NOTICE OF MEETING
HARRIS COUNTY IMPROVEMENT DISTRICT NO. 3

TO: THE BOARD OF DIRECTORS OF HARRIS COUNTY IMPROVEMENT DISTRICT NO. 3, AND TO ALL OTHER INTERESTED PERSONS:

Notice is hereby given that the Board of Directors of Harris County Improvement District No. 3 will hold a **REGULAR MEETING**, open to the public, on **TUESDAY, FEBRUARY 17, 2026,** at **9:00 a.m.,** at 3120 Southwest Freeway, Houston, Texas 77098**,** within the boundaries of the District***.**

At the meeting the following items will be considered and acted on:

1. **Approve minutes of January 20, 2026, meeting;**
2. **Receive comments or questions from the public;**
3. **Receive security and patrol services report;**
4. **Receive report on federal/state/local funding development and management** [The Goodman Corporation ("TGC")];
5. **Receive property tax advisor report:**
   a) Receive general report;
   b) Confirm employment of delinquent tax attorney;
   c) Authorize other appropriate action;
6. **Project design, acquisition, and construction:**
   a) **Shepherd Drive Improvements** [T-1914]:
      i) Update on UKRA construction progress and finalization;
   b) **West Alabama Street Improvements** [T-1920]:
      i) Update on design progress;
   c) **Kirby Drive Improvements (US 59 to Bissonnet)** [T-1926]:
      i) Update on planning progress;
   d) **Buffalo Speedway Improvements (US 59 to Westheimer)** [T-1918]:
      i) Update on planning progress;
   e) **Bissonnet Reconstruction (Buffalo Speedway to Edloe)** [T-1922]:
      i) Update on planning progress;
   f) Authorize appropriate action;
7. **Facilities and grounds maintenance:**
   a) Receive general report;
   b) Authorize other appropriate action;
8. **Financial and administrative matters:**
   a) Receive bookkeeping report, and authorize payment of invoices;
   b) Adopt Order Evidencing Review of Investment Policy [GO 2026-_];
   c) Adopt Order Adopting List of Qualified Brokers [GO 2026-_];
   d) Cybersecurity and Artificial Intelligence Training;
   e) Authorize other appropriate action;
9. **Consider adjournment.**

***The Board will conduct an in-person meeting at its physical meeting location with a quorum of the Board present; provided that some Board members may participate by videoconference as provided in Section 551.127, Government Code.**

(SEAL)

Executive Director for the District

ATTEND VIA VIDEO: https://us02web.zoom.us/j/86298528396?pwd=lfxngbNd9mL2CObrGyR0cTy3obUcdP.1
ATTEND VIA AUDIO: 1-346-248-7799
MEETING ID: 862 9852 8396 | **PASSCODE:** 577865

MINUTES OF REGULAR MEETING
OF
HARRIS COUNTY IMPROVEMENT DISTRICT NO. 3

January 20, 2026

THE STATE OF TEXAS §
§
COUNTY OF HARRIS §

The Board of Directors (the "Board") of Harris County Improvement District No. 3 (the "District") met in regular session, open to the public, on the 20th day of January, 2026, at the regular meeting place, inside the boundaries of the District, and the roll was called of the duly constituted officers and members of the Board, to-wit:

Patricia Ann Chesnick	President
Cort King	Vice President
Andrew Rice	Secretary/Treasurer
Chris Gibbs	Director
Barrett Webster	Director

and all of the said persons were present, except Directors Chesnick and Gibbs.

Also attending all or portions of the meeting were Travis Younkin, Sharon Haynie, and Lee Cisneros of the District; Captain Paul Martinez of Houston Metro Coordinators ("HMC"); Lita Lemus of Utility Tax Service, LLC; Melissa Morton of The Morton Accounting Services; Rajesh Tanwani of Ardurra Group; Kristen Hennings of Quiddity-1, Inc.; and John Kuhl and Audrey Lyons of Sanford Kuhl Hagan Kugle Parker Kahn LLP ("SKLaw").

Vice President King noted that a quorum of Board members was present and called the meeting to order.

APPROVE MINUTES

The Board considered approving the minutes of the October 21, 2025, meeting. Upon motion by Director Rice, seconded by Director Webster, and after full discussion, the Board voted unanimously to approve the minutes, and to authorize execution by the Secretary, and if necessary, to authorize the use of facsimile, electronic, or other appropriate signatures.

RECEIVE COMMENTS OR QUESTIONS FROM THE PUBLIC

The next item on the agenda was to receive comments or questions from the public. There were no comments or questions from the public.

RECEIVE SECURITY AND PATROL SERVICES REPORT

Captain Martinez reviewed patrol services activity and statistics reports for the months of November and December. He noted a 30% overall decrease in crime during the month of November, and a 44% overall increase in crime during the month of December. He discussed specific incidents and hotspots, noting that during the holidays, there is generally a significant increase in criminal activity. He also discussed the impact of homelessness on crime within the District. He noted activity at METRO stops, and related coordination with MTA.

The Board took the security and patrol services report under advisement.

Captain Martinez then exited the meeting.

REVIEW REPORT ON FEDERAL/STATE/LOCAL FUNDING DEVELOPMENT AND MANAGEMENT

Ms. Lyons advised that there is no report this month.

DRAFT

RECEIVE PROPERTY TAX ADVISOR REPORT

The Board then received the Property Tax Advisor Report.

Receive general report

Ms. Lemus reviewed the Property Tax Advisor's report, advising that approximately 12.14% of the 2025 taxes have been collected to date. She also reviewed a historical recap of property valuations and prior taxes levied, and answered questions.

Upon motion by Director King, seconded by Director Rice, and after full discussion, the Board voted unanimously to approve the Property Tax Advisor's report, as presented.

Confirm Delinquent Tax Attorney

The next item on the agenda was to confirm the employment of the collection attorney for delinquent tax payments. Mr. Kuhl advised that the District is required by the Tax Code to employ a collection attorney for delinquent tax payments in order to assess the penalty on delinquent taxes after July 1, 2026, and that the District has an ongoing Contract for Collection of Delinquent Taxes with Linebarger Goggan Blair & Sampson, L.L.P. ("Linebarger").

Upon motion by Director King, seconded by Director Rice, and after full discussion, the Board voted unanimously to confirm the continued employment of Linebarger as the collection attorney for delinquent taxes due the District.

Adopt Order Providing for Additional Penalty for Tax Collection Costs

The next item on the agenda was to consider adoption of a proposed Order Providing for Additional Penalty for Tax Collection Costs [GO 2026-1]. Mr. Kuhl reviewed with the Board the Order, which implements such penalties, including an additional penalty of 20% on real property taxes remaining delinquent on July 1, 2026, and on personal property taxes remaining delinquent on April 1, 2026.

Upon motion by Director King, seconded by Director Rice, and after full discussion, the Board voted unanimously to adopt the Order Providing for Additional Penalty for Tax Collection Costs [GO 2026-1], and to authorize execution by the President and Secretary, and if necessary, to authorize the use of facsimile, electronic, or other appropriate signatures.

Adopt Order Concerning Tax Collection Procedures

The Board next considered adoption of a proposed Order Concerning Tax Collection Procedures [GO 2026-2]. Mr. Kuhl reviewed with the Board the Order, reflecting that split payment of taxes not be granted, and discounts for early payment of taxes not be granted.

Upon motion by Director King, seconded by Director Rice, and after full discussion, the Board voted unanimously to adopt the Order Concerning Tax Collection Procedures [GO 2026-2], and to authorize execution by the President and Secretary, and if necessary, to authorize the use of facsimile, electronic, or other appropriate signatures.

Adopt Order Concerning Exemptions from Taxation

The Board next considered adoption of an Order Concerning Exemptions from Taxation [GO 2026-3]. Mr. Kuhl reviewed with the Board the Order, which 1) exempts from property taxation by the District $15,000 of the appraised value of the residence homestead of an individual who is disabled or is sixty-five years of age or older pursuant to Section 11.13 of the Property Tax Code, 2) exempts twenty percent (20%) of the appraised value of the residence homestead of an individual pursuant to Article VIII, Section 1-b, of the Texas Constitution, and Section 11.13 of the Tax Code, and 3) provides that an exemption for qualified charitable organizations not be granted.

DRAFT

Upon motion by Director King, seconded by Director Rice, and after full discussion, the Board voted unanimously to adopt the Order Concerning Exemptions from Taxation [GO 2026-3], and to authorize execution by the President and Secretary, and if necessary, to authorize the use of facsimile, electronic, or other appropriate signatures.

PROJECTS REPORT

Mr. Cisneros then reviewed the general project status report.

Shepherd Drive Streetscape/Landscape Improvements

Mr. Cisneros advised that the project continues in close-out with a handful of punchlist items remaining. He stated State and City of Houston inspections are complete, and that retainage has been partially released.

West Alabama

Mr. Cisneros advised that the 100% project plans remain under review by the City. He noted that final City approval is anticipated within the coming weeks. He also advised that utility relocation letters and agreements are ongoing.

Mr. Cisneros then reviewed potential construction timelines, stating that Phase 1 is expected to be advertised for bids in March, with construction lasting 18 to 24 months. He discussed new procedures for addressing utility and terminal pole relocations, which hopefully will provide better time efficiency.

Mr. Cisneros then updated the Board on design progress for Phase 2.

Kirby Drive & Buffalo Speedway

Mr. Cisneros advised that reconstruction of Kirby Drive south of US-59 and reconstruction of Buffalo Speedway north of US-59 are progressing in the pre-engineering phases with Ardurra. He advised that the City is currently reviewing the Stage 1 related-DCRs and has provided comments. He further advised that for both projects, final engineering and design teams are being assembled, stages 2 and 3 of the DCR documents have been completed, and that additional presentations with Public Works will be scheduled in the near future.

The Board took the projects report under advisement.

FACILITIES AND GROUNDS MAINTENANCE REPORT

Receive General Report

Mr. Younkin next updated the Board on facilities and grounds maintenance matters for the months of November and December. He advised that routine streetscape maintenance and clean-up continue as the primary work. He also reported an increase in transient and vagrant related issues.

The Board took the facilities and grounds maintenance report under advisement.

Approve contract regarding landscape maintenance

Mr. Younkin advised that periodically the District's landscape maintenance contract is re-bid to keep the team on the ground fresh and alert. He also noted that the trash removal component for the work has been delegated to a separate vendor. He advised that SMC Landscape Services has been selected to provide landscape maintenance services, and then reviewed the related contract.

Upon motion by Director Rice, seconded by Director Webster, and after full discussion, the Board voted unanimously to approve the contract for landscape maintenance, as presented, and to ratify all actions of the Executive Director in bidding and finalizing the contract.

FINANCIAL MATTERS

Receive Bookkeeping Report

The Board next received the Bookkeeping Reports. Mr. Younkin reviewed with the Board the bookkeeping reports for October, November, and December, and answered questions.

Upon motion by Director Rice, seconded by Director Webster, and after full discussion, the Board voted unanimously to approve the bookkeeping report, as presented

CONSIDER ADJOURNMENT

Mr. Younkin briefly discussed the development status of the new security app for the District. He advised that it is coming along nicely and should be launching this year.

The next item on the agenda was to consider adjournment.

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

_____
Secretary, Board of Directors

(SEAL)

DRAFT

Upper Kirby District Reported Criminal Incidents

Prior Month Comparison (January 2026)

	December-25	January-26	Plus / Minus	Increase / Decrease
Homicides	0	0	#DIV/0!	No Change
Sexual Assault	1	0	-100%	Decrease
Robbery (Comm/Person)	1	1	0%	No Change
Aggravated Assault / Assaults	14	26	46%	Increase
Burglaries (Comm / Resident)	6	3	-50%	Decrease
Thefts	57	41	-39%	Decrease
Burglary Motor Vehicle	58	61	5%	Increase
Auto Theft	3	7	57%	Increase
Totals:	140	139	-1%	Decrease

NOTE: Part 1 reported criminal incidents for January 2026 has an increase of approximately 1% or 139 reported incidents within the Upper Kirby Management District. The Patrol Staff continues with the additional officer on evening patrol for increased presence and deterrence. The team will begin training on the new Elerts App for greater reporting and increased response for active events reported. This may assist in helping decrease criminal activity and or making additonal arrest of suspected criminal events.

Summary:

Sexual Assaults: NO Sexual Assaults reported

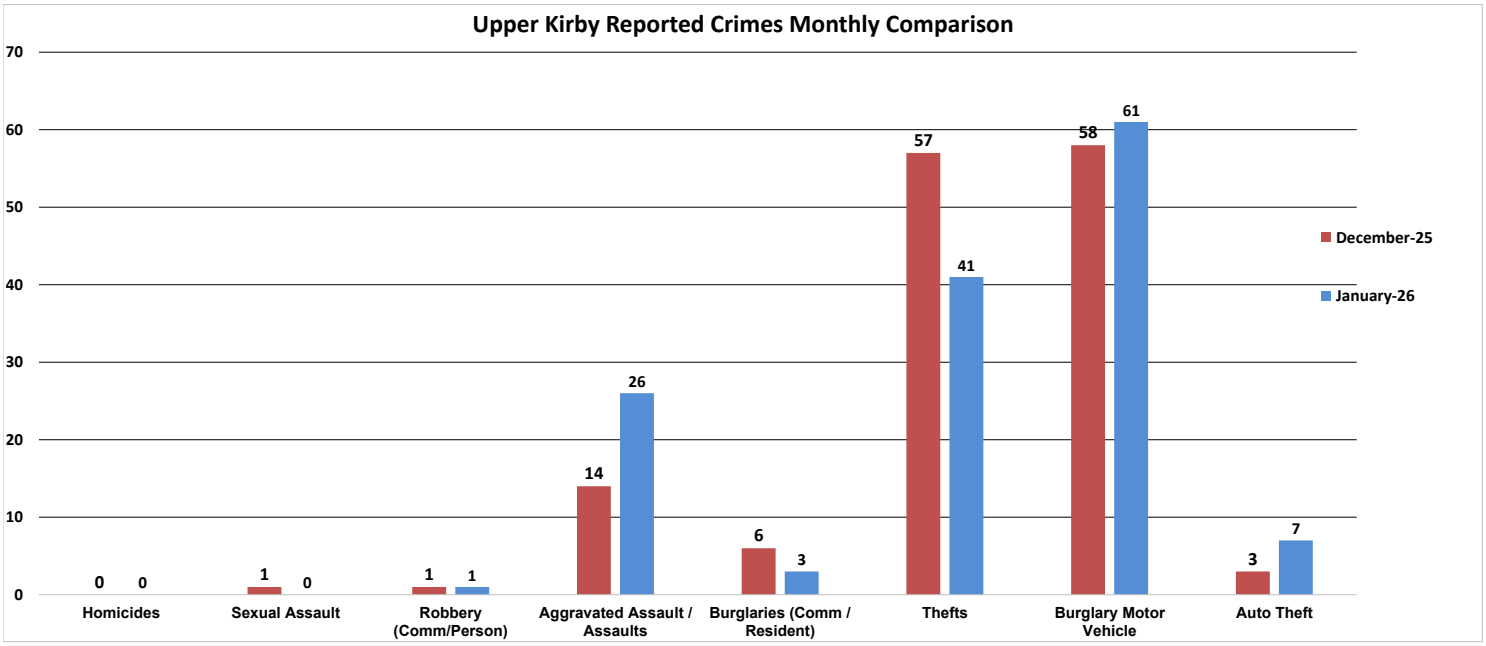
Robberies: 1/15/26 - 3900 S. Shepherd (Bus Stop)

BMV: Christian Tailgaters | Academy |Kirby Ice House | Twin Peaks | Los Tios Restaurant

Assaults: 2100 Richmond (Food Truck Lot x 2) / 3500 S. Shepherd (Cindi's & Rock & Roll It Lot x 2) / 3200 West Park (CapitalOne Bank Lot x 2)

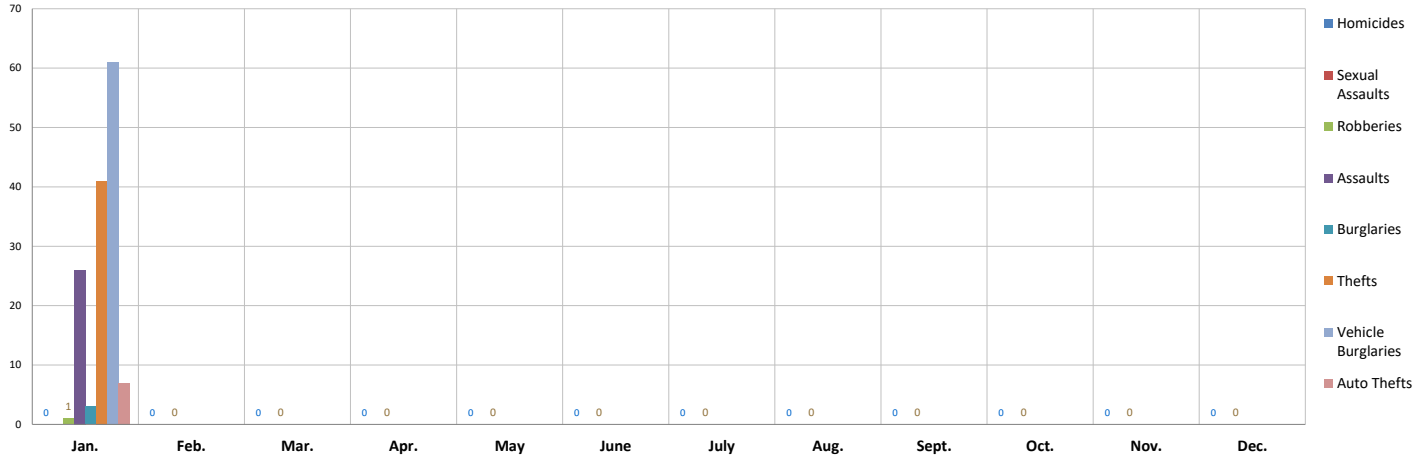
Thefts: Walgreens - Buffalo Spwy (13) | CVS - Kirby (7) | Ulta Beauty (5) | Office Depot (2) (NOTE: CVS- W. Alabama has closed)

