

GALVESTON COUNTY DRAINAGE DISTRICT NO. 2

REGULAR MEETING MINUTES OF THE BOARD OF DIRECTORS

WAYNE HOBGOOD – JACK ELLISON JR. – EARL KEN ALEXANDER

LANDRY CRAVENS, DISTRICT MANAGER – JEFFREY LUBRITZ, ATTORNEY

SEPTEMBER 10, 2026



The Board of Directors (the "Board") of GALVESTON COUNTY DRAINAGE DISTRICT NO. 2 (the "District") met in regular session, on the 10th of September 2026, in the Meeting Room of the District at 5000 F.M. 1765, La Marque, Texas 77568, pursuant to notice of said meeting in accordance with Chapter 551 of the Texas Government Code, whereupon the roll was called by the members of the Board, to-wit:

There being three members of the Board present (Hobgood, Alexander, Ellison Jr.), thus constituting a quorum.

1. *Call Meeting to Order*

Director Ellison Jr. called the meeting to order at 4:10 p.m.

- 1) Roll Call for the Board of Directors, Quorum Established.
- 2) Invocation was led by Director Hobgood and followed by the Pledge of Allegiance.

2. *Public Comments*

Citizens' Comments and Presentations, if applicable:

- 1) No comments were made at this meeting.

3. *Old Business:*

- 1) *Discussion, Possible Action, and Approval of the Regular Meeting Minutes of August 13, 2026*

After a brief discussion, Director Ellison Jr. motioned to approve the Regular Meeting Minutes of August 13, 2026, which was seconded by Director Hobgood.

MOTION CARRIED UNANIMOUSLY.

4. *New Business:*

- 1) *Presentation with Possible Action on Stormwater Management Public Outreach Program*

Mr. Justin Klump presented to the Board a Stormwater Management Public Outreach Program. Director Ellison Jr. made a motion to approve the implementation of this program, with Director Alexander seconding the motion.

MOTION CARRIED UNANIMOUSLY.

- 2) *Adopt Fiscal Year Ending 2026/2027 Budget*

Ms. Moore presented the Fiscal Year Ending 2026/2027 Budget. A copy is attached hereto. Mr. Cravens recommended approval of this budget as written. Director Hobgood made a motion to approve Fiscal Year Ending 2026/2027 Budget, with Director Alexander seconding the motion.

MOTION CARRIED UNANIMOUSLY.

- 3) *Adopt Order Setting Rate and Levying Tax for 2026/2027*

Mr. Cravens recommended approving the tax rate of 0.047932/per \$100. After a brief discussion, Director Ellison Jr. made a motion to approve the tax rate of 0.047932/per \$100, with Director Alexander seconding the motion. Director Hobgood opposed the motion.

MOTION CARRIED.

4) *Adopt Resolution 2026-1 Tax Rate and Exemptions*

- 5) Mr. Cravens recommended to the Board keeping the District's tax rate and exemptions the same as last year. A copy is attached hereto. Director Ellison Jr. made a motion to approve Resolution 2026-1 Tax Rate and Exemptions with Director Hobgood seconding the motion.

MOTION CARRIED UNANIMOUSLY.

6) *Review and Approval of FYE 2025/2026 Third Quarter Investment Report*

Mr. Cravens allowed Ms. Warren to present the FYE 2025/2026 Third Quarter Investment Report. After her presentation, Mr. Cravens recommended approval of this report. A copy is attached hereto. Director Ellison Jr. made a motion to approve the FYE 2025/2026 Third Quarter Investment Report, with Director Hobgood seconding the motion.

MOTION CARRIED UNANIMOUSLY.

7) *Discussion and Possible Action on the 2025/2026 Budget Amendment III*

Ms. Moore presented the 2025/2026 Budget Amendment III. A copy is attached hereto. Director Ellison Jr. motioned to approve the 2025/2026 Budget Amendment III, with Director Hobgood seconding the motion.

MOTION CARRIED UNANIMOUSLY.

8) *Discussion and Possible Action on the 2026/2027 TX Health Benefits Employer Contribution Rates for Employer & Dependents*

After a brief discussion with Ms. Moore explaining to the Board about the employer contribution rates and the rates of employee dependents, Director Ellison Jr. made a motion to approve for the District to pay 100% of the employees' medical, dental, and vision benefits and 75% of the employees' dependents medical, dental, and vision benefits with Director Hobgood seconding the motion.

MOTION CARRIED UNANIMOUSLY.

5. **Bookkeeper's Report:**

1) *Review and Approval of Financial Reports – August*

Ms. Moore, the District's Bookkeeper, briefly reviewed the Bookkeeper's Report with the Board. Director Ellison Jr. moved to approve the report, and Director Hobgood seconded the motion. A copy of the report is attached hereto.

MOTION CARRIED UNANIMOUSLY.

2) *Authorization of Transfer Funds*

After a full discussion, with Ms. Moore recommending the transfer of \$120,000.00 from two different accounts, into the General Operating Fund, Director Ellison Jr. motioned to approve the transfer totaling \$120,000.00 to the District's General Operating Fund, with Director Hobgood seconding the motion. A copy of the report is attached hereto.

MOTION CARRIED UNANIMOUSLY.

6. **Engineer's Report:**

1) *2026-012 Ditch 9 – HP Real, Inc.*

Mr. Wilcox advised the Board that this development has not met all requirements for approval.

TABLED

2) *2026-013 Ditch 10 – CNP La Marque Gas Service Center*

Mr. Wilcox advised the Board that this development met all requirements for approval and recommended his approval. Mr. Cravens recommended approval as well. Director Ellison Jr. motioned to approve CNP La Marque Gas Service Center, with Director Hobgood seconding the motion.

MOTION CARRIED UNANIMOUSLY.

3) *2026-016 Ditch 8 – C-Store & Gas Station FM 1764 & Autry Rd.*

Mr. Wilcox advised the Board that this development has not met all requirements for approval.

TABLED

4) *2026-017 Ditch 10 – La Marque HS DIA Addendum*

Mr. Wilcox advised the Board that this development has not met all requirements for approval.

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7. **Attorney's Report:** Nothing to report.

8. **District Manager's Report:**

District property, projects, development, facilities, infrastructure, equipment, vehicles, compliance, reporting, and personnel matters.

Mr. Cravens gave his monthly report, but no action was taken.

9. **Director's Report:** Nothing to report.

➤ **Review and Approval of Bill Disbursements:**

Director Ellison Jr, after a full review of the Bill Disbursements, moved to approve the Bill Disbursements.

Director Hobgood seconded the motion. A copy of the report is attached hereto.

MOTION CARRIED UNANIMOUSLY.

10. **Executive Session:**

Director Ellison Jr. called for the Board, Mr. Cravens, Ms. Moore, and Mr. Lubritz to enter into executive session, per Section § 551.071 of the Texas Government Code.

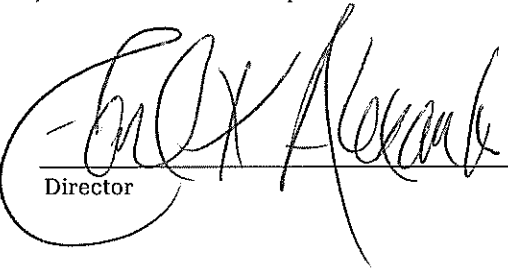
The regular meeting ended at 4:49 p.m., and executive session began at 4:50 p.m.

11. **Adjournment:**

The executive session ended at 5:12 p.m. The regular meeting resumed at 5:13 p.m.

There being no further business, the meeting was adjourned, and the time was 5:14 p.m.

Approved and adopted on the 8th day of October 2026.



Director

