



SEPTEMBER 11, 2025

REGULAR MEETING MINUTES OF THE BOARD OF DIRECTORS

GALVESTON COUNTY DRAINAGE DISTRICT NO. 2

The GALVESTON COUNTY DRAINAGE DISTRICT NO. 2 (the "District") held a regular session with the Board of Directors (the "Board"), on the 11th of September, 2025, at 4:00 p.m., 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 of the members of the Board, to-wit:

There being three members of the Board present, thus constituting a quorum.

Call to Order

The meeting was called to order at 4:00 p.m. by Director Hobgood regarding the public hearing on the 2025 Tax Rate.

- Roll Call for the Board of Directors, Quorum Established
- Invocation
- Recital of the Pledge of Allegiance

WATER DISTRICT NOTICE OF PUBLIC HEARING ON TAX RATE

Mr. Cravens began a discussion on the 2025 Tax Rate. A copy of the Notice of Public Hearing on Tax Rate is attached hereto. Mr. Cravens stated that the established tax rate for this hearing would be set at 0.045080 / \$100. He added that this would keep the District under the 8% threshold and, therefore, the District would not be subject to an election. Director Hobgood, after finding that there was no one in attendance for public comments, made a motion to set the tax rate at 0.045080 / \$100. Director Murphy seconded the motion. The motion carried unanimously.

The Notice of Public Hearing on Tax Rate meeting was closed at 4:06 p.m.

A. Public Comments

- a. Citizens' Comments and Presentations, if Applicable: No comments given at this meeting.

B. Old Business:

- a. *Discussion, Possible Action, and Approval of the Regular Meeting Minutes of August 14, 2025.*

Director Hobgood made a motion to approve the Regular Meeting Minutes of August 14, 2025, which was seconded by Director Ellison Jr. Director Murphy opposed the action.

MOTION CARRIED UNANIMOUSLY.

C. New Business:

- a. *Public Hearing on 2025 Tax Rate*

This was discussed at the public hearing at 4:00 p.m.

- b. *Adopt Order Setting Rate and Levying Tax for 2025*

This action was taken at the public hearing at 4:00 p.m.

- c. *Adopt 2025-2026 Budget*

Director Hobgood made a motion to adopt the 2025-2026 Budget, with Director Ellison Jr. seconding the motion.

MOTION CARRIED UNANIMOUSLY.

- d. *Engagement and Possible Action of Auditor to Prepare Fiscal Year Ending September 30, 2025*

Mr. Cravens began a discussion on the proposal of two audit firms. After a brief discussion, Director Hobgood made a motion to use the auditing services of Whitley Penn. Director Murphy seconded the motion.

MOTION CARRIED UNANIMOUSLY.

- e. *Review and Possible Action on Transfer of Funds from Amegy Bank Ditch 9 Account to Texas Class for Investing*

Mr. Cravens advised the Board that the District received an impact fee check in the amount of \$39,133.85, designated for the District's Ditch 9 account. He recommended that the Board approve the transfer of the total amount received into the District's Texas Class Ditch 9 account. Director Hobgood made a motion to approve the transfer of the \$39,133.85 from the Amegy Bank Ditch 9 account into the Texas Class Ditch 9 account. Director Murphy seconded the motion.

MOTION CARRIED UNANIMOUSLY.

D. Bookkeeper's Report:

a. Budget Amendments for 2024 / 2025 Year Ending

Ms. Moore presented the FYE budget amendments for approval. A copy is attached hereto. After review, Director Murphy motioned to approve the FYE budget amendments, seconded by Director Hobgood.

MOTION CARRIED UNANIMOUSLY.

b. Review and Approval of Bookkeeper's Report:

Ms. Moore presented her Bookkeeper's Report to the Board. After a discussion with the Board, Director Hobgood motioned to approve the Bookkeeper's Report, with Director Murphy seconding the motion.

MOTION CARRIED UNANIMOUSLY.

c. Review and Approval of Money Market / Texas Class Transfer:

Ms. Moore requested a transfer of \$100,000.00. She stated the transfer would come from the Texas Class account. After discussion with the Board, Director Hobgood motioned to approve the transfer of the \$100,000.00 to the Amegy Bank's General Operating Fund, with Director Murphy seconding the motion.

MOTION CARRIED UNANIMOUSLY.

d. Review and Approval of Bill Disbursements:

Director Hobgood wanted to give the Board a chance to review the disbursements presented by Ms. Moore. Director Hobgood recommended that the Board revisit this agenda item later in the meeting.

E. Engineer's Report:

a. 2025-007 - Ditch 8 - Auto Zone

Mr. Wilcox made a recommendation to approve the Ditch 8 Auto Zone development. Director Hobgood voted to approve the Ditch 8 Auto Zone. Director Ellison Jr. seconded the motion.

MOTION CARRIED UNANIMOUSLY.

b. 2025-008 - Ditch 9 - nVent Trachte Phase I Building Expansion (5235 Delany Rd.)

Mr. Wilcox made a recommendation to approve the Ditch 9 nVent Trachte Phase I Building Expansion (5235 Delany Rd.) development. Director Hobgood made a motion to approve the Ditch 9 nVent Trachte Phase I Building Expansion (5235 Delany Rd.), contingent upon the District determining if this developer owes an impact fee for this development. Director Ellison Jr. seconded the motion.

MOTION CARRIED UNANIMOUSLY.

F. Attorney's Report:

a. Discussion and Possible Action on the District's Travel / Mileage Policy

After a brief discussion, the Board determined that additional content would be required for this policy. No action taken.

G. District Manager's Report:

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

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

H. Director's Report:

Announcements concerning items of community interest. No action will be taken or discussed.

a. Director Hobgood gave his report; no action was taken.

b. Director Ellison Jr. gave his report; no action was taken.

c. Director Murphy gave her report; no action was taken.

CONTINUATION OF APPROVAL OF BILL DISBURSEMENTS:

- After the Board reviewed the disbursements presented by Ms. Moore from the previous month, a motion was made to approve the Bill Disbursements by Director Hobgood. Director Ellison Jr. seconded the motion. Director Murphy did not vote.

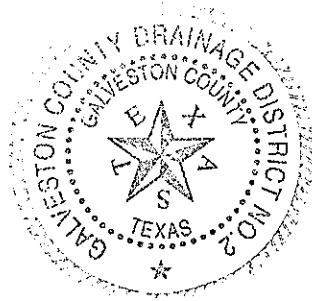
MOTION CARRIED UNANIMOUSLY.

I. Executive Session: Not applicable in this meeting.

J. Adjournment:

There being no further business, the meeting was adjourned. The time was 5:20 p.m.

PASSED, APPROVED, and ADOPTED this on the 6th day of October 2025.



A handwritten signature in cursive script, appearing to read "Wayne H. D.", is written over a horizontal line.

Director