Date:	Event Type:	Locations	# of Events:
Homicides			
1/1-31/26	Homicide / Murder	No Reported Incidents	0
Total Homicides:			**0**
Sexual Assaults			
1/1-31/26	Sexual Assault	No Reported Incidents	0
Total Sexual Assaults:			**0**
Robberies			
1/15/2026	Robbery	3900 S. Shepherd (Bus Stop)	1
Total Robberies:			**1**
Assaults / Aggravated Assaults			
1/1-31/26	Assaults	Various UK Locations	26
Total Assaults:			**26**
Burglaries (Residence / Commercial)			
1/1-31/26	Burglaries	Various UK Locations	3
Total Burglaries:			**3**
Thefts (Shoplifting, Theft from Person, Etc)			
1/1-31/26	Thefts	Various UK Locations	41
Total Thefts:			**41**
Burglary of Vehicles			
1/1-31/26	Burglary Motor Vehicles	Various UK Locations	61
Total Theft from Vehicle:			**61**
Motor Vehicle Thefts			
1/1-31/26	Motor Vehicle Thefts	Various UK Locations	7
Total Theft of Vehicles:			**7**



Upper Kirby Management Part 1 Crimes - 2026 Summary

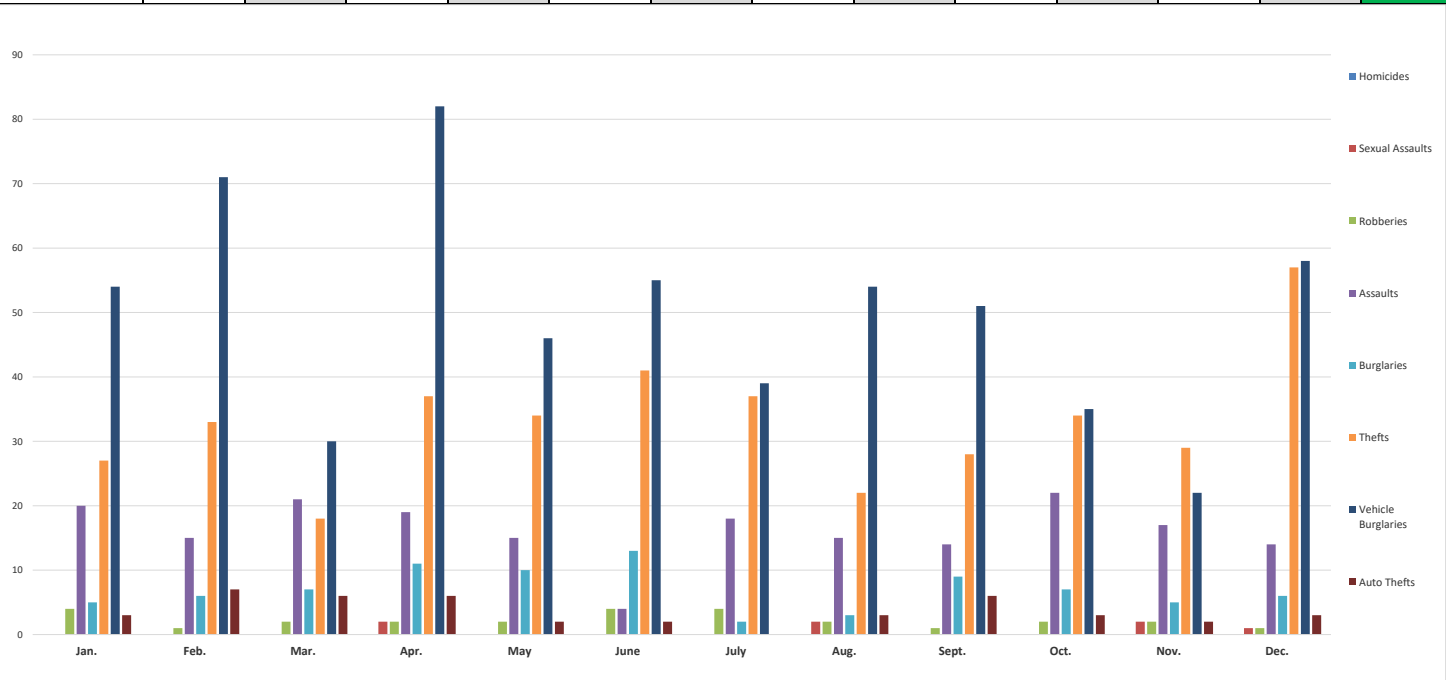
	Jan.	Feb.	Mar.	Apr.	May	June	July	Aug.	Sept.	Oct.	Nov.	Dec.	YTD
Homicides	0	0	0	0	0	0	0	0	0	0	0	0	0
Sexual Assaults	0	0	0	0	0	0	0	0	0	0	0	0	0
Robberies	1	0	0	0	0	0	0	0	0	0	0	0	1
Assaults	26	0	0	0	0	0	0	0	0	0	0	0	26
Burglaries	3	0	0	0	0	0	0	0	0	0	0	0	3
Thefts	41	0	0	0	0	0	0	0	0	0	0	0	41
Vehicle Burglaries	61	0	0	0	0	0	0	0	0	0	0	0	61
Auto Thefts	7	0	0	0	0	0	0	0	0	0	0	0	7



Prior Year Crime Activity Comparison

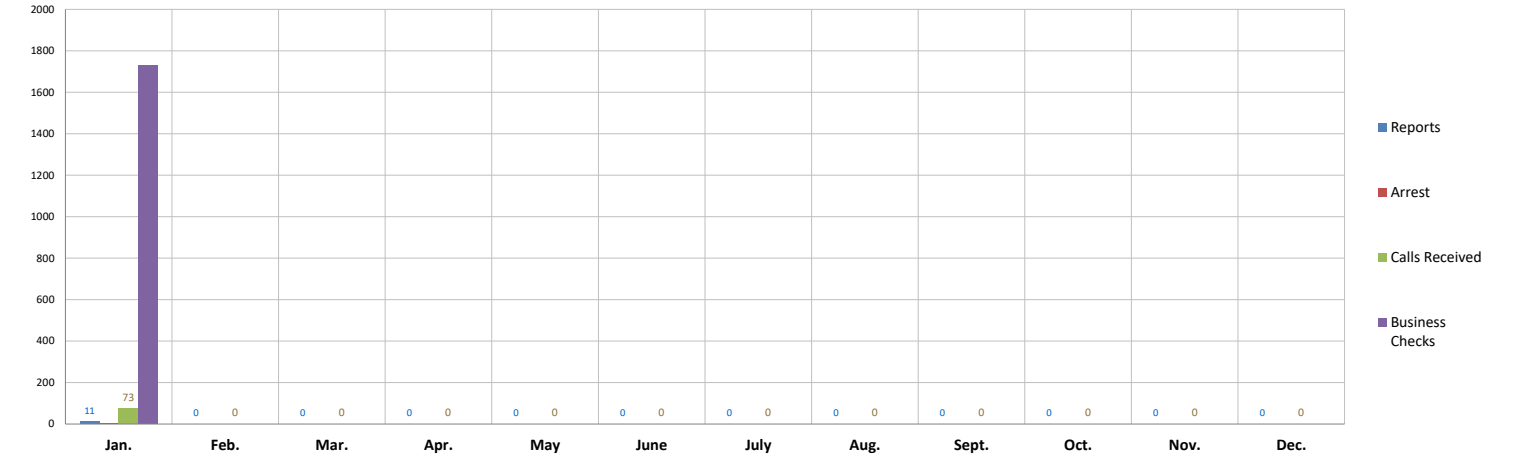
Upper Kirby Management Part 1 Crimes - 2025 Summary

	Jan.	Feb.	Mar.	Apr.	May	June	July	Aug.	Sept.	Oct.	Nov.	Dec.	YTD
Homicides	0	0	0	0	0	0	0	0	0	0	0	0	0
Sexual Assaults	0	0	0	2	0	0	0	2	0	0	2	1	7
Robberies	4	1	2	2	2	4	4	2	1	2	2	1	27
Assaults	20	15	21	19	15	4	18	15	14	22	17	14	194
Burglaries	5	6	7	11	10	13	2	3	9	7	5	6	84
Thefts	27	33	18	37	34	41	37	22	28	34	29	57	397
Vehicle Burglaries	54	71	30	82	46	55	39	54	51	35	22	58	597
Auto Thefts	3	7	6	6	2	2	0	3	6	3	2	3	43



Upper Kirby Management Patrol - 2026 Summary

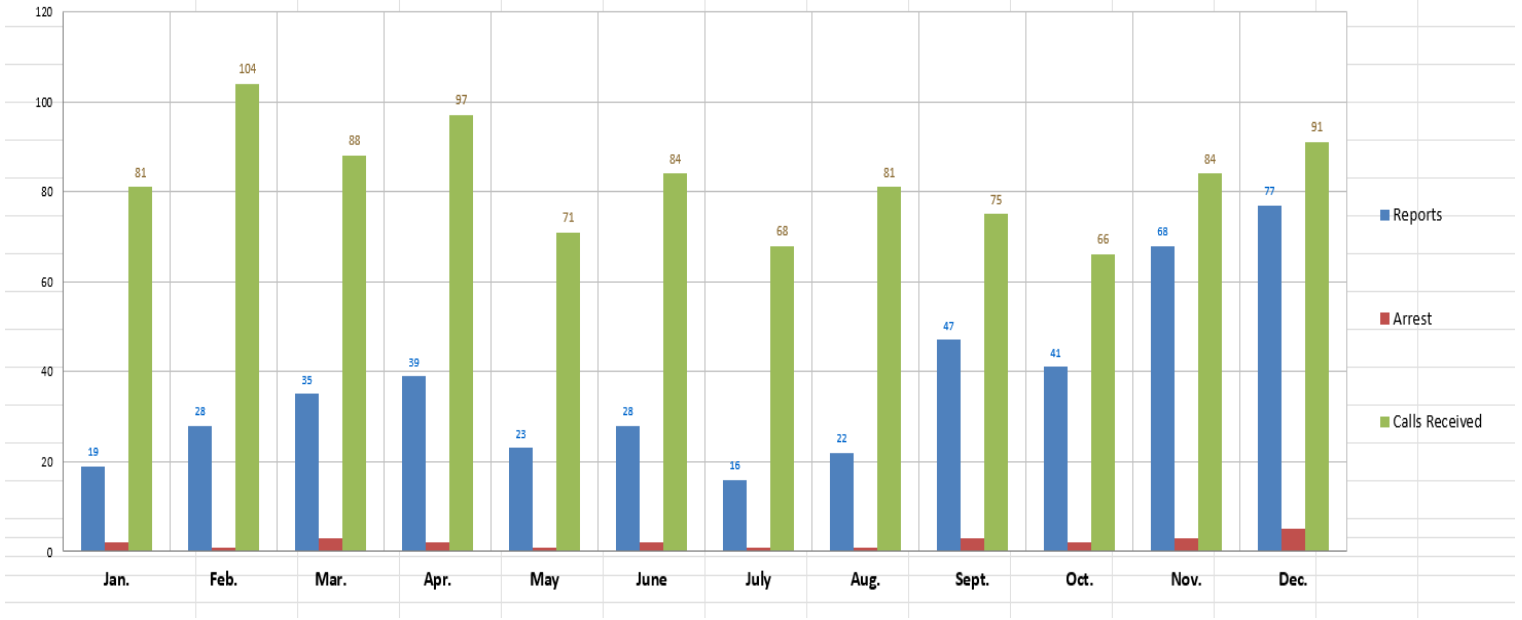
	Jan.	Feb.	Mar.	Apr.	May	June	July	Aug.	Sept.	Oct.	Nov.	Dec.	YTD
Reports	11	0	0	0	0	0	0	0	0	0	0	0	11
Arrest	2	0	0	0	0	0	0	0	0	0	0	0	2
Business Checks	1728	0	0	0	0	0	0	0	0	0	0	0	1728
Calls Received	73	0	0	0	0	0	0	0	0	0	0	0	73



