

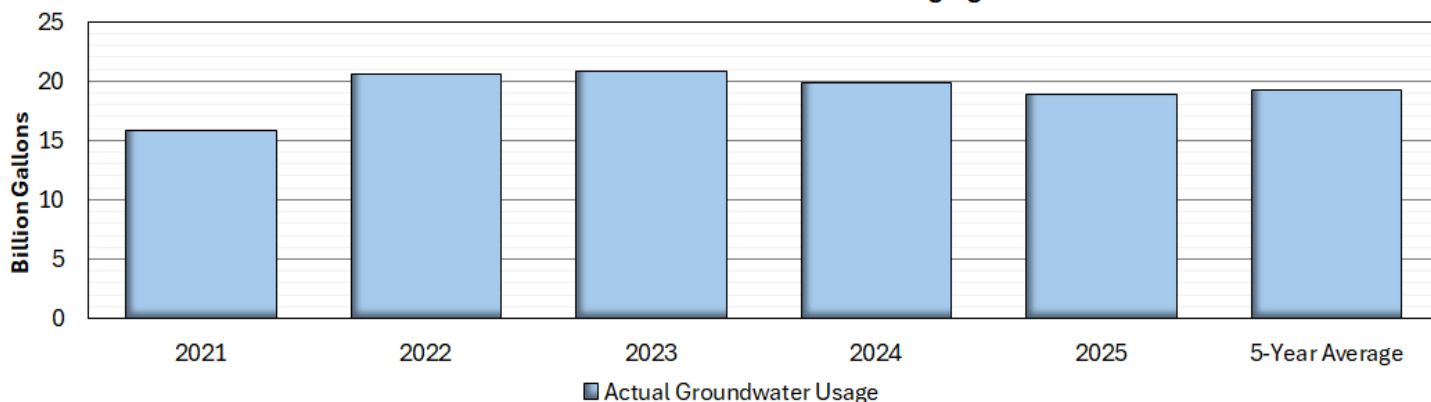
GROUNDWATER REDUCTION PLAN

MONTHLY OPERATIONS REPORT

DECEMBER 2025



Annual Groundwater Data and Averaging



The graph provides groundwater withdrawals of the GRP participants from the previous five years, the current calendar year's groundwater withdrawals to date, and the previous 5-year average.

Remaining Annual Surface Water Allocation Fiscal Year 2026 (FY26: Sept 2025-Aug 2026)

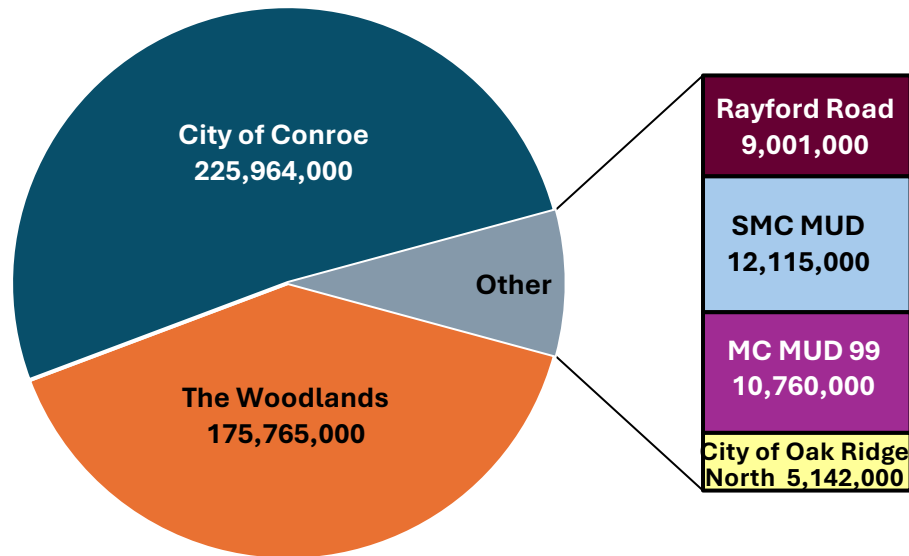
	FY26 Allocation	FY26 Actual	FY26 % Used	FY26 Remaining	FY26 % Remaining
City of Conroe	3,102,500,000	983,238,000	31.7%	2,119,262,000	68.3%
City of Oak Ridge North	69,350,000	24,365,000	35.1%	44,985,000	64.9%
MSEC	547,500,000	-	0.0%	547,500,000	100.0%
MUD 89*	109,500,000	-	0.0%	109,500,000	100.0%
MUD 99**	215,350,000	130,390,000	60.5%	84,960,000	39.5%
Rayford Road MUD	204,400,000	40,043,000	19.6%	164,357,000	80.4%
SMC MUD	208,050,000	53,721,000	25.8%	154,329,000	74.2%
The Woodlands	2,847,000,000	987,441,000	34.7%	1,859,559,000	65.3%
Total	7,303,650,000	2,219,198,000			

