGE ORDER NO. 1 ASSIGNMENT LETTER FROM LJA ENGINEERING, INC. FOR THE INCREASE IN SCOPE FOR ADDITIONAL ENGINEERING SERVICES REQUIRED FOR BOND SER 2024 PROJECT – WATER PLANT NO. 4 (SITE CHANGE AND INCREASE IN CAPACITY OF PRODUCTION FACILITIES).

A motion was made by Jerry Vernon and seconded by Matt Peterson to approve Change Order No. 1 assignment letter from LJA Engineering, Inc. for the increase in scope or additional engineering services required for Bond Ser 2024 Project – Water Plant No. 4 (Site Change and Increase in Capacity of production of facilities). All voted for. Motion carried.

DISCUSS AND ADOPT ENGAGEMENT LETTER OF MCCALL GIBSON AND SWEDLUND BARFOOT PLLC. FOR PREPARATION OF THE DISTRICT'S ENDING MAY 31, 2025 AUDIT.

Mike Others with McCall Gibson and Swedlund Barfoot, PLLC. Went over the engagement letter with the board.

A motion was made by Anne Vickery and seconded by Tony Martinez to approve the engagement letter of McCall Gibson and Swedlund Barfoot, PLLC for preparation of the District's Ending May 31, 2025 Audit. All voted for. Motion carried.

ENGINEER'S REPORT

Jimmy Flowers stated that he now has all approvals needed for the elevated storage tank and should be able to start advertising in 2 weeks.

ATTORNEY'S REPORT

Alan Petrov reported to the board that they have received a few of the reports back from The Arbitrage Compliance Specialist and that the district does not owe anything to the IRS.

FINANCIAL ADVISOR'S REPORT

Nothing to report

TAX ASSESSOR/COLLECTOR'S REPORT

Bill Smith went over the J.R. Moore Tax Assessor's report for New Caney MUD.

BOOKKEEPER'S REPORT

Ricky McDonald went over the 4/30/2025 New Caney MUD budget with the board.

SAFETY REPORT

No accidents or close calls.

GENERAL MANAGER'S REPORT

Ricky McDonald said that one of the guys from the county said that the land in Oakley that we were looking at will be purchased by the county.

He also mentioned that he met with the Fire Marshall and both Fire chiefs are very willing to work with the district. The Fire Marshall said that if there is a big enough fire that the district can call and ask for an incident report to see if there is negligence or previous violations and that he is okay with his report being sent with the water bill from the district. He asked the attorney to add these changes to the district rate order to be discussed with the board at the next meeting.

APPROVE MONTHLY ACCOUNTS PAYABLE

A motion was made by Matt Peterson and seconded by Jerry Vernon to Approve the **General Fund** accounts payable in the amount of **\$406,082.21**. All voted for. Motion carried.

A motion was made by Matt Peterson and seconded by Jerry Vernon to Approve the **Capitol Project** accounts payable in the amount of **\$582,236.36**. All voted for. Motion carried.

BOARD OF DIRECTOR'S REPORTS AND/OR PROPOSALS

Bill Smith went over the water loss and the bank balances.

ADJOURNMENT

A motion was made by Anne Vickery and seconded by Matt Peterson to adjourn. All voted for. Motion carried.

Adjourned at 1:23 PM.

Respectfully,

A handwritten signature in cursive script, appearing to read "Tony Martinez".

Tony Martinez, Secretary