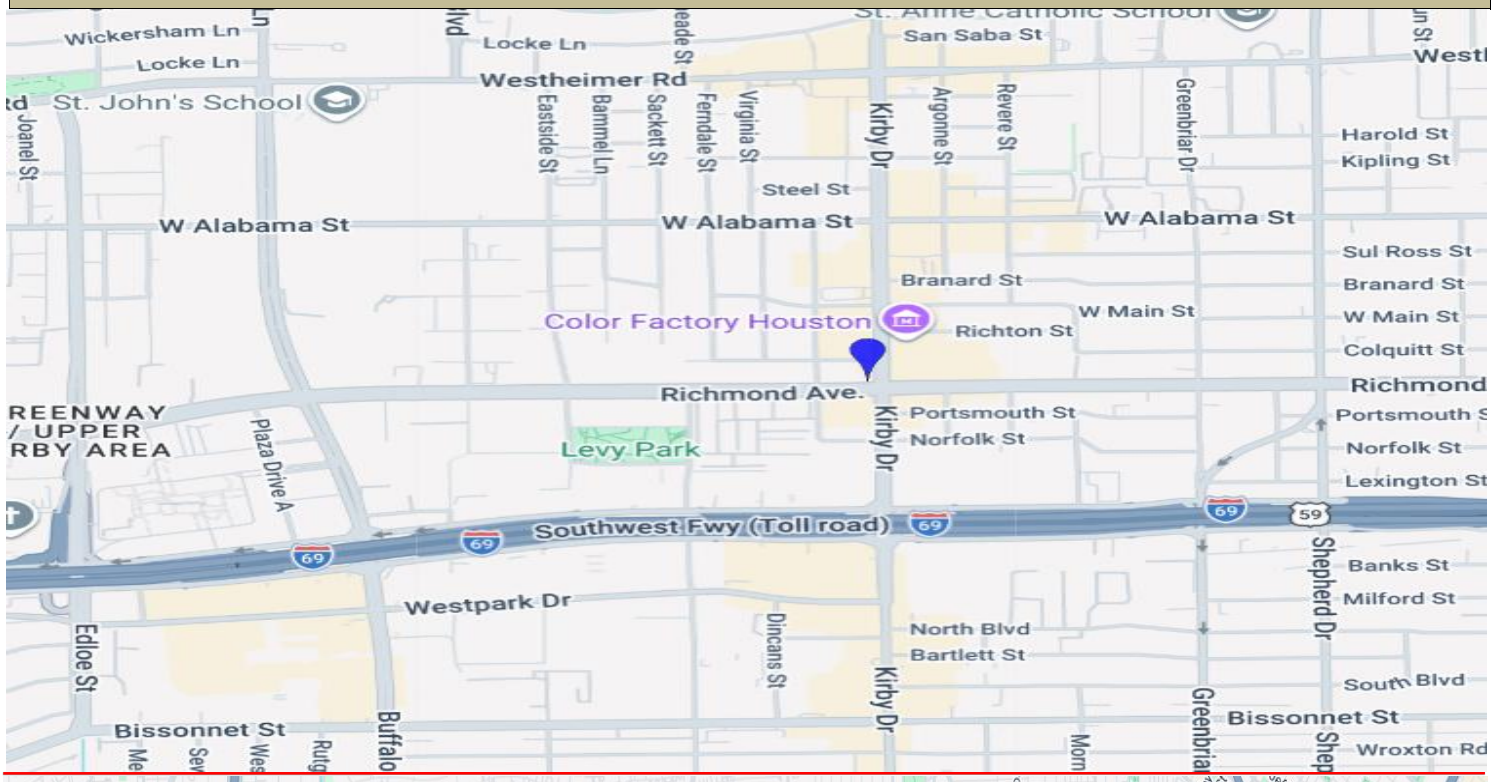
Prior Year Activity Comparison

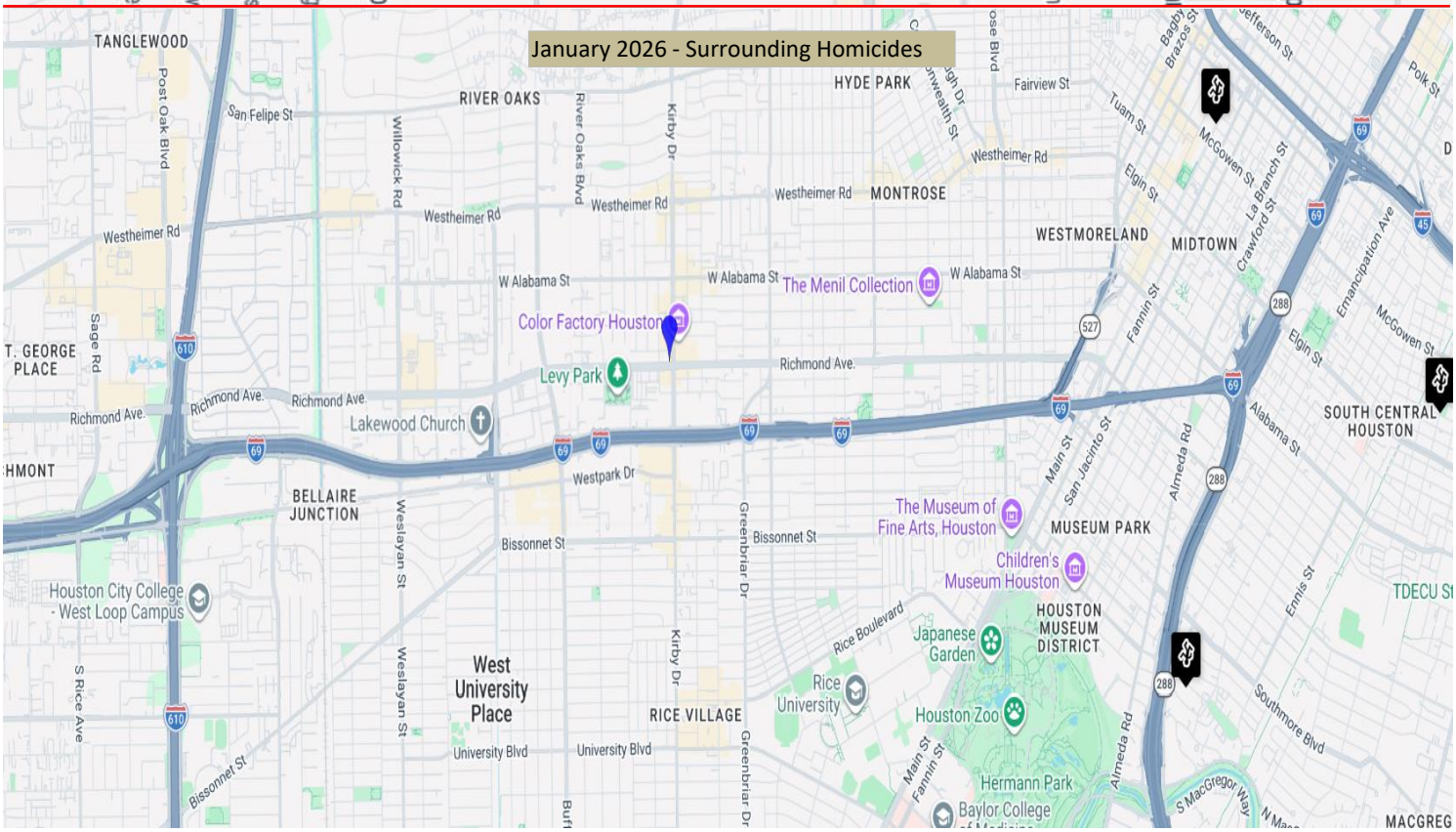
Upper Kirby Management Patrol - 2025 Summary

	Jan.	Feb.	Mar.	Apr.	May	June	July	Aug.	Sept.	Oct.	Nov.	Dec.	YTD
Reports	19	28	35	39	23	28	16	22	47	41	68	77	443
Arrest	2	1	3	2	1	2	1	1	3	2	3	5	26
Calls Received	81	104	88	97	71	84	68	81	75	66	84	91	990

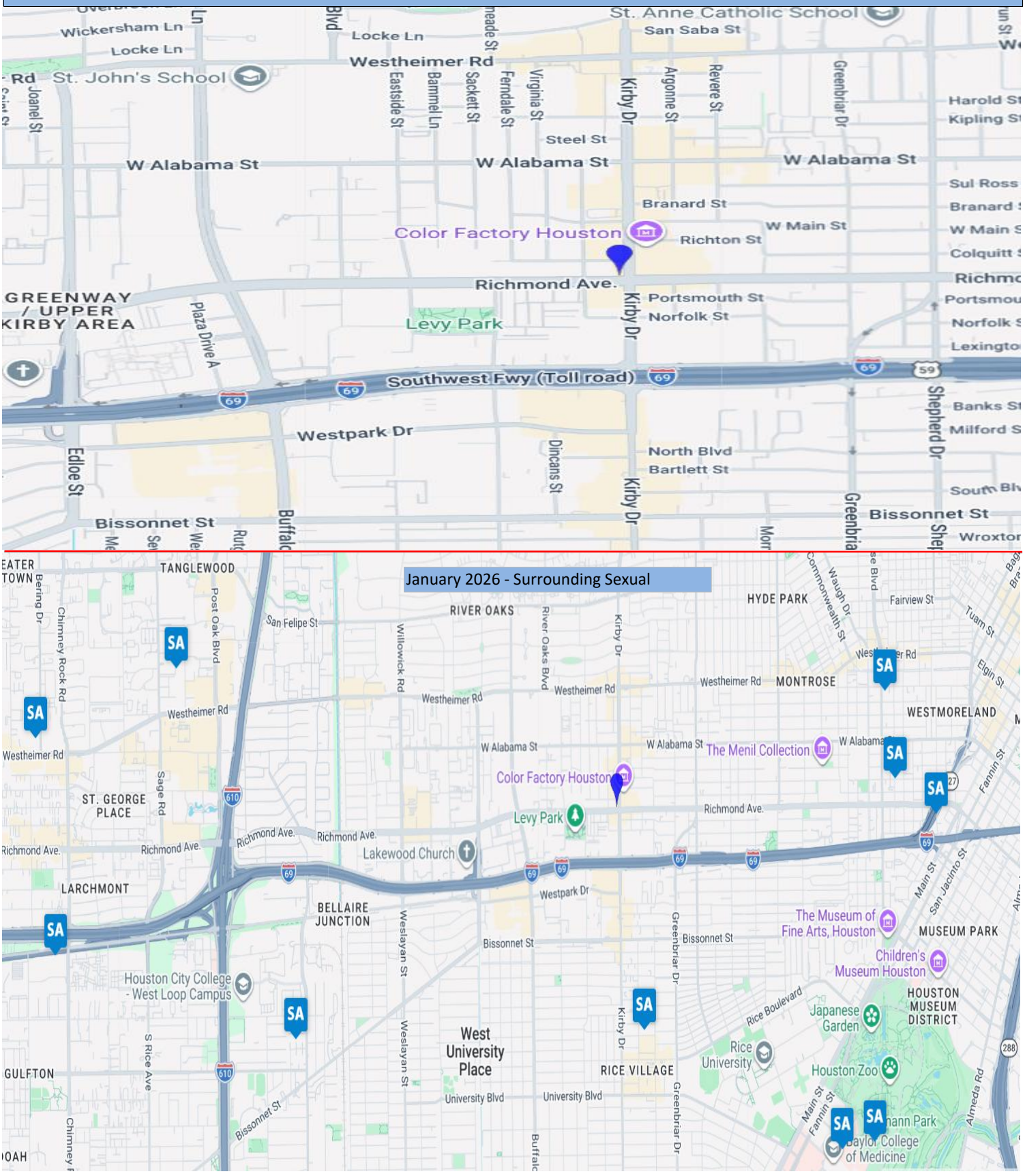


Upper Kirby Crime Map: Homicides (0)

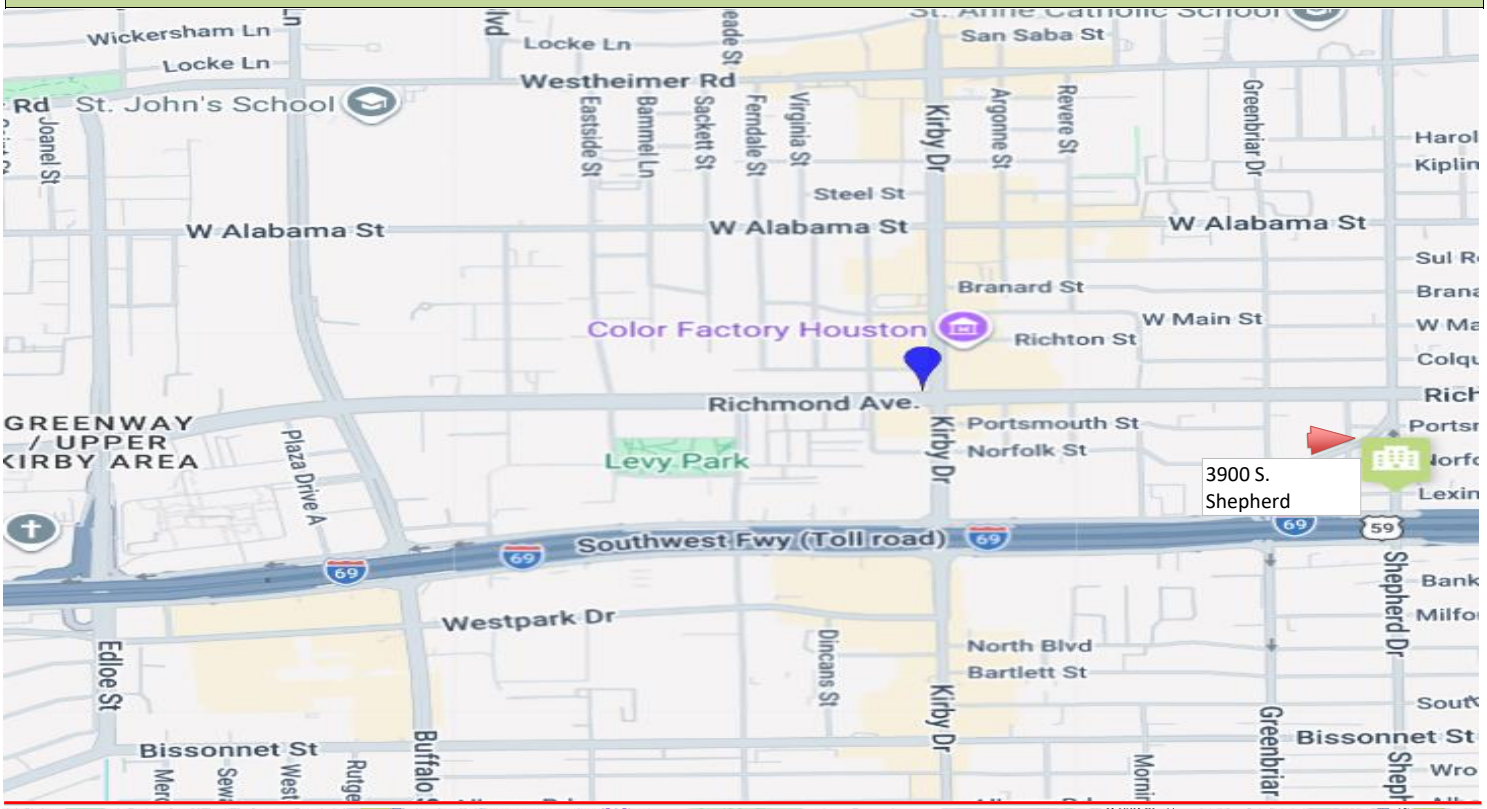




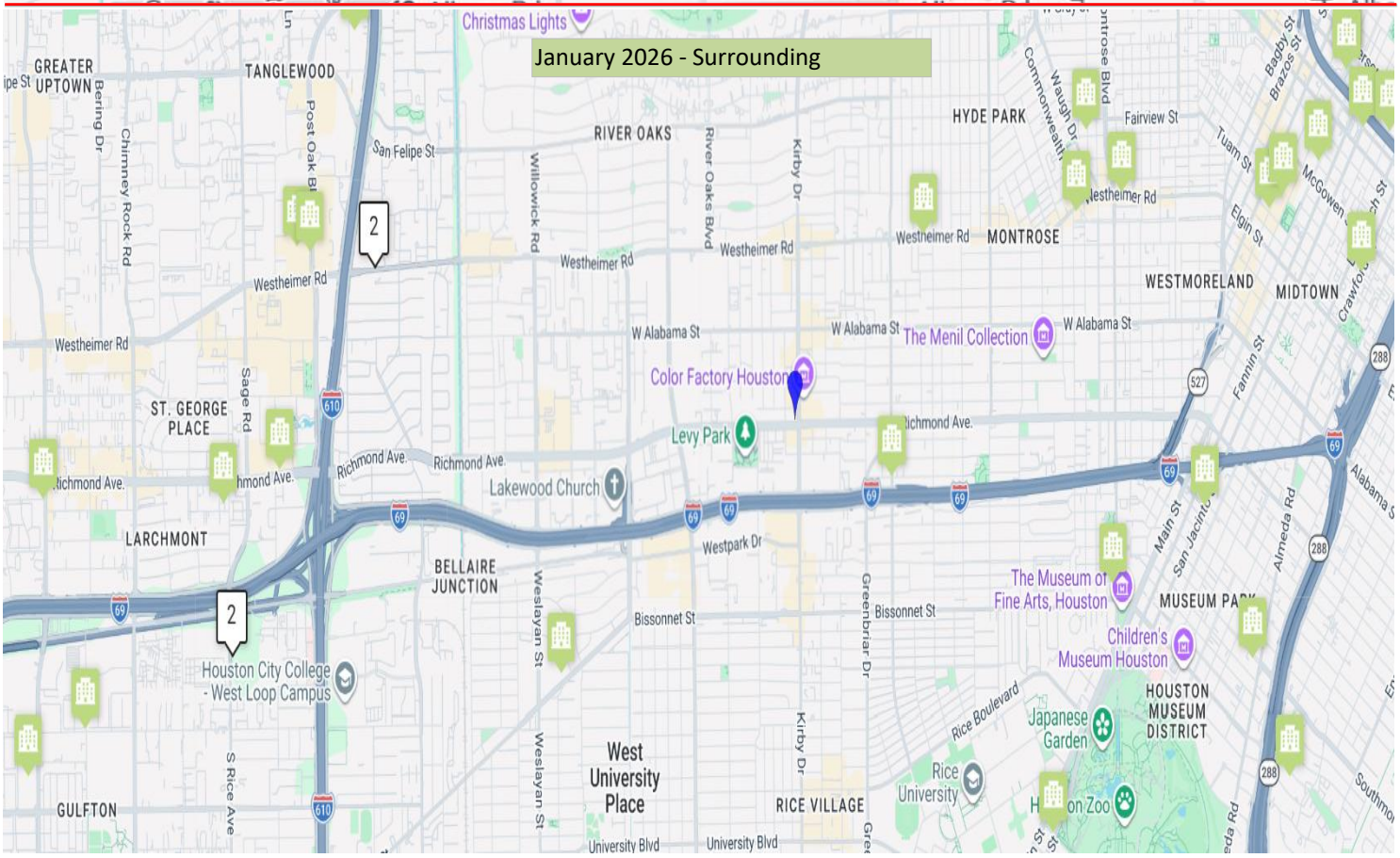
Upper Kirby Crime Map: Sexual Assaults (0)