*FY26 Budgeted Allocation - MC MUD 89 is currently not receiving surface water, awaiting infrastructure connections.

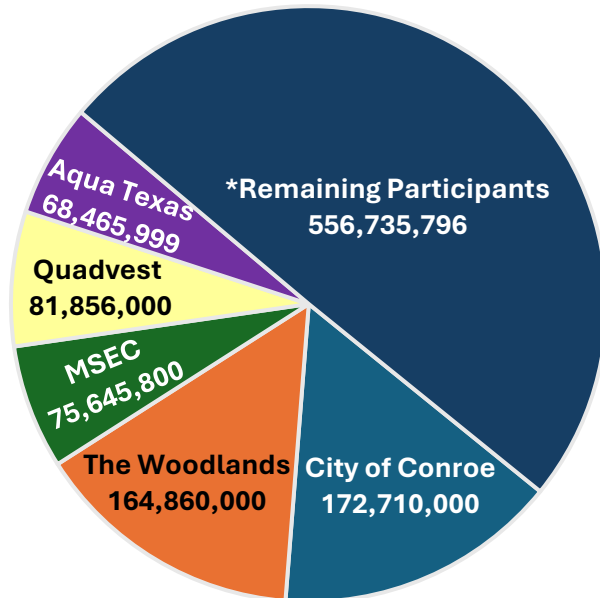
**The GRP Administrator authorized an additional 1,000 gallons per minute of water delivery for MUD 99 due to emergency conditions stemming from the unavailability of two of MUD 99's wells from August to November 2025. This increase in allocation will be sourced from unallocated usage.

