

**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 October 17, 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 Board members were in attendance.

Also present were Howard Wilhite and Rich Rankin of Hays Utility South Corporation; Tina Buchanan of ETI Bookkeeping Services; Sue Strawn of Strawn and Richardson, P.C.; Dennis Eby of Eby Engineers, Inc.; and Jill Colbert Manager of the District Meeting Facility and District resident.

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. The Board President called to order the Public Hearing on the 2018 Tax Rate. The Board noted that no taxpayers appeared to take part in the Public Hearing, notice of which was published in the newspaper as required by law. A motion was made by Director Corbin,

seconded by Director Gonzales, and unanimously carried to close the public hearing on the 2018 Tax Rate.

2. The Board considered setting the 2018 debt service tax rate at \$0.26. The Order Setting 2018 Debt Tax Rate was presented for approval, a copy of which is attached as Exhibit "A".

Following further discussion, it was moved by Director Corbin and seconded by Director Fitzpatrick to approve setting a \$0.26 debt service tax rate, and that the Order Setting 2018 Debt Tax Rate be approved, which motion carried unanimously.

3. The Board considered setting the 2018 maintenance tax rate at \$0.19. The Order Setting 2018 Maintenance Tax Rate was presented for approval, a copy of which is attached as Exhibit "B".

Following further discussion, it was moved by Director Winters and seconded by Director Gonzales to approve setting a \$0.19 maintenance tax rate, and that the Order Setting 2018 Maintenance Rate be approved, which motion carried unanimously.

4. The Board considered approving the Amendment to Notice to Sellers and Purchasers of Real Estate Within the District, a copy of which is attached as Exhibit "C". Ms. Strawn explained that the Amendment reflects the 2018 tax rate and will be filed in the Real Property Records of Harris County, Texas.

Following further discussion, it was moved by Director Corbin and seconded by Director Winters that the Amendment to Notice to Sellers and Purchasers of Real Estate Within the District be approved, which motion carried unanimously.

5. Comments from the public were opened for discussion but there were none to be heard at this meeting.

6. The minutes were reviewed next and a motion was made by Director Winters, seconded by Director Fitzpatrick, and unanimously carried to approve the minutes for October 3, 2018.

7. Ms. Colbert next presented the report on the status of the District Meeting Facility. A copy of the report is attached as Exhibit "D." All items on the report were reviewed. There being nothing further to present, a motion was made by Director Winters, seconded by Director Corbin, and unanimously carried to approve the report presented.

8. Discussion on the WCA trash/recycling matter was next held in the absence of WCA representation. The Board noted the continuous problems with service and awaits service term options for consideration from WCA.

9. Tina Buchanan next presented the Bookkeeper's Report. A copy of the report is presented as Exhibit "E". A motion was made by Director Corbin, seconded by Director Gonzales, and unanimously carried to pay the bills presented. Ms. Buchanan noted an increase in returned checks received totaling \$3,007.46. Additionally, the draft budget for December 2019 was presented for review and consideration. The Board set the budget meeting for 5:30 p.m. on November 28, 2018.

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

10. Howard Wilhite of Hays Utility South Corporation introduced Mr. Rich Rankin and then presented the Operator's Report attached as Exhibit "F." All items on the report were reviewed and discussed. Additionally, Mr. Wilhite presented a letter of request for consideration

and reviewed the billing history on the referenced account. The Board requested Mr. Wilhite contact the resident and explain the rate order and offer a payment plan.

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

11. At this time, consideration was given and a motion was made by Director Corbin, seconded by Director Fitzpatrick, and unanimously carried to approve amendment to the Operator Contract pending receipt of the required 1295 document. A copy of the amendment is attached as Exhibit "G".

12. The Board next discussed amending the Rate Order, and a motion was made by Director Corbin, seconded by Director Fitzpatrick, and unanimously carried to approve amendment to the Rate Order. A copy of the Rate Order is attached as Exhibit "H".

13. 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 "I". All items on the report were discussed with special attention given to the matter(s) below.

First, Mr. Eby recommended Pay Estimate No. 4 to Nunn Constructors, LTD in the amount of \$2,855.70 for the STP Reclaimed Water Use construction project. Mr. Eby explained a change order on the project will be forthcoming for pipe and electrical.

Secondly, Mr. Eby noted Pay Estimate No. 1 to be paid by the developer to Tejas Underground Utilities, LLC for the Water to Chancel Place, Res C in the total amount of \$29,340.00.

Next, Mr. Eby stated the bid tabulation was reviewed, and he recommended award of contract to Allgood Construction for the Klein Grove Water, Sewer and Drainage project in the total amount of \$1,548,210.73.

Mr. Eby next reviewed the latest pumpage report noting that the majority of water is surface water from the Regional Water Authority.

Finally, Mr. Eby updated the Board on the Kirtley Tract and reviewed the preliminary development plans.

There being no further business to be brought before the Board by the Engineer, a motion was made by Director Fitzpatrick, seconded by Director Corbin, and unanimously carried to approve the engineer's report as presented and to authorize Pay Estimate No. 4 to Nunn Constructors, LTD in the amount of \$2855.70 for the STP Reclaimed Water Use construction project.

14. There was nothing significant to report regarding water conservation ideas and methods.

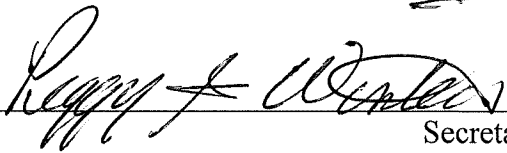
15. There was nothing significant to report on surface water.

16. With regards to the website design, Director Winters updated the Board with nothing significant to report.

17. New business was presented at this time. Director Winters stated she contacted Mr. DeLeon with WCA to secure the contact information of the individuals and service providers planning to attend the District recycling event this weekend. Brief discussion was held regarding the event.

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

PASSED, APPROVED, and ADOPTED this 7th day of November, 2018.


Secretary

(DISTRICT SEAL)

