

MINUTES OF MEETING OF BOARD OF DIRECTORS
APRIL 4, 2023

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

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The Board of Directors (the "*Board*") of Harris County Municipal Utility District No. 50 (the "*District*") met in regular session, open to the public, at 12900 Crosby Lynchburg Road, Crosby, Texas, on April 4, 2023, at 6:00 p.m.; whereupon the roll was called of the Board, to-wit:

Andrew Sonnier, President
Martin Lemond, Vice President
Alice Dangerfield, Secretary
Daryl Johnson, Investment
Officer/Treasurer
Vacant, Assistant Secretary

All members of the Board were present. Also attending all or parts of the meeting were Ms. Jaleesa Auzenne, Strategic Consultant for the District; Ms. Maria Acuna, District Office Supervisor; Mr. Reginald Wilson and Ms. Jane Maher of Norton Rose Fulbright US LLP ("*NRF*"), attorneys for the District; Ms. Amber Hurd of Cobb Fendley & Associates, Inc. ("*Cobb Fendley*"), engineers for the District; and Mr. John Montgomery of Municipal Operations & Consulting ("*MOC*"), operator for the District.

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

1. **Public comments.** There were no public comments.
2. **Approve Minutes from March 7, 2023.** The Board reviewed the minutes of the meeting held on March 7, 2023, copies of which were previously 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 March 7, 2023, as presented.

3. **Review and approve Engineer's Report and take such other action that may be necessary for District projects.** Mr. Wilson recognized Ms. Hurd, who presented to and reviewed with the Board for approval of the Engineer's Report, a copy of which is attached hereto as *Exhibit B*.

Applications for service:

Barrett Station – Ms. Hurd stated that Cobb Fendley reviewed tap requests for 435 Slumber, 520 E. Melville, 13317 Paris, 310 Sandman and 131 Antionette.

Kodiak Crossing Section 4 – Ms. Hurd stated that the Consent Letter has been reviewed by all consultants and sent back to the Texas Commission on Environmental Quality ("*TCEQ*").

Highway 90 Apartments – There was no report.

Arredondo Addition (830 FM 1942) – Ms. Hurd stated that the plat has been recorded.

Finnels Estate 832 FM 1942/12921 Eagleton Lane – There was no report.

12416 Alma (154 Felton) – There was no report.

Bradley RV Park 244 FM 1942 – Ms. Hurd stated that Cobb Fendley is coordinating with MOC on taps.

2100 Hwy 90 – There was no report.

210 FM 1942 – Ms. Hurd stated that a utility commitment letter for 15 ESFCs were issued and that the plan review is underway.

Riley Chambers Park Head Start – Ms. Hurd stated that the plan review comments were sent back to the design team.

Saltibus Place – There was no report.

624 E. St. Charles and 0 Zinn – There was no report.

303 Gulf Pump – There was no report.

Turner Chevrolet – Ms. Hurd stated that she was contacted by Crosby Municipal Utility District's engineer and the design engineer for Turner that they are planning on expansion. She noted that the previous plan review was in 2020 for a car wash that was never construction. She reported that Cobb Fendley has not received drawings for the new expansion yet.

Design Projects:

Drinking Water State Revolving Fund (DWSRF) 2016 Water Plant 3 – Ms. Hurd discussed rehabbing the plant within the property the District currently owns. Discussion ensued. Ms. Hurd stated that she can look into the numbers for the expansion option.

Barrett Station Drainage Improvements – Ms. Hurd stated that the Interlocal Agreement was sent to Harris County for execution. She noted that Cobb Fendley is waiting for Harris County to bid the project. Mr. Wilson presented to and reviewed with the Board the Resolution Declaring Official Intent to Reimburse Expenditures (the "Resolution"), a copy of which is attached hereto as *Exhibit C*. He stated that the Resolution states that the District expects to issue debt to fund the construction of drainage improvements to Barrett Settlement and St. Charles Place Subdivision and to relocate facilities in Harris County Precinct 3 with an aggregate maximum estimated not to exceed \$2,000,000. Discussion ensued. Mr. Wilson stated that NRF can verify if sidewalks can be included.

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 Resolution.

FM 1942 and Eagleton Lane Forcemain Extension – Ms. Hurd stated that plans have been resubmitted to Texas Department of Transportation ("TxDOT") and Harris County for review. She noted that Cobb Fendley is waiting for approval or comments.