OPERATIONS

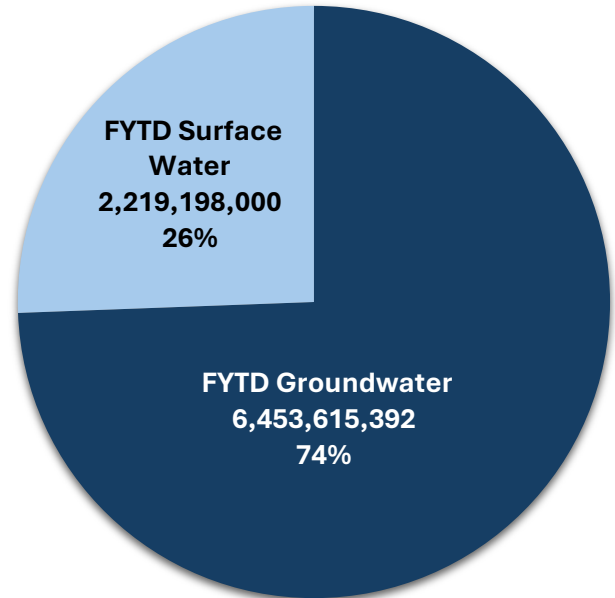
December 2025 - Surface Water Usage



December 2025 - Groundwater Usage



FY26 Total Demand: Sept. 1 - Dec. 31, 2025



FYTD Groundwater Usage (gallons)			FYTD Surface Water Usage (gallons)		
City of Conroe	884,130,000	13.7%	The Woodlands	987,441,000	44.5%
The Woodlands	1,098,897,000	17.0%	City of Conroe	983,238,000	44.3%
Quadvest	525,308,000	8.1%	Rayford Road MUD	40,043,000	1.8%
MSEC	501,349,600	7.8%	SMC MUD	53,721,000	2.4%
Aqua Texas	278,368,999	4.3%	MCMUD 99	130,390,000	5.9%
Remaining Participants*	3,165,561,793	49.1%	City of Oak Ridge North	24,365,000	1.1%
			MSEC	-	0.0%
Total	6,453,615,392	100%	MCMUD 89	-	0.0%
			Total	2,219,198,000	100%

* As of the preparation of this report, there are seven (7) entities that have not yet submitted their pumpage. Please note that totals from previous months may be subject to adjustment as late submissions and any necessary corrections are processed.

MAINTENANCE

Asset	Purpose	Issue	Out of Service	In Service	Comments
Raw Water Pump No 3	Pump raw water from the lake to the plant.	Flow Issues	Currently remaining in service		Investigating varying flow issues.
2000kW Generators 1 & 2	Backup power for GRP Facility	Preventative Maintenance Testing	Generator remained in service while testing was performed		Load bank tested both generators to 100% load capacity.

December 2025					
Work Orders	# of Work Orders	Hours Spent	Work Orders	# of Work Orders	Hours Spent
Preventive Maintenance (PM)	273	386.60	Corrective Maintenance (CM)	58	348.00
FY2026 (September 1 – December 31, 2025)					
Work Orders	# of Work Orders	Hours Spent	Work Orders	# of Work Orders	Hours Spent
Preventive Maintenance (PM)	984	1434.35	Corrective Maintenance (CM)	229	949.00

PROJECTS

Surface Water Receiving Facility Optimization Study	Location	GRP Hydraulic Model Update		
	All surface water receiving facilities	Budget	Contract	Invoiced
		\$70,603	\$70,603	\$61,113
		Estimated Start Date:		January-25
		Completion Date:		June-25
		Preliminary Design		
		Budget	Contract	Invoiced
		\$75,000	\$71,708	\$69,856
		Estimated Start Date:		September-25
		Estimated Completion Date:		January-26
		Final Design		
		Budget	Contract	Invoiced
		\$126,000	-	-
		Estimated Start Date:		March-26
		Estimated Completion Date:		FY2027
	Funding Source(s)	Construction		
	R&R	Budget	Contract	Invoiced
Phase	\$1,245,000	-	-	
Preliminary Design Procurement	Estimated Start Date:		FY2027	
Work Order No. 3 for maximum flow analysis of all eighteen (18) surface water receiving facilities was presented at the August 2025 GRP Review Committee Meeting was approved at the August 2025 SJRA Regular Board Meeting. The PO was issued on September 10, 2025, and the kick-off meeting occurred on September 25, 2025. Consultant is working to develop a model at water receiving facilities. A progress meeting was held on November 6, 2025, to discuss preliminary results and options. The draft Technical Memorandum (TM) was received from the Consultant on November 25, 2025, reviewed by SJRA, and comments sent back to the Consultant on December 23, 2026. The final TM is anticipated mid-January 2026.				