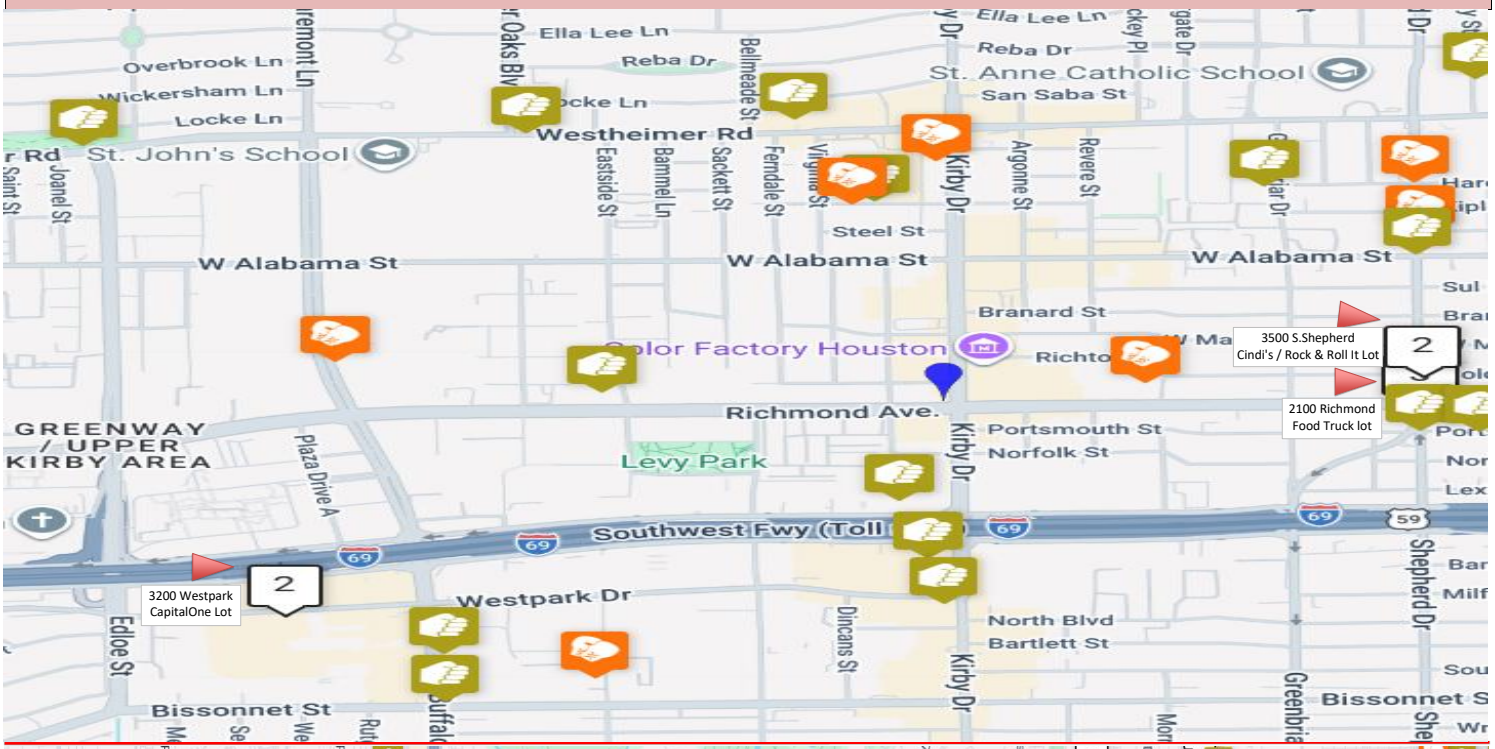
Upper Kirby Crime Map: Robberies (1)

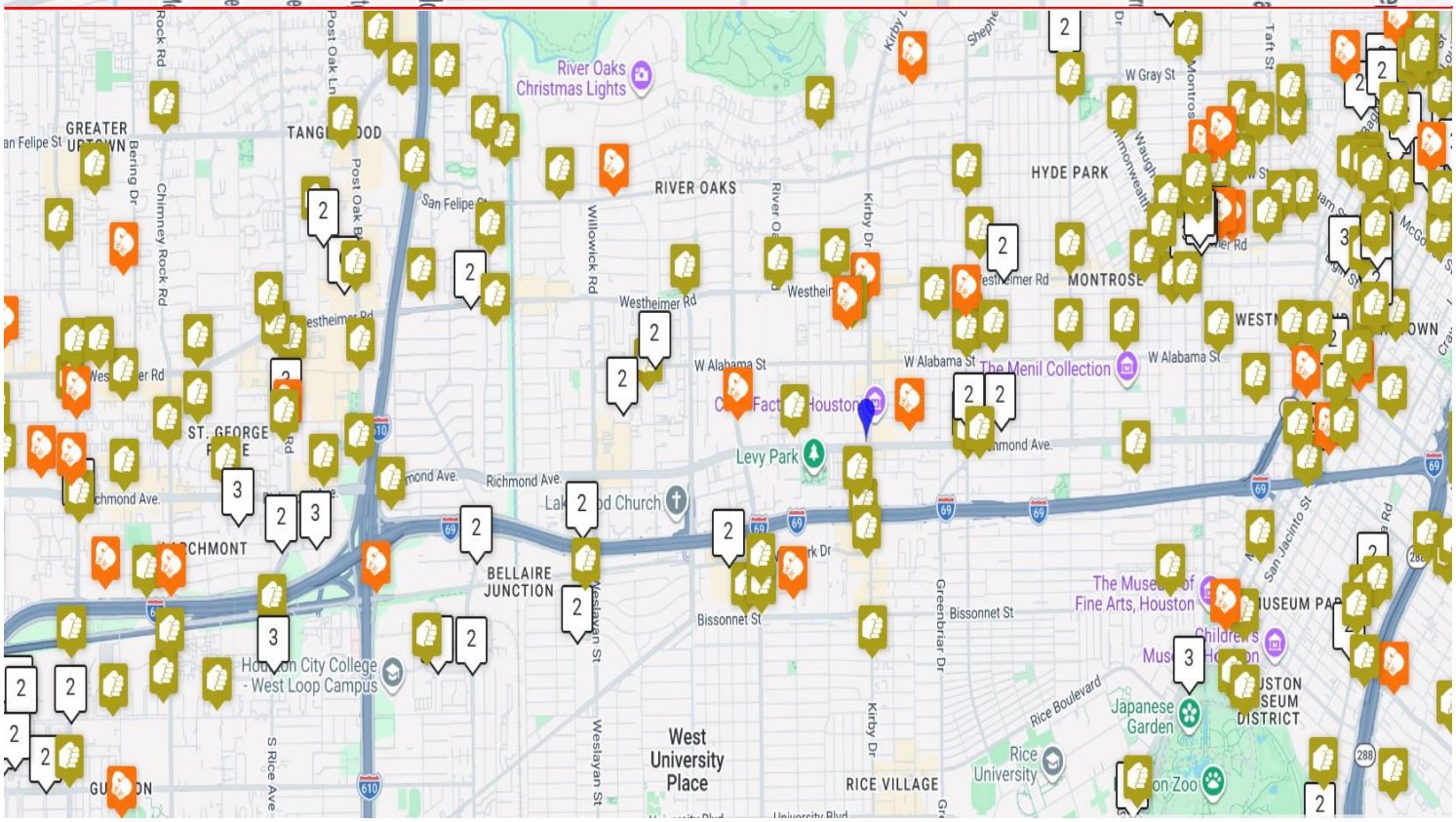


January 2026 - Surrounding

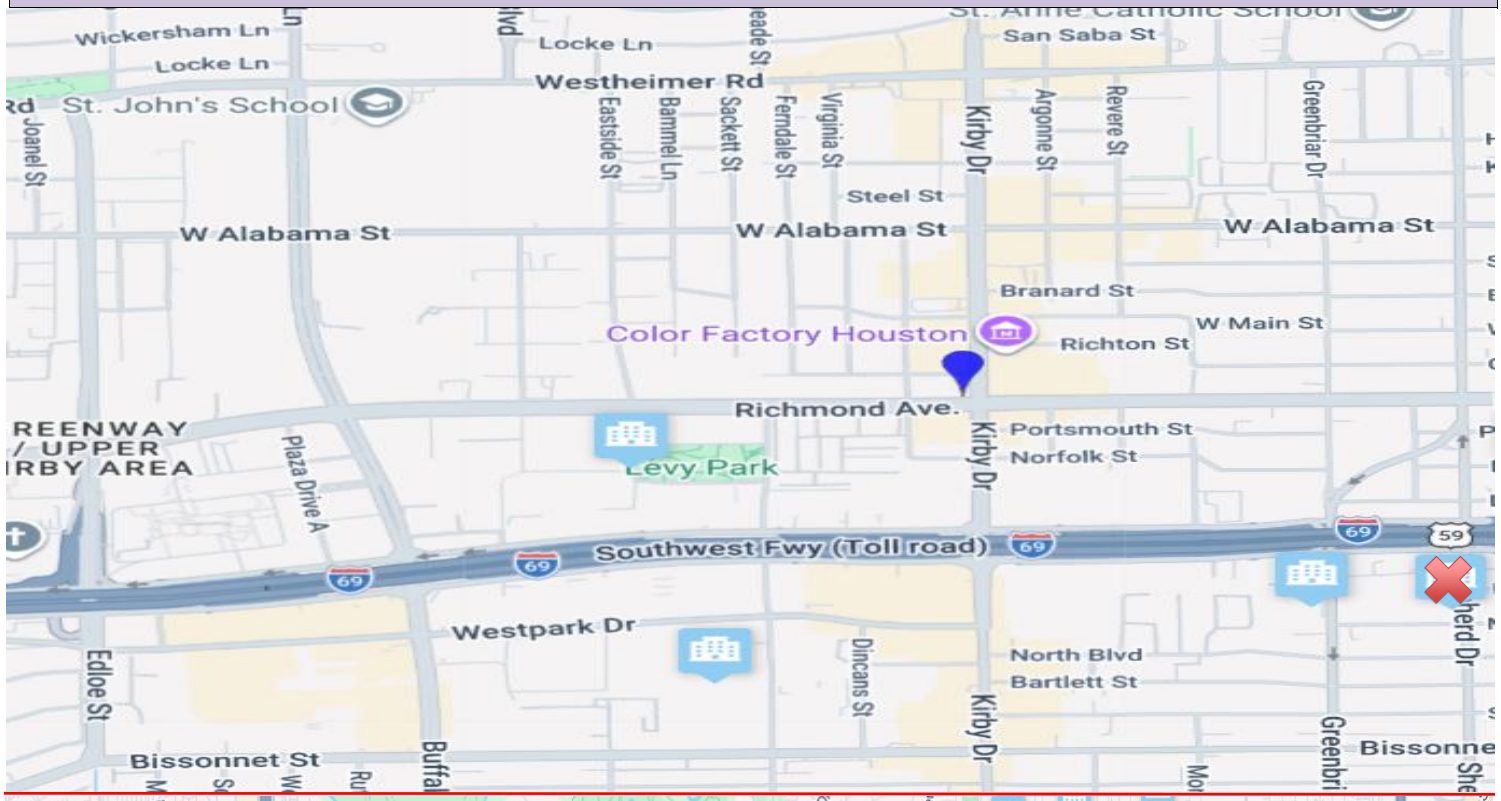


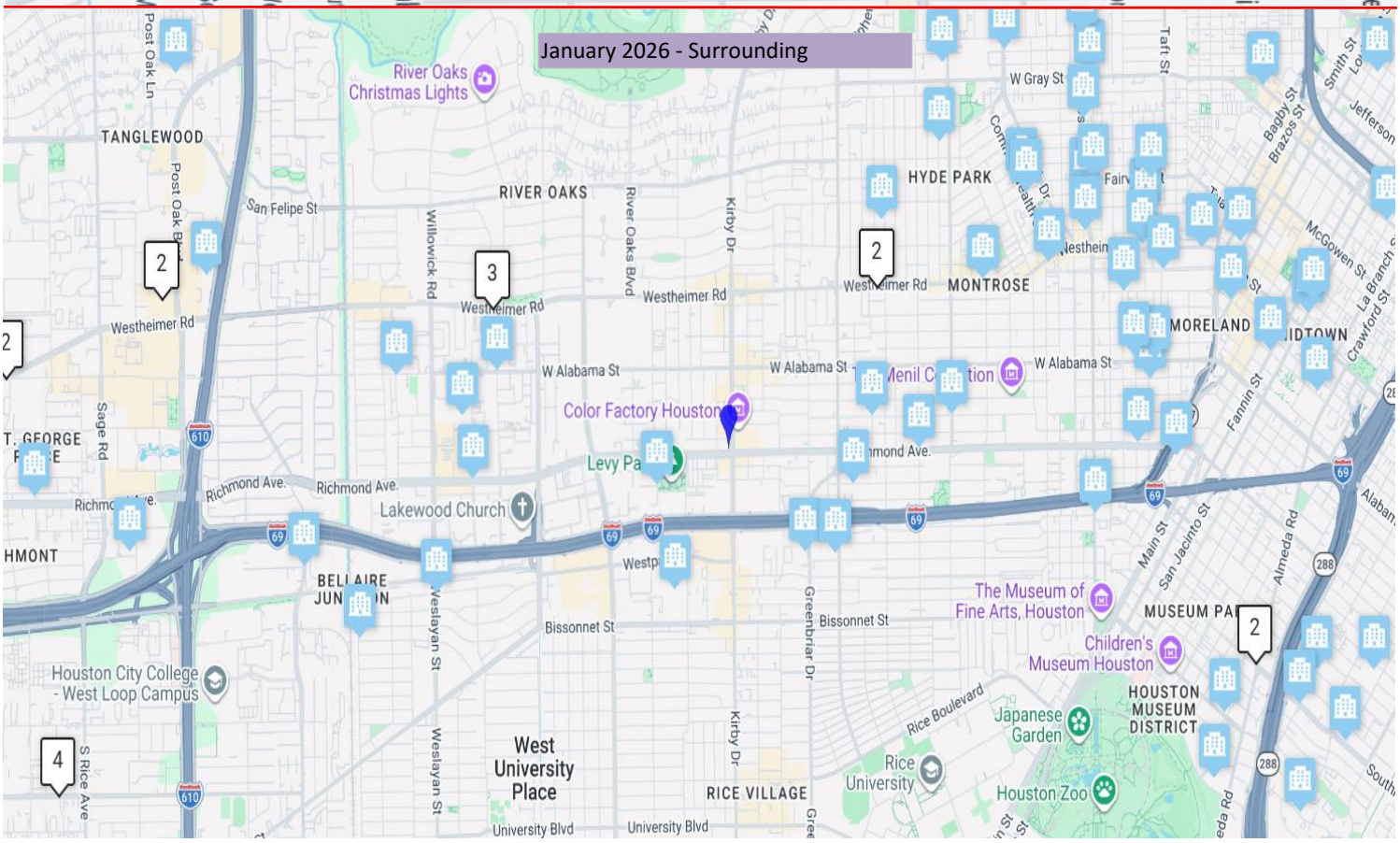
Upper Kirby Crime Map: Assaults (26)



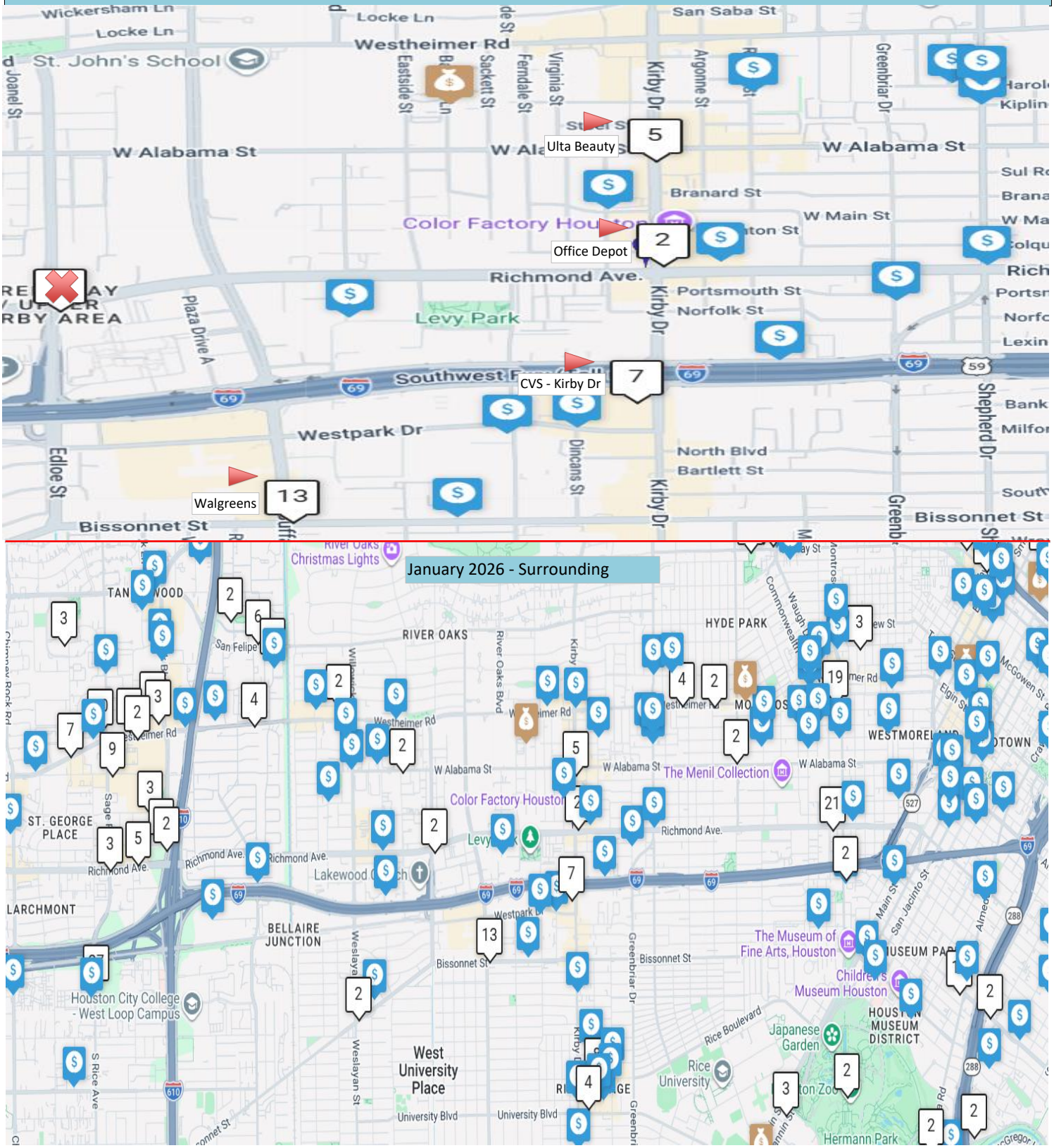


Upper Kirby Crime Map: Commercial / Residential Burglaries (3)