WWTP No. 1 Improvements – Ms. Hurd stated that TCEQ has approved the proposed project and that the design is ongoing.

Penn Street Utility Extension – Ms. Hurd stated that Cobb Fendley is waiting for the final Harris County permit to start construction.

Water Plant No. 1 Boundary Survey – Ms. Hurd stated that survey work is in progress.

Construction Projects – None.

General District Engineering:

HGSD Grant Shower Head Replacement – Ms. Hurd reviewed the quarterly update. She noted that the update has been submitted to the Harris-Galveston Subsidence District (“HGSD”).

Capital Improvement Plan – Ms. Hurd stated that the plan revisions are on ongoing.

Dreamland Drainage Improvements – Ms. Hurd stated that the Harris County Flood Control requested the District’s water/sewer map.

Water Conservation Plan – Ms. Hurd stated that the annual update report was submitted to the HGSD.

Groundwater Reduction Plan – Ms. Hurd stated that Cobb Fendley is working on a draft City of Houston GRP application, a copy of which is attached hereto as *Exhibit D*. Discussion ensued. It was the consensus of the Board to not move forward with the application.

President Sonnier discussed the property at 12720 Crosby Lynchburg. Ms. Auzenne stated that the next step would be to obtain an appraisal. 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 authorize Cobb Fendley to begin the appraisal process.

Water/Sewer Capacity Status – Ms. Hurd reviewed a list of current utility commitments with the Board.

TPDES Permit Renewal – Ms. Hurd stated that the Notices of Application and Preliminary Decision have been published in the newspapers for both plants.

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 Engineer’s Report.

4. **Review Application for Groundwater Reduction Plan with the City of Houston and take necessary action.** This item was addressed under the previous item.

5. **Review Resolution Declaring Official Intent to Reimburse Expenditures and take necessary action.** This item was discussed under the Engineer’s Report.

6. **Review Operations Report, authorize repairs, and consider fuel surcharge agreement.** Mr. Wilson recognized Mr. Montgomery, who presented to and reviewed with the Board the Operation’s Report, a copy which is attached hereto as *Exhibit E*. Mr. Montgomery reported that the District’s water accountability with leaks and flushing were at 74%. He stated that he will coordinate with Ms. Acuna on the vacancy meter count.

Mr. Montgomery reported on various maintenance items. He stated that MOC will finish the leak detection this month.

Upon motion by Director Sonnier, seconded by Director Lemond, after full discussion and the question being put to the Board, the Board voted unanimously to approve to the Operation's Report.

7. **Discuss hurricane preparedness.** Mr. Montgomery stated that MOC completed the survey and that the District is prepared for hurricane season.

8. **Discuss District matters and take necessary action.** Mr. Wilson recognized Ms. Acuna, who presented to and reviewed with the Board the District Matters Report, a copy of which is attached hereto as *Exhibit F*. She stated that there are 196 customers past due.

Ms. Acuna stated that she received an email from Barrett Station Civic League regarding sponsorship for homecoming. Ms. Auzenne stated that she would look into the sponsorship.

Discussion ensued regarding sludge invoices. Ms. Acuna stated that she is holding the payment of the sludge invoices until further clarification is provided.

Upon motion by Director Johnson, seconded by Director Sonnier, after full discussion and the question being put to the Board, the Board voted unanimously to approve the District Matters Report and the Delinquent Report, thereby authorizing termination of the delinquent accounts in accordance with the District's Rate Order.

9. **Strategic Consultant Report.** Mr. Wilson recognized Ms. Auzenne, who presented to and reviewed with the Board a summary of rate order recommendations, a copy of which is attached hereto as *Exhibit G*. Discussion ensued. President Sonnier stated that he favors proposal no. 4. Mr. Wilson stated that NRF still needs to review the proposals. Ms. Auzenne stated that the rate order can be placed on the bookkeeping agenda.

Ms. Auzenne presented to and reviewed with the Board a funding resources guide, a copy of which is attached hereto as *Exhibit H*. Discussion ensued.

President Sonnier discussed the apprenticeship program. He stated that he received a call from the Mills Estate regarding a request for an agreement for access to a roadway. Discussion ensued.

Upon motion by Director Johnson, seconded by Director Sonnier, after full discussion and the question being put to the Board, the Board voted unanimously to approve the Strategic Consultant Report.

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 May 2, 2023.



President, Board of Directors

ATTEST:



Secretary, Board of Directors