24-Inch GRP Water Line Relocation along SH 75 between Silver Springs Rd. and FM 830	Location	Design		
	Adjacent to West Right-of-Way of SH 75 between Silver Springs Road and FM 830	Budget	Contract	Invoiced
		\$	\$96,286	\$75,278
		Estimated Start Date:		August-25
		Estimated Completion Date:		April-26
		Land Acquisition		
		Budget	Contract	Invoiced
		-	\$59,000	\$1,073
		Estimated Start Date:		October-25
		Estimated Completion Date:		June-26
	Funding Source(s)	Construction		
	Cash (TxDOT Reimbursement)	Budget	Contract	Invoiced
	Phase	-	-	-
	Design / Land Acquisition	Estimated Start Date:		FY2027
In late 2024, the Texas Department of Transportation (TxDOT) informed SJRA of its plan to widen SH75. This expansion includes the acquisition of approximately 40 feet of additional right-of-way on the west side of the highway, consequently impacting SJRA's existing exclusive easement. To address this, SJRA seeks to acquire a new 20-foot exclusive easement beyond the proposed SH 75 right-of-way line and intends to relocate the 24-inch water line within this new easement. TxDOT has agreed to reimburse SJRA for all incurred costs. The 90% design submittal was received from the Consultant on December 18, 2025, and being reviewed by SJRA. The land acquisition team had a kick-off meeting on December 23, 2025, to discuss the process to acquire the two easements required.				

PUBLIC COMMUNICATIONS

- December 16 – Carver High School Tour Surface Water Plant



FINANCIALS

San Jacinto River Authority - GRP
Actual to Budget Comparison
For the Three Months Ending **November 30, 2025**

Groundwater Pumpage \$2.62 per 1,000 gallons							
Surface water rate \$3.21 per 1,000 gallons							
	November		YTD			Annual	
	Actual	Budget	Actual	Budget	Variance	Budget	
OPERATING REVENUES*	\$ 6,298,587	\$ 5,047,312	\$ 20,634,031	\$ 19,515,553	\$ 1,118,478	\$ 69,081,728	
OTHER REVENUES**	\$ 301,448	\$ 25,335	\$ 981,057	\$ 76,035	\$ 905,022	\$ 304,140	
OPERATING EXPENSES							
Salaries, Wages, & Employee Benefits	\$ 443,445	\$ 408,615	\$ 1,255,061	\$ 1,225,846	\$ (29,215)	\$ 5,305,488	
Professional Fees	68,105	214,423	165,817	649,300	483,483	2,580,375	
Purchased & Contracted Services	43,081	30,462	74,221	101,047	26,826	380,481	
Supplies, Materials & Utilities	1,620,925	1,094,952	3,570,653	4,290,928	720,275	18,598,495	
Rentals	522	333	522	1,000	478	4,000	
Maintenance, Repairs & Parts	92,374	155,295	450,151	466,070	15,919	1,864,280	
General & Administrative Expenses	24,250	47,466	81,030	142,397	61,367	569,817	
TOTAL OPERATING EXPENSES	\$ 2,292,702	\$ 1,951,546	\$ 5,597,455	\$ 6,876,588	\$ 1,279,133	\$ 29,302,935	
NON-OPERATING EXPENSES	\$ 1,273,815	\$ 1,273,815	\$ 3,895,792	\$ 3,878,189	\$ (17,603)	\$ 15,341,139	
TOTAL EXPENSES	\$ 3,566,517	\$ 3,225,361	\$ 9,493,247	\$ 10,754,777	\$ 1,261,530	\$ 44,644,075	
NET REVENUES OVER EXPENSES	\$ 3,033,518	\$ 1,847,286	\$ 12,121,841	\$ 8,836,811	\$ 3,285,030	\$ 24,741,793	
CAPITAL IMPROVEMENTS	\$ 89,121	\$ 220,079	\$ 120,122	\$ 1,040,439	\$ 920,317	\$ 3,121,939	
OTHER SOURCES (USES)*							
Cash Balance Forward	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 6,762,000	
Bond Principal	(1,489,167)	(1,489,167)	(4,410,417)	(4,410,417)	-	(17,812,917)	
Operating Reserve Fund	-	-	-	(989,120)	989,120	(989,119)	
Transfer to Repair and Replacement Fund	-	-	(70,820)	(70,820)	-	(3,830,820)	
Incoming to Repair and Replacement Fund	-	-	-	-	-	3,760,000	
Accounts Receivable-Uncollected***	(968,203)	-	(208,551)	-	(208,551)	-	
TOTAL OTHER SOURCES (USES)	\$ (2,457,370)	\$ (1,489,167)	\$ (4,689,787)	\$ (5,470,357)	\$ 780,569	\$ (12,110,856)	
NET CASH BASIS SOURCES (USES)	\$ 487,027	\$ 138,040	\$ 7,311,932	\$ 2,326,015	\$ 4,985,916	\$ 9,509,000	
*Revenues include actual billings including short-pays and failure to pays.							
**Includes interest & penalty on Past Due Accounts Receivable. Majority of the balance remains uncollected.							
*** Total Past Due Receivables 60+ days at 11/30/2025	\$ 5,874,225						
GRP Division-Special Project Revenue Bonds:							
	Original Issuance	Principal Balance	Principal due 10/1/26	Final Payment			
Series 2009	21,500,000	5,905,000	1,920,000	10/1/2028			
Series 2011	83,155,000	1,455,000	3,320,000	10/1/2037			
Series 2011A	67,470,000	36,740,000	2,980,000	10/1/2035			
Series 2012	175,000,000	103,805,000	6,780,000	10/1/2037			
Series 2012A	165,000,000	113,060,000	1,505,000	10/1/2039			
Series 2013	39,850,000	24,785,000	1,290,000	10/1/2040			
Series 2016	2,305,000	1,625,000	75,000	10/1/2041			
Totals:	554,280,000	287,375,000	17,870,000				