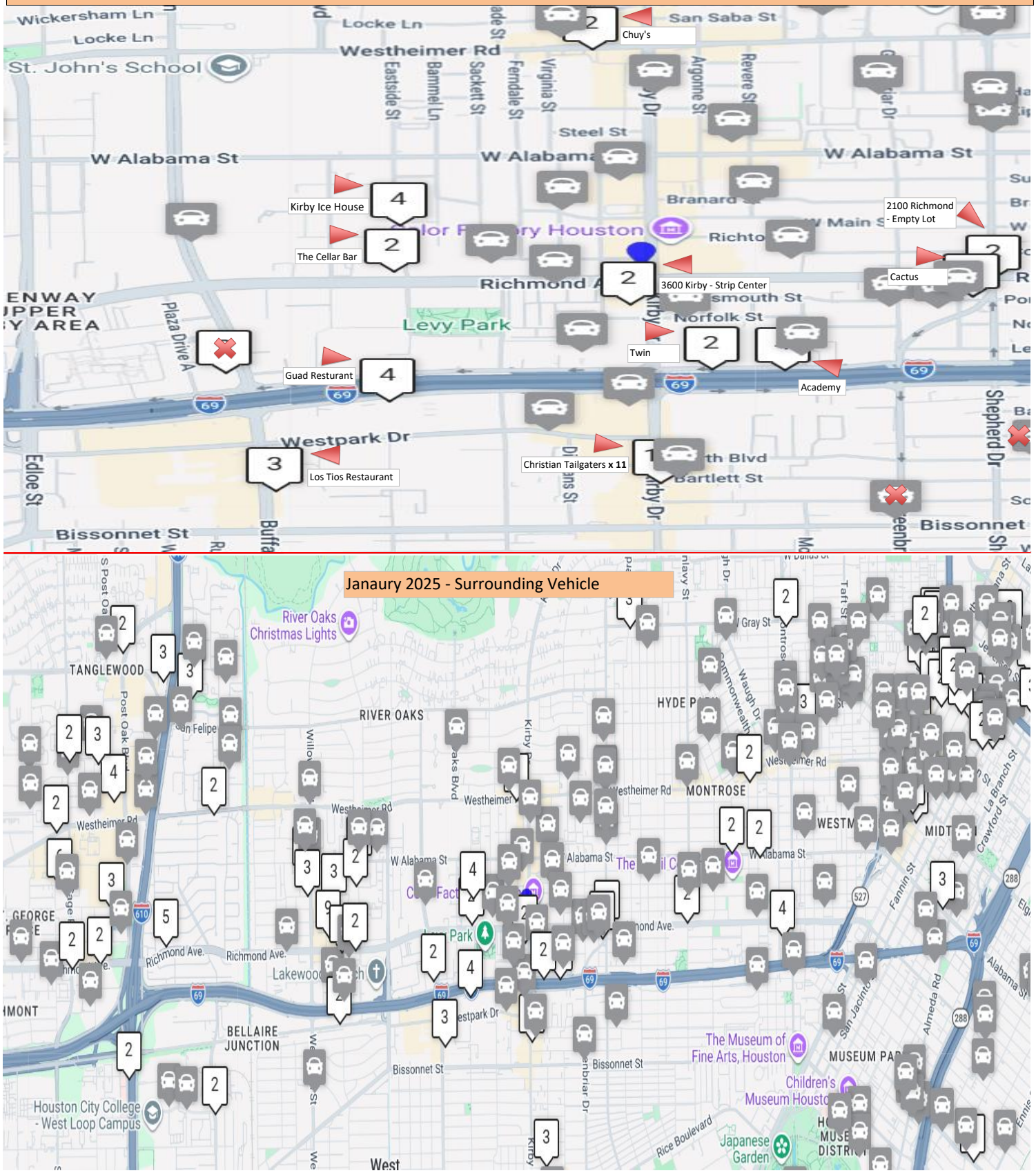




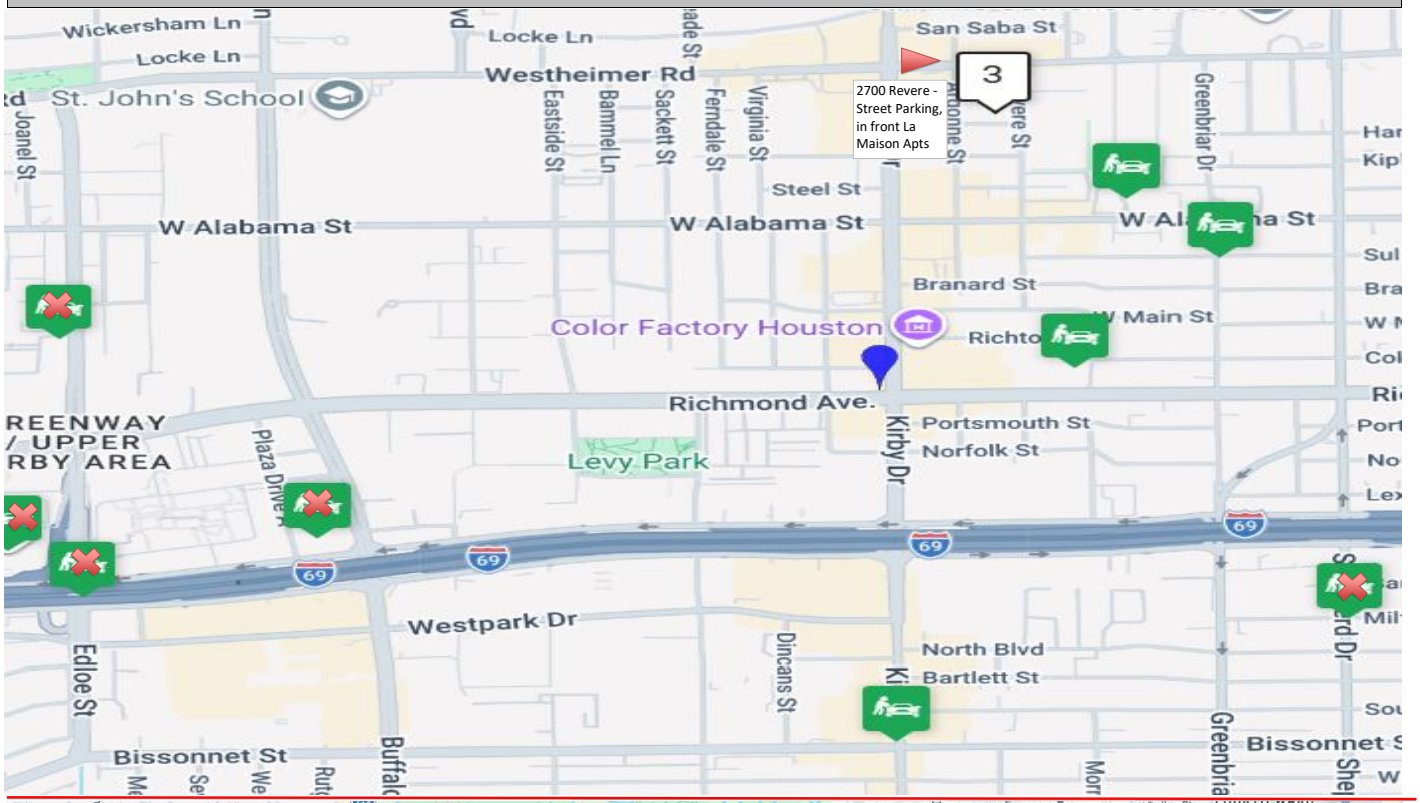
Upper Kirby Crime Map: Thefts (41)



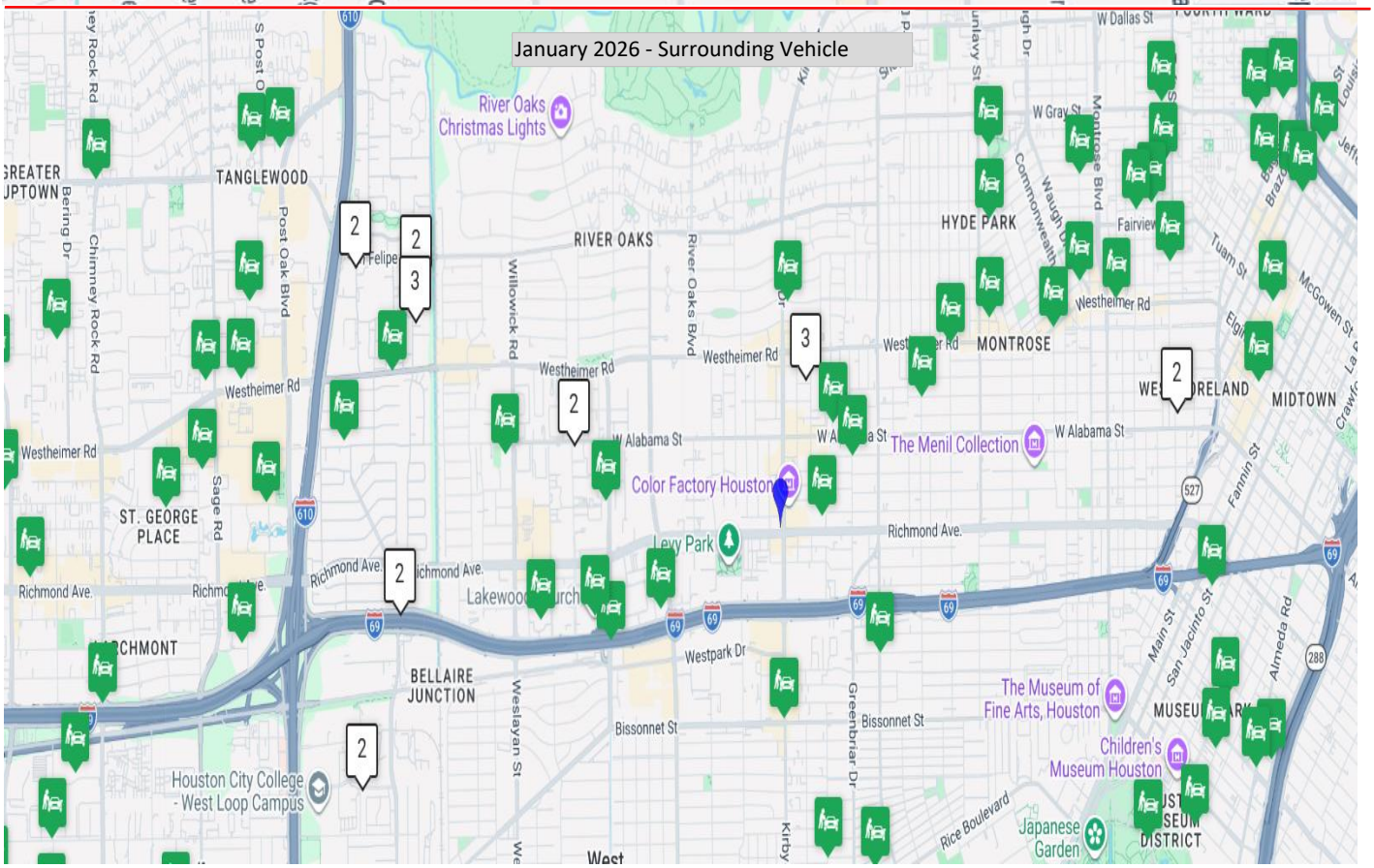
Upper Kirby Crime Map: Motor Vehicle Burglaries (61)



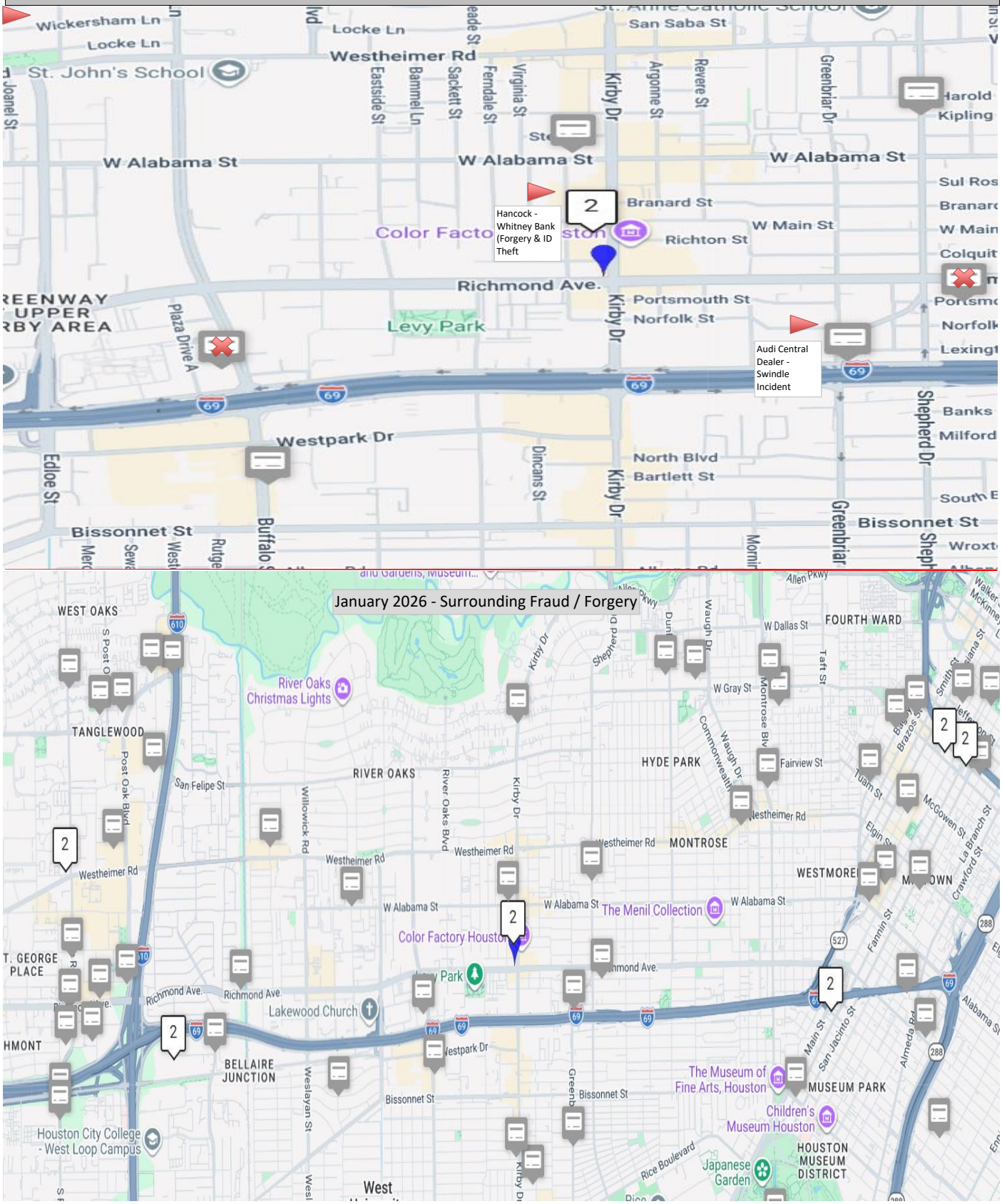
Upper Kirby Crime Map: Auto Theft (7)



January 2026 - Surrounding Vehicle



Upper Kirby Crime Map: Fraud / Forgery (6)



UTILITY TAX SERVICE, LLC
TAX ASSESSOR - COLLECTORS
1750 W 43rd Street I Houston, Texas 77018 I Voice: 713-688-3855

HARRIS COUNTY IMPROVEMENT DISTRICT #3
TAX REPORT SUMMARY
1/31/2026

	Current:	$	1,482,107.79	
	Prior Years:	$	71,386.06	
Total Receivables as of	1/31/2026	**$**	**1,553,493.85**	pg 2

January Receipts	**$ 3,179,062.42**	pg 3
January Disbursements	**$ 18,660.84**	pg 3

CURRENT COLLECTIONS & 4 YEAR HISTORICAL DATA

Year	Collections 1/31/2026	Adjustments 1/31/2026	Collections 9/1/21-1/31/2026	Receivables 1/31/2026	Percent Collected
2025	3,176,636.30	(4,956.40)	3,815,231.81	1,482,107.79	72.02
2024	1,378.77	(11,365.04)	5,008,762.10	27,873.85	99.45
2023	43.55	(7.89)	5,064,136.66	7,146.76	99.86
2022	29.04	(14.49)	4,747,002.12	5,496.75	99.88
2021	11.28		4,467,936.31	4,284.28	99.90

