

HARRIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 50

Minutes of Board of Directors Meeting

Date: April 20, 2017

The Board of Directors (the “Board” or “Directors”) of Harris County Municipal Utility District No. 50 (the “District”) met in regular session, at 12900 Crosby Lynchburg Road, Barrett Station, Texas 77532, at 6:00 p.m., on Thursday, April 20, 2017, pursuant to notice of said meeting posted in accordance with Chapter 551 of the Texas Government Code; whereupon the roll was called of the members of the Board, to-wit:

Martin Lemond	President
Simone Green	Vice President
Alice Dangerfield	Secretary
Daryl G. Johnson	Assistant Secretary/Investment Officer
Andrew Sonnier	Director

All members of the Board were present except Director Martin Lemond, thus constituting a quorum. Also present were Ms. Jaleesa Auzenne, (“Executive Director”); Ms. June Muth of San Jacinto Tax Services Co., (“Tax Assessor-Collector”) L.L.C.; and Ms. Kandy Pfeffer of ETI Bookkeeping Services (“Bookkeeper”).

The Vice President, after finding that notice of the meeting was posted as required by law, and determining that a quorum of the Board was present, called the meeting to order and declared it open for such business as may come before it.

1. Public Comment. The Vice President then opened the meeting to public comment. As there were no public comments offered, the Vice President directed the Board to proceed with the agenda.
2. Approve Order Adopting Budget For Fiscal Year Ending May 31, 2018. Ms. Pfeffer presented the Budget for Fiscal Year Ending May 31, 2018.
 - a. Ms. Pfeffer reviewed each line item of the proposed budget, and highlighted the changes requested by the Board from the April 17, 2017 Special Meeting – Budget Review.
 - b. The Board requested that Ms. Auzenne review possible vendor changes to decrease cost.

Upon a **motion** by Director Sonnier, seconded by Director Johnson, after full discussion with all present Directors present voting aye, the Board approved the Budget for Fiscal Year Ending May 31, 2018.

3. John Hall Public Affairs Report. No report.

4. Bookkeeper's Report. Ms. Pfeffer presented the Bookkeeper's Report and Investment Report for March 2017.
 - a. Ms. Pfeffer first updated the Board on the General Operating Fund.
 - b. Ms. Pfeffer next presented checks written, to be approved from General Operating Fund. An unusual check from Municipal Operations & Consulting ("MOC") was brought to the Board's attention for being higher than usual. The Board was informed by Ms. Pfeffer that the invoice included services that have been back charged according to vendor and/or customer. The Board requested that MOC be contacted to request payment of the invoice at a later date to allow for the back charges to be paid to the District.
 - c. Ms. Pfeffer then updated the Board on the Operating Reserve Fund noting there was a transfer to the General Operating Account.
 - d. Ms. Pfeffer discussed the Capital Projects Fund. A payment was reflected under the Series 2015 to the District's Engineer, Cobb Fendley & Associates ("Cobb Fendley").
 - e. Ms. Pfeffer reviewed the outstanding 2012 DFund, 2015 CWSRF and 2016 DWSRF bond series.
 - f. Then, Ms. Pfeffer reviewed the Debt Service Fund. The Quarterly Investment Report was presented for review and approval.
 - g. The current budget was not included in the Bookkeeper's Report this month.

Upon a **motion** by Director Sonnier, seconded by Director Dangerfield, after full discussion with all present Directors present voting aye, the Board approved the Bookkeeper's Report, as presented; authorized payment of checks numbered 11490 through 11563 from the General Operating Fund; authorized payment of check numbered 1008 from the Capital Projects Fund; and approved the Quarterly Investment Report.

5. Tax Assesor/Collector's Report. The Tax Assessor-Collector's Report for the month of March 2017 was presented by Ms. Muth.
 - a. Ms. Muth reviewed the Tax Data Collection Report and reported that 78.03% of the 2016 taxes have been collected and 89.62% of the 2015 taxes have been collected.
 - b. Ms. Muth next discussed a recent tax sale under Crosby ISD. There was an adjustment presented resulting from the tax sale. No write-offs were presented.

- c. Ms. Muth then provided an update that the District's Delinquent Tax Attorney, Linebarger Goggan Blair & Sampson, LLP, are still working on accounts to be brought to tax sale.

Upon **motion** by Director Sonnier, seconded by Director Johnson, after full discussion with all Directors present voting aye, the Board approved the Tax Assessor-Collector's Report, as presented; authorized payment of checks numbered 1192 through 1197; approved adjustments totaling \$2,874.22 for the current month.

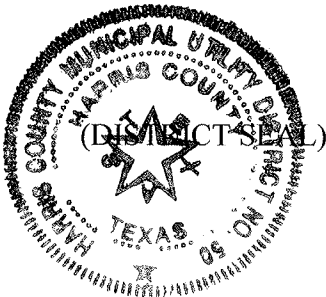
6. Executive Director's Report.

- a. Ms. Auzenne first presented the 60-day Delinquent list, a copy of which is attached hereto.
- b. Ms. Auzenne then discussed the future Capital Projects funding sources. Research by Cobb Fendley presented grant and loan options available under the Department of Housing and Urban Development and the United States Department of Agriculture. Ms. Auzenne further explained the timeline for the options available and how they can be used to assist in funding future repairs/replacement of the Sewer Collection System.
- c. Ms. Auzenne then presented a Request for Proposal (RFP) for Community Development Block Grant be authorized and increase the Project Information Form ("PIF") for CWSRF previous authorized in preparation for any future repairs/replacement required of the Sewer Collection System resulting from the Emergency CCTV of the Sanitary Sewer System.

Upon **motion** by Direction Dangerfield, seconded by Director Johnson, after full discussion with all Directors present voting aye, the Board approved the 60-day Delinquent list; authorized completion of RFP for Community Development Block Grant and increase PIF for CWSRF.

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

PASSED and APPROVED this the 2nd day of May, 2017.



Alice Dangerfield
Secretary, Board of Directors