PRAIRIELANDS GROUNDWATER CONSERVATION DISTRICT

June 15, 2026

REGULAR MEETING MINUTES OF THE BOARD OF DIRECTORS

The Board of Directors (the "Board") of the Prairielands Groundwater Conservation District (the "District" or "Prairielands GCD") met in a regular board meeting, open to the public, within the boundaries of the District at 208 Kimberly Dr, Cleburne, TX, on June 15, 2026.

CALL TO ORDER AND DECLARE REGULAR MEETING OPEN TO THE PUBLIC

At President Beseda's request, Vice President Tischler assumed the role of Presiding Officer and called the public hearing to order at 9:11 a.m., announcing the meeting open to the public.

ROLL CALL

The roll was called of the members of the Board of Directors, to wit:

Charles Beseda	John Curtis
Brad Daniels	Maurice Osborn
Barney McClure	Marty McPherson
Paul Tischler	Gary Farmer

All members of the Board were in attendance with the exception of Director McPherson, thus constituting a quorum of the Board of Directors. Also, in attendance at said meeting were Kathy Turner Jones, General Manager; Brian Sledge, General Counsel; District staff; and members of the public. *Copies of the public sign-in sheets are attached hereto as Exhibit "A."*

PUBLIC COMMENT

1. Kim Weiland, a Hill County resident, expressed concern regarding groundwater management and proposed data center developments.

CONSENT AGENDA

A motion was made by Director Beseda to approve the consent agenda. Director McClure seconded the motion and it carried unanimously by all those who were present.

FINANCE REPORT – Brian Watts, Comptroller

a) Presentation of unaudited financials for the month of May 2026. – Mr. Watts presented the unaudited financial statements for the month ending May 31, 2026. He reported that the District's cash balances remain strong and ahead of the prior year and reviewed the District's revenues, expenditures, and overall financial condition.

CONSIDER AND TAKE ACTION TO DECLARE THE FOLLOWING ITEM(S) SURPLUS AND AUTHORIZE THE GENERAL MANAGER TO DISPOSE OF OBSOLETE SURPLUS COMPUTER EQUIPMENT. – Kathy Turner Jones

a) HP ProDesk 600 Asset Tag #196
b) HP ProDesk 600 Asset Tag #194

Ms. Jones reported that the listed assets of the District have been determined obsolete and surplus and requested that the Board consider and take action to authorize the General Manager to direct staff to dispose of the equipment. Director Curtis made a motion to proceed with disposing of the items per the General Manager's recommendation. Director Osborn seconded the motion and it carried unanimously by all those who were present.

DISCUSSION AND POSSIBLE ACTION TO APPROVE AMENDMENT NO. 1 TO THE PROFESSIONAL CONSULTING SERVICES AGREEMENT WITH EKI ENVIRONMENT & WATER, INC. TO EXPAND THE SCOPE OF SERVICES AND INCREASE THE CONTRACT AMOUNT TO A NOT-TO-EXCEED $125,000 – Kathy Turner Jones

Ms. Jones presented Amendment No. 1 to the Professional Consulting Services Agreement with EKI Environment & Water, Inc., explaining that the amendment would expand the scope of services and increase the total contract amount to a not-to-exceed amount of $125,000 to provide additional technical consulting support for District projects and operations. She recommended approval.

Director Daniels made a motion to approve Amendment No. 1 to the General Servicing Agreement with EKI Environment & Water, Inc., increasing the total contract amount not-to-exceed budget of $125,000, and authorizing the General Manager to execute the amendment. Director Osborn seconded the motion and the motion carried unanimously by all those who were present.

UPDATE ON WELL REGISTRATION AND PERMITTING ACTIVITIES – Kaylin Garcia, Permitting Director

Ms. Garcia provided an update on well registration and permitting activities. She reported that staff are reviewing the 2025 System Water Loss Audits and will notify permittees regarding

five-year water loss averages and any applicable disincentive fees. She also provided an update on recent well registration activity and groundwater production trends, noting that year-to-date groundwater production remains slightly above 2025 levels despite a decrease in April production. Ms. Garcia further reported that the District currently has 252 active permits authorizing approximately 9.8 billion gallons of annual groundwater production.

UPDATE ON WELL MONITORING AND FIELD OPERATIONS – Michael Heath, Director of Field Operations

Mr. Heath provided an update on field operations, reporting that staff has completed 72-meter verifications, addressed meter-related compliance issues, and expected unpermitted non-exempt wells. He reported the installation of new monitoring equipment in the Paluxy Aquifer in Johnson County and the addition of a Twin Mountains Aquifer monitoring well in Somervell County. Staff continue to identify additional wells for inclusion in the District's groundwater monitoring program.

UPDATE ON PUBLIC OUTREACH ACTIVITIES, EDUCATIONAL, AND CONSERVATION EFFORTS – Kaylin Garcia

a) Overview of District involved activities. Ms. Garcia provided an update on the District's public outreach, education, and conservation activities, highlighting recent community outreach events, publication of the Spring 2026 newsletter, educational programming, rainwater harvesting workshops, and upcoming outreach

b) Presentation of Tinker's annual education curriculum and activities report. Ms. Garcia presented the District's annual Tinker Water Education Curriculum report, highlighting the continued growth and success of the program, student participation, and the program's positive impact on water conservation education.

GENERAL MANAGER'S REPORT AND UPDATE – Kathy Turner Jones

Ms. Jones provided the General Manager's report, including updates on annual Commissioners Court presentations, drought conditions, enforcement activities, and the status of the District's Texas Water Development Board grant application.

GENERAL COUNSEL'S REPORT — Brian L. Sledge

Mr. Sledge provided an update on ongoing water policy and legislative activities, including upcoming committee meetings scheduled for June 23 and September 1 addressing topics such as water use by data centers, high-consuming technologies, groundwater district oversight, and implementation of recent legislation. He also reported that the Texas Real Estate Commission's new groundwater and surface water disclosure requirements will become mandatory on July 1.

OPEN FORUM / DISCUSSION OF NEW BUSINESS FOR FUTURE MEETING AGENDAS

None.

ADJOURN REGULAR MEETING

There being no further business, Director Curtis made a motion to adjourn the meeting, which was seconded by Director Farmer. The motion passed unanimously. The meeting was adjourned at 10:02 a.m.

PASSED, APPROVED, AND ADOPTED THIS 20TH DAY OF JULY 2026.

Maurice Osborn, Secretary/Treasurer