Last Year's Collections as of 1/31/2025: 81.56%

CURRENT CERTIFIED VALUES & 4 YEAR HISTORICAL DATA

Year	Debt Rate	M&O Rate	Total Tax Rate	Original Value	Adjustments	Adjusted Value	Levy
2025	0.00371	0.12629	0.13000	4,059,273,631	3,815,232	4,063,088,863	5,297,339.60
2024	0.00371	0.12879	0.13250	3,975,020,438	(173,785,758)	3,801,234,680	5,036,635.95
2023	0.00371	0.13129	0.13500	3,904,886,305	(148,380,071)	3,756,506,234	5,071,283.42
2022	0.00422	0.13078	0.13500	3,586,218,997	(65,849,463)	3,520,369,534	4,752,498.87
2021	0.00437	0.13063	0.13500	3,242,603,904	70,152,090	3,312,755,994	4,472,220.59

$818,720.22 Estimated Refunds due to Unsettled Lawsuits at HCAD

HARRIS COUNTY IMPROVEMENT DISTRICT #3
TAX REPORT SUMMARY
1/31/2026

Receivable at 8/31/2025		$ 104,677.46	
	Uncollectibles	$ (3,064.15)	
	Prior Adjustments:	$ (134,737.42)	$ (33,124.11)
2025 Tax Levy		$ 5,277,055.72	
Adjustments		$ 20,283.88	$ 5,297,339.60

Tax Collections From: 9/1/2025 - 1/31/2026

2025	$	3,815,231.81
2024	$	(95,081.31)
2023	$	(9,459.77)
2022	$	(36.86)
2021	$	15.06
2020	$	15.90
2019	$	18.25
2018	$	5.97
2017	$	6.65
2016	$	5.51
2014	$	0.43

($ 3,710,721.64)

TOTAL RECEIVABLE AS OF 1/31/2026 **$ 1,553,493.85**

==========

HARRIS COUNTY IMPROVEMENT DISTRICT #3
TAX REPORT SUMMARY
1/31/2026

		Month of 1/31/2026		Fiscal YTD 10/1/2025-1/31/2026
Receipts:				
Current/Prior Taxes		3,125,920.18		3,704,124.24
Penalty & Interest		366.41		1,888.20
Atty's Fee - Delinquent Coll		306.70		1,291.31
Adjustments		13,384.20		86,020.24
Returned Items/Payment Reversals		2,976.97		21,636.80
Unclaimed Overpayments				
Bank Interest		246.84		352.70
Special Inventory Tax		35,861.12		35,861.12
TOTAL RECEIPTS:	**$**	**3,179,062.42**	**$**	**3,851,174.61**
Disbursements:				
Adjustment Refunds		(13,384.20)		(86,020.24)
Returned Items/Payment Reversals		(2,976.97)		(21,636.80)
County A/C Fee		(1,992.97)		(4,875.92)
Atty's Fee-Delinquent Coll		(306.70)		(1,291.31)
TOTAL DISBURSEMENTS:	$	(18,660.84)	$	(113,824.27)

County A/C Fees Paid

Fiscal Year 7/1/2025 thru 12/31/2025	4,005.15	($3,985.69 Estimate)

HARRIS COUNTY IMPROVEMENT DISTRICT #3
TAX REPORT SUMMARY
1/31/2026

CURRENT COLLECTIONS & HISTORICAL DATA

Year	Collections 1/31/2026	Adjustments 1/31/2026	Uncollectibles 1/31/2026	Collections 9/1/02-1/31/2026	Receivables 1/31/2026	Percent Collected
2025	3,176,636.30	(4,956.40)		3,815,231.81	1,482,107.79	72.02
2024	1,378.77	(11,365.04)		5,008,762.10	27,873.85	99.45
2023	43.55	(7.89)		5,064,136.66	7,146.76	99.86
2022	29.04	(14.49)		4,747,002.12	5,496.75	99.88
2021	11.28			4,467,936.31	4,284.28	99.90
2020	8.58			4,427,616.45	10,045.50	99.77
2019	5.97			4,143,903.00	3,344.23	99.92
2018	5.97			3,972,819.12	3,086.08	99.92
2017	5.23			3,946,151.61	3,997.24	99.90
2016				4,094,379.62	2,625.48	99.94
2015				3,562,186.76	2,407.89	99.93
2014	0.43			3,185,055.44	780.75	99.98
2013				2,709,337.70	149.56	99.99
2012				2,362,777.87	49.76	99.99
2011				2,212,265.82	50.65	99.99
2010				2,128,342.91	1.39	99.99
2009				2,116,045.06		100.00
2008				2,023,101.50	45.89	99.99
2007				1,551,089.74		100.00
2006				1,295,895.63		100.00
2005				1,234,450.30		100.00
2004				1,183,763.58		100.00
2003				1,176,492.84		100.00
2002			3,064.15	1,137,294.72		100.00
Total				**62,742,044.76**	**1,553,493.85**	**99.93**

CURRENT CERTIFIED VALUES & HISTORICAL DATA

Year	Debt Rate	M&O Rate	Total Tax Rate	Original Value	Adjustments	Adjusted Value	Levy
2025	0.00371	0.12629	0.13000	4,059,273,631	15,602,984	4,074,876,615	5,297,339.60
2024	0.00371	0.12879	0.13250	3,975,020,438	(173,785,758)	3,801,234,680	5,036,635.95
2023	0.00371	0.13129	0.13500	3,904,886,305	(148,380,071)	3,756,506,234	5,071,283.42
2022	0.00422	0.13078	0.13500	3,586,218,997	(65,849,463)	3,520,369,534	4,752,498.87
2021	0.00437	0.13063	0.13500	3,242,603,904	70,152,090	3,312,755,994	4,472,220.59
2020	0.00420	0.13080	0.13500	3,240,353,904	46,803,099	3,287,157,003	4,437,661.95
2019	0.00452	0.13048	0.13500	3,093,900,525	(21,865,535)	3,072,034,990	4,147,247.23
2018	0.00487	0.13013	0.13500	2,927,322,899	17,792,067	2,945,114,966	3,975,905.20
2017	0.00520	0.13480	0.14000	2,845,085,595	(23,550,701)	2,821,534,894	3,950,148.85
2016	0.00595	0.14405	0.15000	2,726,739,654	4,597,080	2,731,336,734	4,097,005.10
2015	0.00595	0.14405	0.15000	2,295,134,148	81,262,286	2,376,396,434	3,564,594.65
2014	0.00680	0.14320	0.15000	2,053,214,277	70,676,514	2,123,890,791	3,185,836.19
2013	0.00830	0.14170	0.15000	1,706,691,342	99,633,498	1,806,324,840	2,709,487.26
2012	0.00000	0.15000	0.15000	1,484,341,651	90,876,767	1,575,218,418	2,362,827.63
2011	0.00000	0.15000	0.15000	1,324,980,717	149,896,928	1,474,877,645	2,212,316.47
2010	0.00000	0.15000	0.15000	1,288,477,923	130,418,278	1,418,896,201	2,128,344.30
2009	0.00000	0.15000	0.15000	1,364,387,616	46,309,090	1,410,696,706	2,116,045.06
2008	0.00000	0.15000	0.15000	1,285,194,487	63,570,437	1,348,764,924	2,023,147.39
2007	0.00000	0.13500	0.13500	1,092,363,596	56,591,767	1,148,955,363	1,551,089.74
2006	0.00000	0.12600	0.12600	910,413,139	118,075,454	1,028,488,593	1,295,895.63
2005	0.00000	0.12959	0.12959	729,921,507	222,659,945	952,581,452	1,234,450.30
2004	0.00000	0.12959	0.12959	913,468,310		913,468,310	1,183,763.58
2003	0.00000	0.13000	0.13000	904,994,490		904,994,490	1,176,492.84
2002	0.00000	0.13000	0.13000	877,199,130		877,199,130	1,140,358.87
Total							**62,788,621.12**

Project Status Report as of February 13, 2026

CONSTRUCTION PROJECTS

Project contractor is Harper Brothers Construction, LLC. The construction start date was March 20, 2021, and the total contract time is 912 days. The contract completion date was September 17, 2023, and was extended to January 24, 2024, by Change Order. The contractor is over 100% complete due to several quantity overruns and the contractor is substantially compete as of January 23, 2024.

Project progress is as follows.

1. All work is complete.
2. TDLR inspection is complete. There are minor deviations observed in two sections of the sidewalk.
3. Contractor mobilizing crew to make corrections to the deviations.

DESIGN PROJECTS:

West Alabama Improvements: LAN is providing final design services for West Alabama. 100% design plans for West Alabama from Kirby to Buffalo Speedway were submitted to City of Houston. The design team is currently addressing the comments per City's comments. The estimated construction start is now April.

1. Survey – completed.
2. Geotechnical – 100% completion.
3. ESA Phase 2 for Package 1 has been reviewed by City and being revised for final submission.
4. Drainage – 100% complete.
5. CCTV Inspection of storm lines – Complete.
6. Final Roadway Alignment – Revised to accommodate City of Houston request.
7. ROW acquisition is in progress.
8. CNP Terminal Pole locations – identified and submitted for review.

Kirby Drive DCR: Ardurra is currently working on the DCR for Kirby Drive between US59 and Bissonnet Street. Ardurra prepared the Stage 1 (existing conditions) DCR and presented to the City of Houston. Ardurra is working on the Stage 2 and Stage 3 DCR presentations and will schedule a presentation with Houston Public Works.

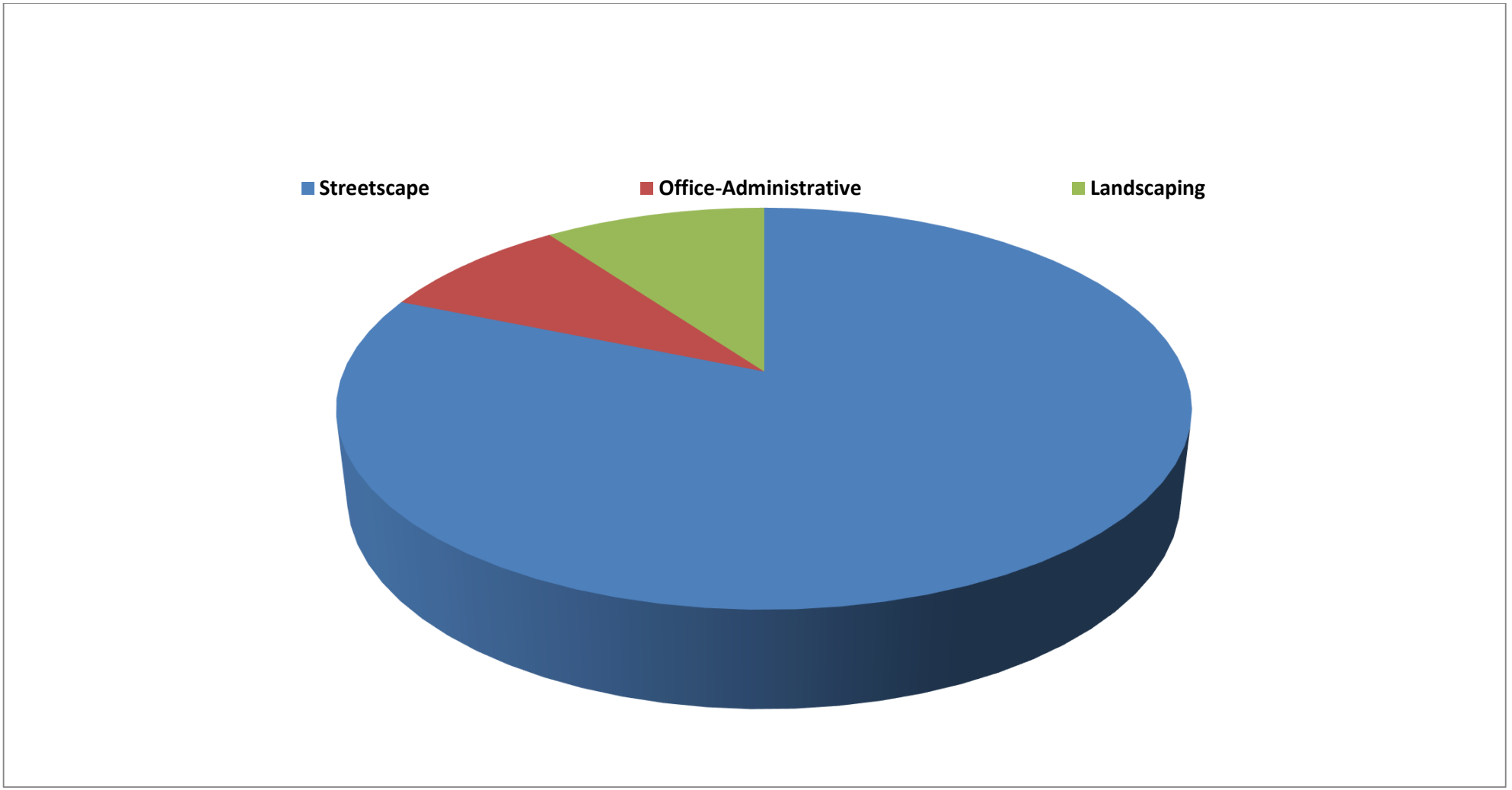
Buffalo Speedway DCR: Ardurra has finalized the DCR for Buffalo Speedway between Westheimer and US59. Ardurra prepared the Stage 1 (existing conditions) DCR and presented to the City of Houston. Ardurra is submitted Stage 2 and Stage 3 DCR to City of Houston and awaiting on City to schedule a presentation with Houston Public Works. Team also coordinating with development on southwest corner of West Alabama and Buffalo Speedway intersection.

