

**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 April 17, 2019. 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; Karen Long of ETI Bookkeeping Services; Chris Richardson of Strawn and Richardson, P.C.; Dennis Eby of Eby Engineers, Inc. and Jill Colbert, Manager of the District Meeting Facility and a 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. First, public comments were opened for discussion but there were none to be heard at this meeting.

2. Next, a motion was made by Director Gonzales, seconded by Director Fitzpatrick, and unanimously carried to approve the minutes for April 3, 2019.

3. Next, Jill Colbert shared the report on the status of the District Meeting Facility. A copy of the report is attached as Exhibit "A." Ms. Colbert brought carpet samples for consideration and a decision was made on color and pattern. There being no further information to be brought to the Board, a motion was made by Director Corbin, seconded by Director Fitzpatrick, and unanimously carried to accept the report as presented.

4. Karen Long next presented the Bookkeeper's Report. A copy of the report is presented as Exhibit "B." A motion was made by Director Corbin, seconded by Director Gonzales, and unanimously carried to pay the bills presented. All other items were presented and discussed. Additionally, a motion was made by Director Corbin, seconded by Director Gonzales, and unanimously carried to approve Resolution Authorizing Consultant Representatives which authorizes representatives of ETI to transfer funds between District accounts. Ms. Long also presented CD rates for consideration.

There being nothing further to be brought to the Board by the Bookkeeper, a motion was made by Director Winters, seconded by Director Corbin, and unanimously carried to accept the Bookkeeper's Report as presented and to approve the presented TexPool CD yielding the highest interest rate.

5. The Board next reviewed and discussed the budget for the fiscal year ending December 31, 2019 and the long-term capital investment plan. Total capital improvement costs for years 2020-2045 were projected and discussed. The Board agreed to have further and continued conversation on the subject in a future meeting pending additional information from the Engineer and the Operator.

6. Next, a motion was made by Director Corbin, seconded by Director Fitzpatrick, and unanimously carried to approve the Resolution Authorizing the Use of Surplus Funds to transfer \$396,270.06 in surplus funds from the Capital Projects Fund to reimburse the General

Operating Fund for a portion of the Reclaimed Water Project at the Sewage Treatment Plant. A copy of said Resolution is attached as Exhibit "C".

7. Howard Wilhite of Hays Utility South Corporation presented the Operator's Report, presented as Exhibit "D." All items on the report were reviewed and discussed. Additionally, Mr. Wilhite presented the 2018 Drinking Water Quality Report for review. Next, Mr. Wilhite also discussed an induction pump failure in March and a clogged chlorine regulator which caused an inflation in the e-Coli readings. Both excursions were reported to TCEQ as required.

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. At this time, the Board considered amending the Rate Order to include an apartment and commercial deposit. Following discussion, a motion was made by Director Corbin, seconded by Director Fitzpatrick, and unanimously carried to approve the amendment to the Rate Order. A copy of said Rate Order is attached as Exhibit "E".

9. The Board reviewed the District's Drought Contingency Plan and Water Conservation Plan. The Drought Contingency Plan, dated September 18, 2013, was confirmed. The Water Conservation Plan, dated March 17, 2010, was confirmed. A motion was made by Director Winters, seconded by Director Gonzales to confirm the District's Drought Contingency Plan, related Resolution and related Certification, copies of which are attached as Exhibit "F" and "G", respectively, and to confirm the Water Conservation Plan, related Resolution and related Certification, copies of which are attached hereto as Exhibits "H" and "I", respectively.

10. 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 "J." All items on the report were discussed with special attention given to the matters below.

First, Mr. Eby recommended Pay Estimate No. 10 for the STP Reclaimed Water Use Project. A motion was made by Director Corbin, seconded by Director Fitzpatrick, and unanimously carried to approve Pay Estimate No. 10 in the amount of \$119,437.59 to Nunn Constructors, LTD.

Secondly, Mr. Eby stated that the Klein Grove WSD Pay Estimate will be paid by the developer.

Next, the April water well pumpage report was reviewed. Mr. Eby stated that the elevated is going to need repairs and likely need to be repainted. A detailed report of recommendations will be forthcoming.

Mr. Eby next shared a layout exhibit for an additional supply line to serve the District. The outlay was discussed and Mr. Eby stated he would move forward with an estimated cost proposal at the Boards' request. The Board authorized Mr. Eby to proceed.

Finally, Mr. Eby presented and discussed the feasibility study for the Stuebner Airline Public Storage. The site plan of the tract was shared along with the water line placement for service and Mr. Eby indicated this was a feasible project for the District to consider. A motion was made by Director Winters, seconded by Director Gonzales, and unanimously carried to authorize Mr. Eby to submit the discussed feasibility study to the developer for consideration.

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

11. Consideration was given and a motion as made by Director Corbin, seconded by Director Gonzales, and unanimously carried to enter the engagement of Masterson Advisors, LLC for continuing disclosure services. A copy of the agreement is attached as Exhibit "K".

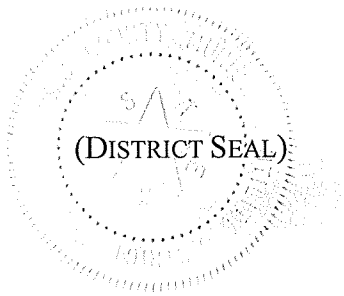
12. With regards to water conservation ideas and methods there was nothing to discuss.

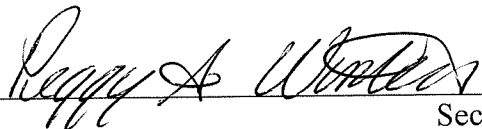
13. There was nothing to discuss regarding surface water issues.

14. New business was presented at this time. Director Cormier updated the Board on the Homeowner's Association meeting attended for Glen Haven Estates. The primary question was specific to the quality of water and compliments were given to the Board for the water reuse project. Director Winters stated that trash pick-up concerns were shared.

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

PASSED, APPROVED, and ADOPTED this 1st day of May, 2019.



  
Secretary