

**MINUTES OF MEETING
OF THE
BOARD OF DIRECTORS**

THE STATE OF TEXAS §
COUNTY OF HARRIS §
HARRIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 24 §

The Board of Directors of Harris County Municipal Utility District No. 24 met in regular session, open to the public, at its regular meeting place at 17035 Deer Creek Drive, inside the boundaries of the District on February 7, 2018. The roll was called of the members of the Board of Directors, to-wit:

Dennis Cormier	President
Ruben Gonzales, Jr.	Vice President
Peggy Winters	Secretary
Rick C. Corbin	Assistant Secretary
Marcia Fitzpatrick	Assistant Secretary

All members of the Board were in attendance.

Also present were Howard Wilhite of Hays Utility South Corporation; Jeffrey Sonnheim of Equi-Tax Inc.; Sue Strawn of Strawn and Richardson, P.C.; and Dennis Eby of Eby Engineers, Inc. Also in attendance were Barbara Payne with North Harris County Regional Water Authority, Harry Peyton with AquaSurance, LLC and Ron Walkoviak of Lakeview Land Group LLC.

WHEREUPON, the President called the meeting to order and evidence was presented that public notice of the meeting was given in compliance with the law.

1. First, comments from the public were opened for discussion but there were none to be heard at this meeting.

2. Secondly, Ms. Payne of the North Harris County Regional Water Authority spoke regarding the NHCRWA participation in the District's upcoming Community Earth Day. Ms. Payne suggested the addition of mobile teaching labs focused on "Learning from the Past" to

include exhibits, displays, games and activities related to Texas History and the connection to water. The Board welcomed the idea with future meetings to be set to organize the details.

At this time, the agenda was suspended in its order to hear the updated insurance proposal.

3. Mr. Peyton was welcomed and he reviewed with the Board the proposed insurance policy and terms. A motion was made by Director Winters, seconded by Director Fitzpatrick, and unanimously carried to renew the District insurance. At this time, the Board chose not to approve the optional Cyber Liability insurance. Mr. Peyton stated he will confer with the Operator and then make a recommendation to the Board as to the Cyber Liability policy, which can be taken out at any time during the year.

The meeting returned to the order of the agenda.

4. Next, a motion was made by Director Winters, seconded by Director Corbin, and unanimously carried to approve the minutes for the meeting of January 17, 2018.

5. Jeffrey Sonnheim of Equi-Tax Inc. next presented the Tax-Assessor-Collector's Report. A copy of the report is presented as Exhibit "A." Mr. presented fourteen (14) checks in the total amount of \$7,494.97 for payment. A motion was made by Director Gonzales, seconded by Director Corbin, and unanimously carried to approve the payment of checks.

There being nothing further to be brought to the Board by the Tax-Assessor, a motion was made by Director Corbin, seconded by Director Winters, and unanimously carried to accept the Tax-Assessor-Collector's Report as presented.

6. At this time, consideration was given to setting the 2018 tax exemptions. Following discussion, a motion was made by Director Corbin, seconded by Director Gonzales, and unanimously carried to set the 2018 tax exemption amount at \$75,000.00 for residents over the age of 65 or disabled. A copy of the Order Adopting 2018 Exemptions from Taxation for Disabled or Over-65 Individuals is attached as Exhibit "B".

7. Howard Wilhite of Hays Utility South Corporation then presented the Operator's Report attached as Exhibit "C." All items on the report were reviewed and discussed. Additionally, Mr. Wilhite provided a sample of what an overdue bill mail-out looks like and a brief discussion was held. Director Winters requested Mr. Wilhite look in to bolding the delinquent overdue information if possible.

There being nothing further to be brought to the Board by the Operator, a motion was made by Director Winters, seconded by Director Gonzales, and unanimously carried to approve the Operator's report as presented.

8. The Board next discussed the Resolution Approving the Water Smart Application and a motion was made by Director Corbin, seconded by Director Winters, and unanimously carried to approve the submittal of the same. Mr. Wilhite stated he is investigating whether the District can qualify for the last annual period due to the cancellation in 2017 of the community water day event.

9. The next item to be brought before the Board was the Engineer's Report, presented by Dennis Eby. A copy of his report is attached as Exhibit "D." All items on the report were discussed with special attention given to the matter(s) below.

First, Mr. Eby discussed receiving information regarding a Spring Cypress signals project and the effects on the District's landscaping in the area. A turn lane is proposed and a portion of the Spring Cypress median's irrigation lines will need to be plugged and plants will need to be transplanted.

Next, the 25-acre Five Forks Tract plat layout was reviewed.

There being no further business to be brought before the Board by the Engineer, a motion was made by Director Fitzpatrick, seconded by Director Gonzales, and unanimously carried to approve the engineer's report as presented.

10. At this time, discussion was had and a motion was made by Director Winters, seconded by Director Corbin, and unanimously carried to approve the Agreement for Annexation of Land and the Purchase of Utility Facilities and Agreement Concerning Waiver of Special Appraisal or Tax Valuation Rights, conditioned on the receipt of the required 1295 Forms, for the 25 acre tract on Stuebner Airline Road.

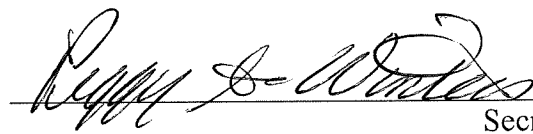
11. With regards to water conservation ideas there was nothing new to discuss.

12. Regarding surface water issues, Director Cormier updated the meeting on the latest NHCRWA meeting.

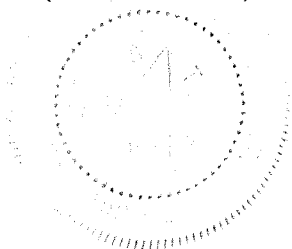
13. New business was presented at this time. Director Gonzales requested an update on the status of the water reuse project. Mr. Eby stated that the electrical was the hold-up but progress is being made and the project continues to move forward. He also noted the attorneys are working with the NHCRWA attorneys to set up a meeting to discuss and move forward with a contract for the alternative water use incentive program. Additionally, Director Cormier stated he met with a contractor on needed repairs and repainting of the District meeting facility. A final walk though will take place and punch list will be generated prior to the work beginning.

14. There being no further business to come before the Board, a motion was made by Director Winters, seconded by Director Corbin, and unanimously carried to adjourn the meeting.

PASSED, APPROVED, and ADOPTED this 21st day of February 2018.


Secretary

(DISTRICT SEAL)



02/07/18