

LAKE SOUTH WATER SUPPLY CORPORATION

Minutes of Board of Directors Meeting

May 19, 2026

The Board of Directors (the “Board”) of Lake South Water Supply Corporation (the “Corporation”) held a meeting at 2513 Creekmore Ct., Conroe, Texas 77304, in accordance with the duly posted notice of meeting, and the roll was called of the duly constituted officers and members of said Board, as follows:

Chris Kuhaz	-	President
Joe Pepas	-	Vice President
Chuck Dwyer	-	Secretary/Treasurer
Albert Vrazel	-	Assistant Secretary
Tracy Turnbow	-	Assistant Secretary

All of said members were present except Director Pepas, thus constituting a quorum.

Also, present were Rebecca of Water Works Utilities, Inc. (“WWUI”); Debra Loggins of L&S District Services, LLC (“L&S”); MaKayla Commander of Light Point Engineering, LLC (“LPE”), Frank Mitchell of Mitchell, Zientek & Scruggs, LLP (“MZSLP”), and a member of the public.

The meeting was called to order by the president.

MINUTES

The minutes of the April 14th and April 21st, 2026 meetings were presented. There were changes requested to both sets of minutes. Director Dwyer moved, and Director Vrazel seconded, to approve the minutes as revised. The motion passed unanimously.

COMMENTS FROM THE PUBLIC

There were no comments from the public.

BOOKKEEPER’S REPORT

Ms. Loggins presented and reviewed the Bookkeeper’s Report(s) and the checks for payment, a copy of which is attached hereto as Exhibit “A”. After a review of the report and checks presented for payment she updated the board on some budget items. Director Dwyer then discussed the need to add other directors as signers to the account. He then reviewed and discussed the Edward Jones investment account and the CDs. Director Dwyer then moved to approve the report and checks contained therein. Director Vrazel seconded the motion and the motion passed unanimously.

ENGINEER’S REPORT

Ms. Commander presented and reviewed the engineer’s report, a copy of which is attached as Exhibit “B”. There was discussion regarding the tariff and additional amendments including

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rates for non-standard customers. There was then some discussion about a potential request for service from a proposed apartment complex with some initial discussions with a developer but no formal feasibility study has been requested. The operator noted that they are still trying to make contact with the manager of the car wash to enforce usage of the reclamation equipment. The board then discussed the Lons Star Ground Water Conservation District ("LSGWCD") permit renewal denial and plans moving forward. More discussion was had regarding the tariff and the board concurred that they would like to use a customer class structure rather than meter sizes. Director Dwyer made a motion to approve the engineer's report. The motion was seconded by Director Vrazel and passed unanimously.

OPERATOR'S REPORT

Rebecca reviewed the Operator's Report(s), a copy of which is attached hereto as Exhibit "C". She provided an update on the broken lines that were discovered last month and the repairs. After discussion, Director Dwyer made a motion to approve installation of a manhole and the 6" casing repair. The motion was seconded by Director Turnbow and passed unanimously. She then mentioned that chemical costs have increased throughout the industry. There was then discussion and an update regarding the Lake House and Beach Front lift station issues. Finally, she noted that the well pump meter got stuck and needs to be replaced. Director Turnbow asked about how much the pressure is going to be lowered and there was some discussion of that process. She presented the quotes for the generator annual maintenance. After review, Director Dwyer made a motion to approve the report, and any cutoffs, and approve the generator maintenance quotes as presented. The motion was seconded by Director Turnbow and passed unanimously.

ATTORNEY'S REPORT

Mr. Mitchell gave a verbal update on the ongoing matters of a legal nature. He noted that the drafting of the revised tariff is still underway along with the accompanying forms and exhibits. He noted that a memorandum had been sent out regarding the Texas Open Meetings and Public Information Act required online training and that several directors have provided proof of attendance. He then noted that MZS is still working on the investment policy and will have a draft for review at the next meeting. Mr. Mitchell then briefly went over the proposal from Touchstone regarding a website and email communications and asked to defer until next month when a representative could be present.

EXECUTIVE SESSION PURSUANT TO TEXAS GOVERNMENT CODE, SECTION 551.071, (et. seq.);

The Board did not enter Executive Session.

DISCUSS PENDING AND FUTURE BUSINESS FOR AGENDA, INCLUDING UPCOMING MEETING/EVENT SCHEDULES

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The Board noted that the next scheduled board meeting was scheduled for June 16, 2026, at 4:30 p.m.

ADJOURN

There being no further matters to come before the Board, the meeting was adjourned.

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Passed and approved this 16th day of June, 2026.



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/s/Charles Dwyer
Secretary, Board of Directors

LIST OF EXHIBITS

Exhibit A – Bookkeeper’s Report
Exhibit B – Engineer’s Report
Exhibit C – Operator’s Report