MINUTES OF MEETING OF BOARD OF DIRECTORS
JANUARY 8, 2019

THE STATE OF TEXAS §
COUNTY OF HARRIS §
HARRIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 50 §

The Board of Directors (the "*Board*") of Harris County Municipal Utility District No. 50 (the "*District*") met in regular session for Operation and Engineering matters, open to the public, at 12900 Crosby Lynchburg Road, Barrett Station, Texas, at 6:00 p.m. on January 8, 2019, whereupon the roll was called of the Directors, to-wit:

Martin Lemond, President
Andrew Sonnier, Vice President
Alice Dangerfield, Secretary
Elyard David, Assistant Secretary

All members of the Board were present except Director Johnson, thus constituting a quorum. Also attending all or parts of the meeting were Ms. Dara Eng, District Manager; Reggie Wilson and Ms. Brenda Presser of Norton Rose Fulbright US LLP ("NRF"), attorneys for the District; Ms. Kandy Pfeffer of ETI Bookkeeping Services ("*ETI*"), bookkeeper for the District; and Ms. Amber Hurd, of Cobb Fendley, engineer for the District.

The meeting was called to order, and in accordance with notice posted pursuant to law, copies of certificates of posting of which are attached hereto as *Exhibit A*, the following business was transacted:

1. **Public comments**; There were no public comments at this time.

2. **Approve Minutes of previous meeting(s)**; The Board reviewed the minutes of the meetings held on December 4, 2018 and December 27, 2018 copies of which werepreviously distributed to the Board. Upon motion by Director Dangerfield, seconded by Director Sonnier, after full discussion and the question being put to the Board, the Board voted unanimously to approve the minutes of December 4, 2018 and December 27, 2018, as presented.

3. **Receive and Review Strategic Plan**; President Lemond recognized Ms. Hurd, who presented and reviewed the Strategic Plan Update, a copy of which is attached hereto as *Exhibit B*.

Ms. Hurd discussed the service connection requests and the status of their compliance. She reported that sewer service is provided for324 Blinkin but there is no water tap and requested the Board's consideration to offer an exception. She stated that under the District's Rate Order's, the District may only serve lots that are 150 x 50 feet. The lots at 324 Blinkin are split lots of 45 x 105 feet. Discussion ensued and no action was taken by the Board.

4. **Review Operations Report and authorize repairs**; President Lemond recognized Ms. Hurd, who presented and reviewed Operations Report, a copy of which is attached as *Exhibit C*. Ms. Hurd informed the Board that Water Well #3 is waiting on the delivery of a new motor. She also discussedtwo overflows at the District's Waste Water Treatment Plant, which occurred due to 7.25 inches of rain during November.

5. **Review and approve Engineer's Report and take such other action that may be necessary for District projects;** President Lemond recognized Ms. Hurd, who presented and

reviewed the Engineer's Report, a copy of which is attached hereto as *Exhibit D.* Ms. Hurd discussed a request for utility commitment requested by Menorah LLC for two residential lots on 610 Ridge in St.Charles, Section 2.. Ms. Hurd explained that each lot measures 50 x 167 feet, which complies with the District's Rate Order. Ms. Hurd recommended that the Board approve the utility commitment.

Ms. Hurd presented Verizon Wireless' request for consent to modification of the equipment located above 12900 Crosby Lynchburg pursuant to an existing lease agreement dated since October 10, 2000.

Upon motion by Director Sonnier, seconded by Director Dangerfield, after full discussion and the question being put to the Board, the Board voted unanimously to approve the Utility Commitment letter for 610 Ridge and Verizon Wireless' request for modifications to their equipment in the District.

6. **Report on Eminent Domain;** Mr. Wilson reported that a transparency bill was passed in 2015 that requires public and private entities with eminent domain authority to report certain information to the Comptroller's office by February 1 of each year. He confirmed that the District's report was submitted to the Comptroller on January 4, 2019. No action is required by the Board.

7. **Discuss District Matters;** President Lemond recognized Ms. Eng for District Matters.

Ms. Eng suggested that the District impose anincrease for unnecessary service requests from residents due to inadequate maintenance by the residence. She proposed an increase of $10.00 to the current fee resulting in a fee of $30.00. Discussion ensued and it was the consensus of the Board to add an item to the next meeting agenda to Amend the Rate Order..

Ms. Eng proposed the use of a collection agency to assist with the collection of delinquent accounts. She found that there were many closed accounts due to customers moving or customers closed for delinquency. These accounts remain pending and Ms. Eng suggested the District engage a collection agency. Mr. Wilson offered to provide a list of companies to contact that other municipal utility districts have engaged. Director Lemond asked Ms. Eng to gather the list and present the preferred agency at the next meeting.

Ms. Pfeffer updated the Board on the pending purchase of a truck from Chastang's Ford. She requested the Board to approve a $300.00 check required by the dealership to pay the state tax that are not included in the government exemption.

Upon motion by Director Dangerfield, seconded by Director Sonnier, after full discussion and the question being put to the Board, the Board voted unanimously to approve the issuance of $300.00 payable to Chastang Ford, as requested..

8. **Convene in Executive Session.** The Board did not convene in Executive Session.

THERE BEING NO FURTHER BUSINESS TO COME BEFORE THE BOARD, the meeting was adjourned.

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The above and foregoing minutes were passed and approved by the Board of Directors on February 5, 2019.

President, Board of Directors

ATTEST:

Secretary, Board of Directors

HARRIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 50

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