Upper Kirby Projects - 12 month look ahead

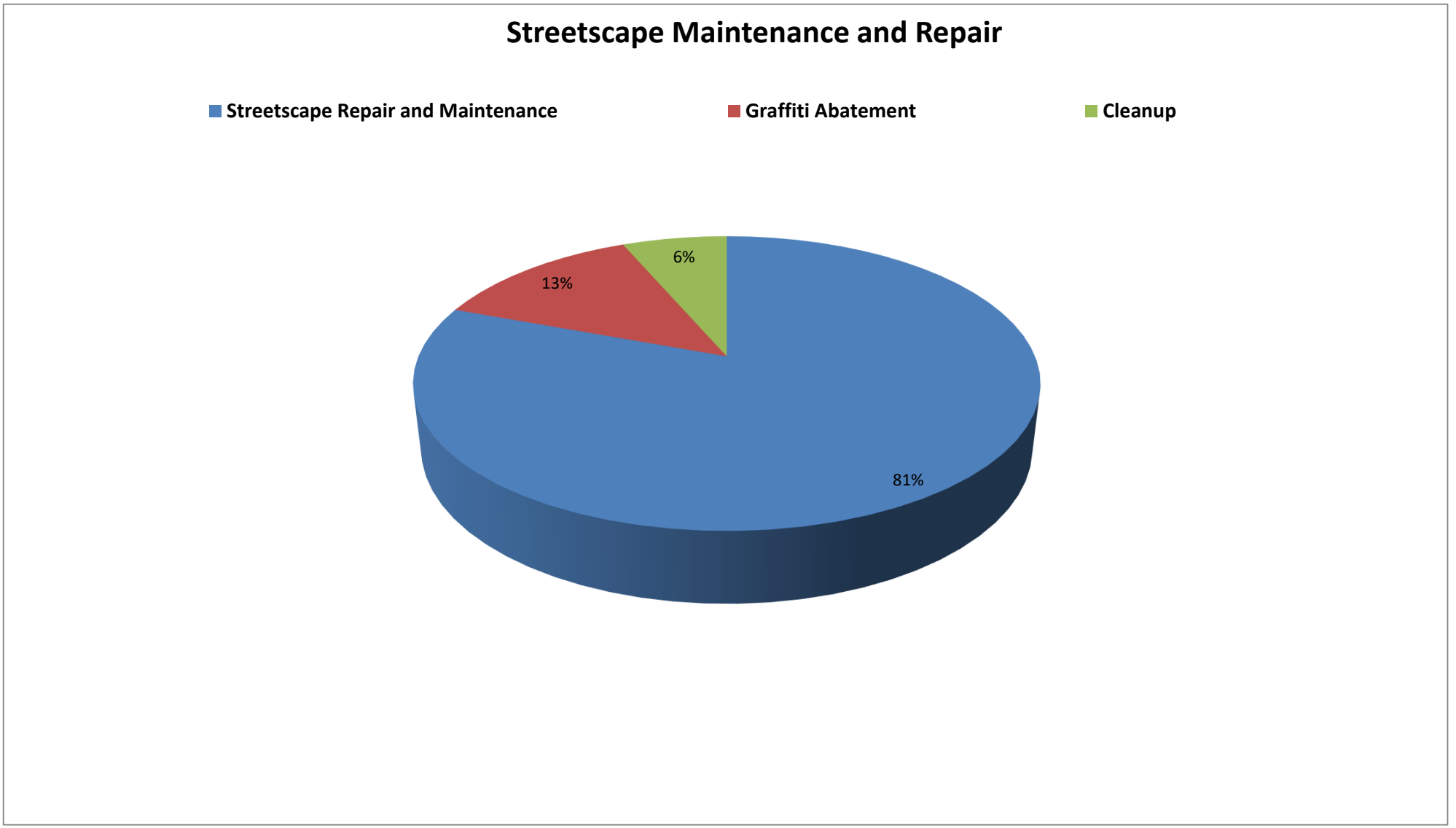
Feb, 2026

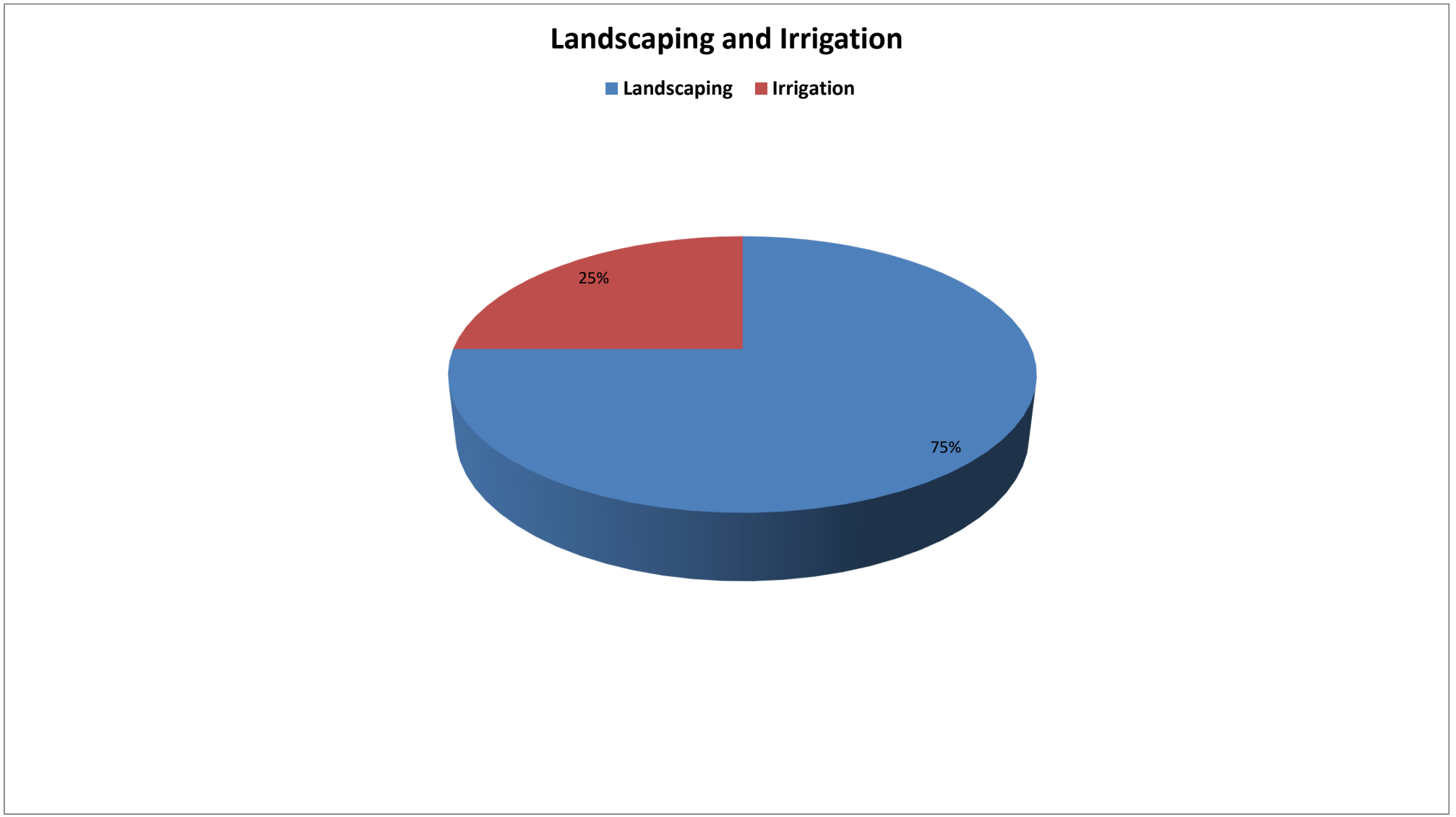
		Feb-26	Mar-26	Apr-26	May-26	Jun-26	Jul-26	Aug-26	Sep-26	Oct-26	Nov-26	Dec-26	Jan-27
Shepherd Reconstruction Westheimer to US 59	Design												
	Bid Phase												
	Construction												
West Alabama - Buffalo Speedway to Kirby	Design												
	Bid Phase												
	Construction												
West Alabama - Kirby to Shepherd	Design												
	Bid Phase												
	Construction												
Buffalo Speedway - Westheimer to US 59 Design Concept Report	Design												
	Bid Phase												
	Construction												
Kirby - US59 to Bissonnet Design Concept Report	Design												
	Bid Phase												
	Construction												

Upper Kirby Work Order Summary
December 2025

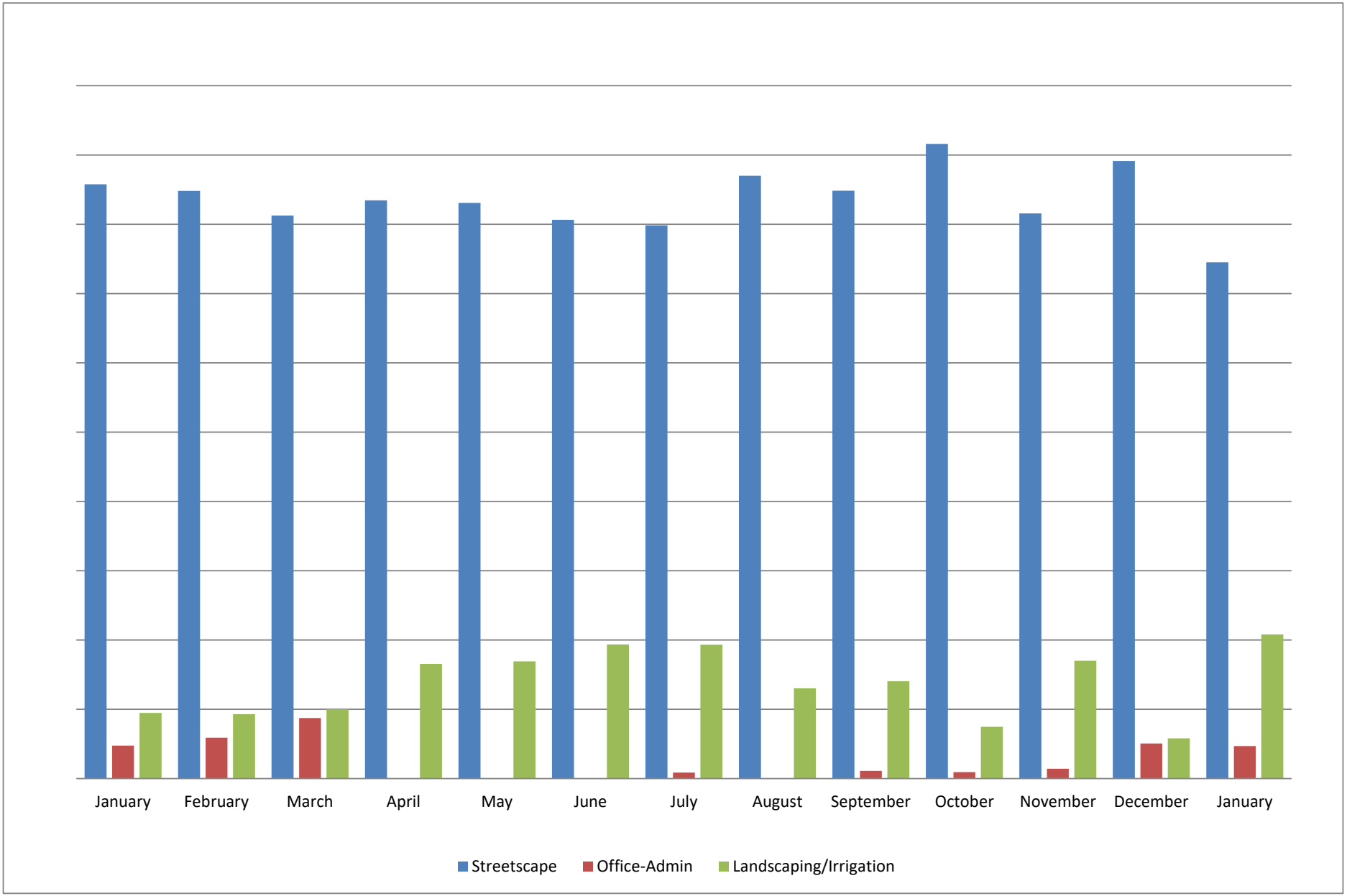


Zone	Labor Hours	Materials	Labor Cost
Streetscape	65.00	$ -	$ 1,885.00
Office-Administrative	7.00	$ -	$ 203.00
Landscaping	8.00	$ -	$ 232.00
Total	**80.00**	**$ -**	**$ 2,320.00**


Streetscape Maintenance and Repair
Streetscape Repair and Maintenance
Graffiti Abatement
Cleanup
6%
13%
81%


Landscaping and Irrigation
Landscaping
Irrigation
25%
75%

Monthly Work Order Summary
January 2024 - January 2025



Monthly Work Order Summary

Streetscape Maintenance

Address/ Intersection	Date Created	Asset	Work Description	Total Labor Hours	Total Spot Purchase Cost	Notes
UK District	1/24/25		District Drive	1.00		
UK District	1/3/26		Company Truck	1.00		
UK District	1/3/26		District Drive	2.00		
UK District	1/3/26		Litter/Trash	1.00		
UK District	1/3/26		Phone Booths	1.00		Broken windows Kirby & Bissonet booths
UK District	1/4/26		District Drive	1.00		
UK District	1/4/26		Litter/Trash	1.00		
UK District	1/4/26		Rain Inlets	1.00		
UK District	1/5/26		Company Truck	1.00		
UK District	1/5/26		District Drive	2.00		
UK District	1/5/26		Phone Booths	2.00		Replaced broken Windows
UK District	1/6/26		Company Truck	1.00		
UK District	1/6/26		District Drive	2.00		
UK District	1/6/26		Graffiti	1.00		
UK District	1/9/26		District Drive	2.00		
UK District	1/9/26		Litter/Trash	1.00		
UK District	1/9/26		Signage	1.00		
UK District	1/10/26		District Drive	2.00		
UK District	1/10/26		Graffiti	1.00		
UK District	1/10/26		Litter/Trash	1.00		
UK District	1/11/26		District Drive	1.00		
UK District	1/12/26		Company Truck	1.00		
UK District	1/12/26		District Drive	2.00		
UK District	1/12/26		Graffiti	1.00		
UK District	1/13/26		District Drive	2.00		
UK District	1/17/26		Company Truck	1.00		
UK District	1/17/26		District Drive	2.00		
UK District	1/17/26		Litter/Trash	1.00		
UK District	1/18/26		District Drive	2.00		
UK District	1/18/26		Phone Booths	1.00		
UK District	1/19/26		Company Truck	1.00		
UK District	1/19/26		District Drive	2.00		
UK District	1/19/26		Electric	1.00		
UK District	1/19/26		Litter/Trash	1.00		
UK District	1/20/26		District Drive	2.00		
UK District	1/20/26		Litter/Trash	1.00		
UK District	1/23/26		District Drive	2.00		
UK District	1/23/26		Litter/Trash	1.00		
UK District	1/24/26		Company Truck	1.00		
UK District	1/24/26		Graffiti	1.00		
UK District	1/25/26		District Drive	1.00		
UK District	1/25/26		Graffiti	1.00		
UK District	1/26/26		Company Truck	1.00		
UK District	1/26/26		District Drive	2.00		
UK District	1/26/26		Graffiti	1.00		
UK District	1/27/26		District Drive	2.00		
UK District	1/31/26		Company Truck	1.00		
UK District	1/31/26		District Drive	2.00		
UK District	1/31/26		Litter/Trash	1.00		
			Sum:	**65.00**	**0.00**	

Monthly Work Order Summary

Landscape and Irrigation

Address/ Intersection	Date Created	Asset	Work Description	Total Labor Hours	Total Spot Purchase Cost	Notes
UK District	1/13/26		Irrigation	1.00		
UK District	1/19/26		Irrigation	2.00		Preparing for Freeze
UK District	1/20/26		Irrigation	2.00		
UK District	1/31/26		Irrigation	1.00		
UK District	1/19/26		Landscaping	1.00		
UK District	1/20/26		Landscaping	1.00		
			Sum:	**8.00**	**0.00**	

HARRIS COUNTY IMPROVEMENT DISTRICT NO. 3
Combined Balance Sheet -
Governmental Fund Type and Account Group
January 31, 2026

	Governmental Fund Type			Account Group	
	General Fund	Debt Service Fund	Capital Proj. Fund	General Fixed Assets	Totals
Assets					
Cash	$ 1,961,913				$ 1,961,913
Texpool	4,340,506	186,541	15,032,436		19,559,483
Accounts Receivable - Other	271,687				271,687
Accounts Rec. - Security Deposi	16,025				16,025
Other Current Assets	88,184				88,184
				-	-
Total Assets	**$ 6,678,315**	**$ 186,541**	**$ 15,032,436**	**$ -**	**$ 21,897,292**
Liabilities and Equity					
Liabilities					
Accounts Payable and other liab	$ 9,213				$ 9,213
Total Liabilities	9,213	-	-	-	9,213
Equity					
Investment in Gen Fixed Assets				-	-
Restricted for Debt Service		186,541			186,541
Restricted for Capital Projects			15,032,436		15,032,436
Fund Balance:					
Assigned	6,669,103			-	6,669,103
Total Equity	6,669,103	186,541	15,032,436	-	21,888,080
Total Liabilities and Equity	**$ 6,678,315**	**$ 186,541**	**$ 15,032,436**	**$ -**	**$ 21,897,292**

HARRIS COUNTY IMPROVEMENT DISTRICT NO. 3
Statement of Revenues, Expenditures and Changes in Fund Balance
Month and Three Months Ended
January 31, 2026

	Month January 2026	Year to Date	2026 Budget	YTD as a % of Budget
GENERAL OPERATING FUND				
Revenues				
Property Taxes	$ 1,140,676	$ 1,286,703	$ 4,943,986	26.0%
Contract Patrol	1,314	5,977	13,500	44.3%
Interest	13,749	45,759	250,000	18.3%
Misc Income/Other	-	13,566	-	0.0%
Total Revenues	**1,155,738**	**1,352,005**	**5,207,486**	**26.0%**
Expenditures				
Security & Public Safety	59,753	215,302	761,502	28.3%
Planning & Urban Design	116,928	324,165	5,029,890	6.4%
Public Relations & Business Development	21,543	132,189	492,794	26.8%
Program Support Services	78,950	254,923	455,471	56.0%
Total Expenditures	**277,175**	**926,578**	**6,739,656**	**13.7%**
Other Funding Sources				
Other Income	-		-	
Reserve for Litigated Taxes			-	
Unrestricted Contributions to Capital	-	-	2,650,000	
Long Term Debt			148,765	
Total Other Fund Sources	**-**	**-**	**2,798,765**	
Revenues Over (Under) Expenditures	**$ 878,563**	**$ 425,427**	**$ 1,266,595**	
CAPITAL PROJECTS FUND				
Revenue				
Bond Income	-	-	-	
Grant Income	-	-		
Interest Income	47,216	141,675	200,000	
Total Revenue	**47,216**	**141,675**	**200,000**	
Other Financing Souces(Uses)				
Bond Fees	-			
Transfer from GOF		-		
Transfer to DSF	-			
	-	-	-	
Revenue Over (Under) Exps - CPF	**$ 47,216**	**$ 141,675**	**$ 200,000**	

No assurance is provided on these financial statements

Unaudited
Accrual Basis

HARRIS COUNTY IMPROVEMENT DISTRICT NO. 3
Statement of Revenues, Expenditures and Changes in Fund Balance
Month and Three Months Ended
January 31, 2026

	Month January 2026	Year to Date	2026 Budget	YTD as a % of Budget
DEBT SERVICE FUND				
Revenue				
Interest Income	586	1,794	15,000	12.0%
Total Revenue	586	1,794		
Expenditures				
Administrative Fee	-		1,000	0.0%
Interest - Bond	-		83,765	0.0%
Principal payments- Bond	-		65,000	0.0%
Total Debt Service Expenses	-	-	149,765	
Other Financing Sources (Uses)				
Bond Proceeds			-	
Transfer to/from CPF	-			
*	-	-	-	-
Revenue Over (Under) Exps - DSF	**$ 586**	**$ 1,794**	**$ (149,765)**	
Net Change in Consolidated Fund Balances	$ 926,365	568,896		
Consolidated Fund Balances Beginning	$ 20,706,872	$ 21,064,341		
Consolidated Fund Balance Ending	**$ 21,633,237**	**$ 21,633,237**	**-**	
			-	