San Jacinto River Authority - GRP
Actual to Budget Comparison
For the Four Months Ending **December 31, 2025**

Groundwater Pumpage \$2.62 per 1,000 gallons						
Surface water rate \$3.21 per 1,000 gallons						
	December			YTD		Annual
	Actual	Budget	Actual	Budget	Variance	Budget
OPERATING REVENUES*	\$ 4,395,684	\$ 4,262,225	\$ 25,029,714	\$ 23,777,778	\$ 1,251,936	\$ 69,081,728
OTHER REVENUES**	\$ 361,739	\$ 25,335	\$ 1,342,796	\$ 101,370	\$ 1,241,426	\$ 304,140
OPERATING EXPENSES						
Salaries, Wages, & Employee Benefits	\$ 412,140	\$ 408,617	\$ 1,667,201	\$ 1,634,463	\$ (32,738)	\$ 5,305,488
Professional Fees	52,860	214,423	218,677	863,723	645,046	2,580,375
Purchased & Contracted Services	24,732	27,942	98,953	128,990	30,037	380,481
Supplies, Materials & Utilities	2,618,158	1,459,604	6,188,811	5,750,532	(438,278)	18,598,495
Rentals	-	333	522	1,333	811	4,000
Maintenance, Repairs & Parts	106,274	155,295	556,424	621,365	64,940	1,864,280
General & Administrative Expenses	26,860	47,523	107,890	189,920	82,030	569,817
TOTAL OPERATING EXPENSES	\$ 3,241,024	\$ 2,313,737	\$ 8,838,478	\$ 9,190,326	\$ 351,848	\$ 29,302,935
NON-OPERATING EXPENSES	\$ 1,273,815	\$ 1,273,815	\$ 5,169,607	\$ 5,152,004	\$ (17,603)	\$ 15,341,139
TOTAL EXPENSES	\$ 4,514,839	\$ 3,587,552	\$ 14,008,085	\$ 14,342,330	\$ 334,245	\$ 44,644,075
NET REVENUES OVER EXPENSES	\$ 242,584	\$ 700,008	\$ 12,364,425	\$ 9,536,818	\$ 2,827,607	\$ 24,741,793
CAPITAL IMPROVEMENTS	\$ 16,165	\$ 220,079	\$ 136,287	\$ 1,260,517	\$ 1,124,230	\$ 3,121,939
OTHER SOURCES (USES)*						
Cash Balance Forward	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 6,762,000
Bond Principal	(1,489,167)	(1,489,167)	(5,899,583)	(5,899,583)	-	(17,812,917)
Operating Reserve Fund	-	-	-	(989,120)	989,120	(989,119)
Transfer to Repair and Replacement Fund	-	-	(70,820)	(70,820)	-	(3,830,820)
Incoming to Repair and Replacement Fund	-	-	-	-	-	3,760,000
Accounts Receivable-Uncollected***	2,908,702	-	2,700,151	-	2,700,151	-
TOTAL OTHER SOURCES (USES)	\$ 1,419,535	\$ (1,489,167)	\$ (3,270,252)	\$ (6,959,523)	\$ 3,689,271	\$ (12,110,856)
NET CASH BASIS SOURCES (USES)	\$ 1,645,954	\$ (1,009,238)	\$ 8,957,886	\$ 1,316,778	\$ 7,641,108	\$ 9,509,000
*Revenues include actual billings including short-pays and failure to pays.						
**Includes interest & penalty on Past Due Accounts Receivable. Majority of the balance remains uncollected.						
*** Total Past Due Receivables 60+ days at 12/31/2025						
	\$ 8,782,927					