No assurance is provided on these financial statements

Unaudited
Accrual Basis

HARRIS COUNTY IMPROVEMENT DISTRICT NO. 3
Schedule of Expenditures
Planning and Design
Month and Three Months Ended
January 31, 2026

	Month January 2026	Year to Date	2026 Budget	YTD as a % of Budget
Direct Expenditures				
Operations and Maintenance				
Landscape Maintenance				
Contract Maintenance	16,764	60,702	260,000	23.3%
Irrigation Repair/Replacement			65,000	0.0%
Plant Replacement			100,000	0.0%
Landscape Maint - Other	8,006	8,221	-	100.0%
Park Maintenance	-	30,000	180,000	16.7%
Phone Booth Maintenance			5,000	0.0%
Streetscape Repair & Mtn	-	42,321	245,000	17.3%
Tree Preservation			40,000	0.0%
US 59 Service Rd Maintenance			10,000	0.0%
Utilities - ROW	4,362	11,256	75,000	15.0%
Equipment Purchases			5,000	0.0%
Planning & Urban Design				
Transportation Consultant	9,714	31,137	205,000	15.2%
Program Management Consultants	368	368	20,000	1.8%
Streetscape Planning & Design			275,000	0.0%
Capital Improvements				
West Alabama Utility Relocation	45,399	45,399	3,000,000	1.5%
Wayfinding			100,000	0.0%
West Alabama Reconstruction			250,000	0.0%
Total Direct Expenditures	**84,613**	**229,404**	**4,835,000**	**4.7%**
Allocation of Program Support Services	32,315	94,762	408,218	23.2%
Total Expenditures	116,928	324,165	5,243,218	6.2%

HARRIS COUNTY IMPROVEMENT DISTRICT NO. 3
Schedule of Expenditures
Public Relations
Month and Three Month Ended
January 31, 2026

	Month January 2026	Year to Date	2026 Budget	YTD as a % of Budget
Direct Expenditures				
Public Relations	-	-	10,000	0.0%
Community Outreach			7,500	0.0%
Public Art			20,000	0.0%
Holiday Lighting/Banners	-	69,014	280,000	24.6%
Events	-	-	10,000	0.0%
Total Direct Expenditures	**-**	**69,014**	**327,500**	**21.1%**
Allocation of Program Support Services	21,543	63,174	272,145	23.2%
Total Expenditures	21,543	132,189	599,645	22.0%

HARRIS COUNTY IMPROVEMENT DISTRICT NO. 3
Schedule of Expenditures
Program Support Services
Month and Three Month Ended
January 31, 2026

	Month January 2026	Year to Date	2026 Budget	YTD as a % of Budget
Direct Expenditures				
Payroll, Taxes and Benefits	118,856	332,467	1,158,950	28.7%
Levy Park Conservancy Payroll	67,545	174,663	995,000	17.6%
Legal - general and meeting	-	1,854	40,000	4.6%
Bond Issue Expenses	-	-	1,000	0.0%
Accounting Fees	14,643	43,810	175,000	25.0%
Audit Fees			26,000	0.0%
Insurance			30,000	0.0%
Bank Fees	39	117	6,500	1.8%
Dues & Seminars	680	21,383	20,000	106.9%
Legal Notices			2,000	0.0%
Office Rent	11,345	38,001	150,000	25.3%
Office Supplies	-	350	4,000	8.8%
Other Office	2,211	7,573	35,000	21.6%
Professional Development			3,000	0.0%
Travel	-	376	3,000	12.5%
Records Storage	115	329	2,000	16.5%
Contract Labor			2,500	0.0%
Consultant			5,000	0.0%
Appraisal District Fees	-	10,663	50,000	21.3%
Tax Consultant	-	-	6,000	0.0%
Vehicle	-	157	1,500	10.5%
Capital Outlay	-	-	5,000	0.0%
Total Direct Expenditures	**215,435**	**631,743**	**2,721,450**	**23.2%**
Support Allocations				
TIRZ Reimbursement - Admin	-	-	(296,640)	0.0%
UKDF/LPC Reimbursement	(67,545)	(174,663)	(1,067,600)	16.4%
Programs				
Security & Public Safety	(15,080)	(44,222)	(190,502)	23.2%
Planning & Urban Design	(32,315)	(94,762)	(408,218)	23.2%
Public Relations & Business Development	(21,543)	(63,174)	(272,145)	23.2%
Total Expenditures	**78,950**	**254,923**	**486,346**	**52.4%**

HARRIS COUNTY IMPROVEMENT DISTRICT NO. 3
Schedule of Expenditures
Security and Public Safety
Month and Three Month Ended
January 31, 2026

	Month January 2026	Year to Date	2026 Budget	YTD as a % of Budget
Direct Expenditures				
Constituent Reporting Tool	-	21,500	26,000	82.7%
Security Patrol	44,673	149,580	545,000	27.4%
Total Direct Expenditures	**44,673**	**171,080**	**571,000**	**30.0%**
Allocation of Program Support Services	15,080	44,222	190,502	23.2%
Total Expenditures	59,753	215,302	761,502	28.3%

HARRIS COUNTY IMPROVEMENT DISTRICT #3
QUARTERLY INVESTMENT REPORT
1ST QUARTER FISCAL YEAR 2026
NOVEMBER 1, 2025 to
JANUARY 31, 2026

Transaction Date		General Fund	Capital Project Fund	Debt Service Fund
		TexPool	TexPool	TexPool
11/1/2025	Beginning Bal	$ 9,787,421.18	$ 9,640,760.98	$ 184,747.32
Nov 25	Withdrawals	(5,328,108.08)		
Nov 25	Deposits		5,250,000.00	
Nov 25	Interest 4.1418%	17,616.24	45,909.44	605.63
Dec 25	Withdrawals	(61,675.76)		
Dec 25	Deposits	-		-
Dec 25	Interest 3.9885%	14,393.92	48,549.57	602.46
		-		
Jan 26	Withdrawals	(102,890.24)		
Jan 26	Deposits	-	-	-
Jan 26	Interest 3.7098%	13,748.84	47,215.71	585.92
1/31/2026	**Balance**	**$ 4,340,506.10**	**$ 15,032,435.70**	**$ 186,541.33**

The investments for the District for the period are in compliance with the Public Funds Investment Act, the District's investment policy and the District's investment strategy.

Investment Officer: _____

HARRIS COUNTY IMPROVEMENT DISTRICT #3
QUARTERLY INVESTMENT REPORT
4TH QUARTER FISCAL YEAR 2025
NOVEMBER 1, 2025 to
JANUARY 31, 2026



The investments for the District for the period are in compliance with the Public Funds Investment Act, the District's investment policy and the District's investment strategy.

Investment Officer: _____

HARRIS COUNTY IMPROVEMENT DISTRICT #3
QUARTERLY INVESTMENT REPORT
4TH QUARTER FISCAL YEAR 2025
NOVEMBER 1, 2025 to
JANUARY 31, 2026

The investments for the District for the period are in compliance with the Public Funds Investment Act, the District's investment policy and the District's investment strategy.

Investment Officer: _____

HARRIS COUNTY IMPROVEMENT DISTRICT #3
QUARTERLY INVESTMENT REPORT
4TH QUARTER FISCAL YEAR 2025
NOVEMBER 1, 2025 to
JANUARY 31, 2026

The investments for the District for the period are in compliance with the Public Funds Investment Act, the District's investment policy and the District's investment strategy.

Investment Officer: _____

HARRIS COUNTY IMPROVEMENT DISTRICT #3
QUARTERLY INVESTMENT REPORT
4TH QUARTER FISCAL YEAR 2025
NOVEMBER 1, 2025 to
JANUARY 31, 2026



The investments for the District for the period are in compliance with the Public Funds Investment Act, the District's investment policy and the District's investment strategy.

Investment Officer: _____

CERTIFICATE FOR ORDER

THE STATE OF TEXAS §
§
COUNTY OF HARRIS §

I, the undersigned officer of the Board of Directors of the Harris County Improvement District No. 3, do hereby certify as follows:

1. The Board of Directors of the Harris County Improvement District No. 3 convened in Regular Session on the 17th day of February, 2026, at a meeting place inside the boundaries of the District, and the roll was called of the duly constituted officers and members of the Board, to-wit:

Patricia Ann Chesnick	President
Cort King	Vice President
Andrew Rice	Secretary/Treasurer
Chris Gibbs	Director
Barrett Webster	Director

and all of said persons were present, except Director(s) _____, thus constituting a quorum. Whereupon, among other business, the following was transacted at the meeting: a written

GO 2026-4
ORDER EVIDENCING REVIEW OF INVESTMENT POLICY

was introduced for the consideration of the Board. It was then duly moved and seconded that the Order be adopted; and, after due discussion, the motion, carrying with it the adoption of the Order, prevailed and carried unanimously.

2. That a true, full and correct copy of the aforesaid Order adopted at the meeting described in the above and foregoing paragraph is attached to and follows this certificate; that the Order has been duly recorded in the Board's minutes of the meeting; that the persons named in the above and foregoing paragraph are the duly chosen, qualified and acting officers and members of the Board as indicated therein; that each of the officers and members of the Board was duly and sufficiently notified officially and personally, in advance, of the time, place and purpose of the aforesaid meeting, and that the Order would be introduced and considered for adoption at the meeting, and each of the officers and members consented, in advance, to the holding of the meeting for such purpose; that the meeting was open to the public as required by law; and that public notice of the time, place and subject of the meeting as required by Chapter 551, Texas Government Code.

SIGNED AND SEALED the 17th day of February, 2026.

_____
Secretary/Treasurer

(SEAL)

DRAFT

GO 2026-4
ORDER EVIDENCING REVIEW OF INVESTMENT POLICY

WHEREAS, Harris County Improvement District No. 3 (the "District"), by order dated January 18, 2022, has adopted an Order Establishing Amended Policies for the Deposit and Investment of District Funds [GO 2022-4] (the “Investment Policy”) as required by Chapter 2256 of the Texas Government Code (the “Public Funds Investment Act”); and

WHEREAS, the Public Funds Investment Act requires that the Board of Directors of the District review the Policy and any investment strategies contained therein not less than annually; and

WHEREAS, the Public Funds Investment Act further requires that the Board of Directors of the District adopt a rule, order, ordinance, or resolution stating that it has reviewed the policy and any investment strategies contained therein and that the instrument so adopted shall record any changes made to the Policy or investment strategies; Now, Therefore,

BE IT ORDERED BY THE BOARD OF DIRECTORS OF HARRIS COUNTY IMPROVEMENT DISTRICT NO. 3 THAT:

Section 1: The Board of Directors of the District conducted a review of the Policy and the investment strategies contained therein at its regular meeting held on February 17, 2026.

Section 2: No changes were made to the Policy or the investment strategies contained therein.

PASSED AND APPROVED the 17th day of February, 2026.

_____
President, Board of Directors

ATTEST:

_____
Secretary/Treasurer, Board of Directors

(SEAL)

DRAFT

CERTIFICATE FOR ORDER

THE STATE OF TEXAS §
§
COUNTY OF HARRIS §

I, the undersigned officer of the Board of Directors of the Harris County Improvement District No. 3, do hereby certify as follows:

1. The Board of Directors of the Harris County Improvement District No. 3 convened in Regular Session on the 17th day of February, 2026, at a meeting place inside the boundaries of the District, and the roll was called of the duly constituted officers and members of the Board, to-wit:

Patricia Ann Chesnick	President
Cort King	Vice President
Andrew Rice	Secretary/Treasurer
Chris Gibbs	Director
Barrett Webster	Director

and all of said persons were present, except Director(s) _____, thus constituting a quorum. Whereupon, among other business, the following was transacted at the meeting: a written

GO 2026-5
ORDER ADOPTING LIST OF QUALIFIED BROKERS

was introduced for the consideration of the Board. It was then duly moved and seconded that the Order be adopted; and, after due discussion, the motion, carrying with it the adoption of the Order, prevailed and carried unanimously.

2. That a true, full and correct copy of the aforesaid Order adopted at the meeting described in the above and foregoing paragraph is attached to and follows this certificate; that the Order has been duly recorded in the Board's minutes of the meeting; that the persons named in the above and foregoing paragraph are the duly chosen, qualified and acting officers and members of the Board as indicated therein; that each of the officers and members of the Board was duly and sufficiently notified officially and personally, in advance, of the time, place and purpose of the aforesaid meeting, and that the Order would be introduced and considered for adoption at the meeting, and each of the officers and members consented, in advance, to the holding of the meeting for such purpose; that the meeting was open to the public as required by law; and that public notice of the time, place and subject of the meeting as required by Chapter 551, Texas Government Code.

SIGNED AND SEALED the 17th day of February, 2026.

_____
Secretary/Treasurer

(SEAL)

DRAFT

GO 2026-5
ORDER ADOPTING LIST OF QUALIFIED BROKERS

This Order Adopting List of Qualified Brokers (the "Order") is adopted by the Board of Directors of Harris County Improvement District No. 3 (the "District") pursuant to Section 2256.025 of the Texas Government Code.

ARTICLE I

GENERAL

SECTION 1.1. Unless the context requires otherwise, the terms and phrases used in this Order shall have meanings as set forth in Section 1.2 of this Order.

SECTION 1.2. DEFINITIONS:

a) The term “Board” means the Board of Directors of the District.

b) The term “Director” means a person elected or appointed to serve on the Board of Directors of the District.

c) The term “Qualified Broker” means those entities and/or individuals authorized by the Board of Directors of the District to engage in investment transactions with the District.

SECTION 1.3. PURPOSE. This Order has been adopted by the District for the following purposes: (1) to comply with Section 2256.025 of the Texas Government Code; and (2) to ensure that the District engages in investment transactions only with Qualified Brokers that have been previously approved by the Board.

ARTICLE II

LIST OF QUALIFIED BROKERS

SECTION 2.1. QUALIFIED BROKERS. Attached as Exhibit “A” is a list of the Qualified Brokers authorized to engage in investment transactions with the District.

Adopted this 17th day of February, 2026.

_____
President, Board of Directors

ATTEST:

_____
Secretary/Treasurer, Board of Directors

(SEAL)

DRAFT

EXHIBIT A

Austin Capital Bank
Bank of America N.A.
Bank of New York- Mellon
Bank of Texas N.A.
Bank of the Ozarks (Bank Ozk)
BB & T
Cadence Bank
Capital Bank of Texas
Capital Markets Group
Capital One
Central Bank
Citibank N.A.
Coastal Securities
Comerica Bank
Comerica Securities
Commercial State Bank
Community Bank of Texas
Community Trust Bank
East West Bank
First Bank of Texas
First Citizens Bank
First Financial Bank, N.A.
First National Bank of Texas
First Texas Bank
Frontier Bank of Texas
Frost National Bank
Guaranty Bank & Trust
Hancock Whitney Bank
Herring Bank
Hometown Bank, N.A.
Iberia Bank
ICS
Independent Bank
International Bank of Commerce
Inter National Bank
IntraFi Network Deposits
JP Morgan Chase
Legacy Texas Bank
Lone Star Bank
Lone Star Capital Bank
Lone Star Investment Pool
Moody National Bank
New First National Bank
North Star Bank of Texas
Plains Capital Bank
Plains State Bank
PNC Bank/The PNC Financial Services Group, Inc.
Prosperity Bank
R Bank
Regions Bank
SouthStar Bank
Southwest Securities
State Bank of Texas
State Street Bank & Trust Co.

Stellar Bank
Stifel Nicholaus
Sunflower Bank
TexStar Investment Pool
Texas Capital Bank N.A.
Texas Citizens Bank
Texas Class
Texas Exchange Bank
Texas First Bank
Texas Gulf Bank
Texas Regional Bank
Texas Savings Bank
Texpool/Texpool Prime
The Independent Bankers Bank
The Mint National Bank
The Right Bank for Texas
Third Coast Bank
Trustmark National Bank
U. S. Bank
United Bank of El Paso Del Norte
United Texas Bank
Unity National Bank
Veritex Bank
Wallis Bank
Wells Fargo Bank, N.A.
Wells Fargo Brokerage Services, LLC
Wells Fargo Trust
West Star Bank
Woodforest National Bank

SKLAW
Sanford | Kuhl | Hagan | Kugle | Parker | Kahn LLP

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TO: SKLaw Clients

FROM: SKLaw

DATE: August 1, 2025

RE: Cybersecurity Training and AI Training

Cybersecurity Awareness Training and AI Training

This brief memorandum outlines the mandatory Cybersecurity Training Program and Artificial Intelligence (AI) Training Program requirements for all Board members, ensuring compliance with new state laws. These training initiatives will educate Board members on the best practices for safeguarding information resources.

Effective September 1, 2025, all Board members are required to annually:

1. complete a certified Cybersecurity Training Program;
2. complete a certified AI Training Program; and
3. submit Cybersecurity and AI Training completion forms to the Texas Department of Information Resources.

The statewide Cybersecurity Training Program, AI Training Program, and the completion forms are available at no costs and can be accessed on the Texas Department of Information Resources website at: https://dir.texas.gov/information-security/statewide-cybersecurity-awareness-training.