GRP Division-Special Project Revenue Bonds:						
	Original Issuance	Principal Balance	Principal due 10/1/26	Final Payment		
Series 2009	21,500,000	5,905,000	1,920,000	10/1/2028		
Series 2011	83,155,000	1,455,000	3,320,000	10/1/2037		
Series 2011A	67,470,000	36,740,000	2,980,000	10/1/2035		
Series 2012	175,000,000	103,805,000	6,780,000	10/1/2037		
Series 2012A	165,000,000	113,060,000	1,505,000	10/1/2039		
Series 2013	39,850,000	24,785,000	1,290,000	10/1/2040		
Series 2016	2,305,000	1,625,000	75,000	10/1/2041		
Totals:	554,280,000	287,375,000	17,870,000			

GRP ACRONYMS AND DEFINITIONS

Acronyms

FY	Fiscal year
FYTD	Fiscal year to date
GPY	Gallons per year
GRP	Groundwater Reduction Plan
SJRA	San Jacinto River Authority
TCEQ	Texas Commission on Environmental Quality

Definitions

Groundwater Management Area 14	Joint planning group created by the Texas state legislation to provide consideration for the conservation, preservation, protection, recharging, and prevention of waste of the groundwater, and of groundwater reservoirs or their subdivisions, and to control subsidence caused by withdrawal of water from those groundwater reservoirs or their subdivisions, consistent with the objectives of Section 59, Article XVI, Texas Constitution.
Groundwater Reduction Plan	The document developed and filed with the LSGCD indicating SJRA's plan to reduce groundwater pumpage. The GRP is administered by the SJRA, including any supplements, revisions, or amendments.
GRP Administrator	The SJRA General Manager's designee who administers the SJRA Groundwater Reduction Plan and GRP Contract with GRP Participants.
GRP Contract	Contract between the SJRA and a Participant to be included in the SJRA's efforts to conserve groundwater.
Participant(s)	Regulated User(s) that enters into and remains subject to a written agreement with the SJRA to be included in the SJRA's GRP and includes the legal successors or assigns of Participant(s).
Regulated User(s)	Any public or private entity or person that is or becomes subject to the District Regulatory Plan established by the LSGCD and includes any amendments, revisions or supplements thereto as June be adopted by the LSGCD.
SJRA GRP Division	Division of the SJRA responsible for GRP compliance, and the management, administration, operation and maintenance of the surface water facilities and surface water transmission system