

HARRIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 1

Minutes of Meeting of Board of Directors
June 14, 2016

The Board of Directors ("Board") of Harris County Municipal Utility District No. 1 ("District") met at 2727 Allen Parkway, Suite 1100, Houston, Texas, on June 14, 2016 in accordance with the duly posted notice of the meeting, with a quorum of directors present, as follows:

Doug Caldwell, Jr., President
Richard "Chip" Callegari, Secretary
James Roberson, Director
Danny Brown, Director

and the following absent:

Craig C. Young, Vice President

Also present were Mr. Tyler Price and Mr. Shaun Waage, residents of Wimbledon Falls Subdivision, Ms. Shanna Lopez of Waste Management, Mr. Duane Iselt of Flair Builders, Mr. Mike Potter of Hays Utility South Corporation, Mr. Caryn Adams of Municipal Accounts & Consulting, Mr. Erik Spencer of Van De Wiele & Vogler, Inc., and Mr. James D. Bonham, attorney for the District.

The President called the meeting to order and declared it open for such business as might properly come before it.

1. The Board considered the minutes of the meeting of May 10, 2016, and upon motion duly made, seconded and unanimously carried, the Board approved the minutes as presented.
2. The Board recognized Mr. Tyler Price and Mr. Shaun Waage of Wimbledon Falls Subdivision who reported on erosion and damage from the District's drainage facilities on the back side of their lots in the area of the Seber swale. The District's engineer advised that he had visited the site and considered most of the deficiency is related to backfill by the homebuilder. The Board discussed the matter and agreed that the engineer should obtain a proposal for installation of cement stabilized sand and repair of related damage for consideration at the next Board meeting.
3. The Board then recognized Mr. Caryn Adams who presented the attached bookkeeper's report. The Board considered invoices presented by the bookkeeper and reviewed a schedule of District investments. The Board also reviewed the general fund budget comparison of actual versus budgeted revenues and expenditures for the fiscal year ending September 30, 2016. After review and discussion, upon unanimous vote, the Board approved the bookkeeper's report and the checks listed thereon.

4. The attorney for the District then advised that based on information provided by the Harris County Tax Assessor's Office, the District's 2015 taxes are 97.38% collected. The Board then reviewed the 2016 preliminary value provided by the Harris County Appraisal District.

5. Mr. Mike Potter was then recognized by the Board and presented the operator's report reflecting 2,714 total connections in the District. The Board reviewed the water production and consumption data, and it appeared that 90.84% of the water pumped during the previous month had been accounted for. The operator reported on the operation of water plants no. 1 and no. 2 and wastewater treatment plants no. 1 and no. 2 and advised that there were no waste discharge permit violations during the reporting period. The Board also reviewed the billing and collections data which appears in the report. Upon motion duly made, seconded and unanimously carried, the Board approved the operator's report and authorized termination of services to all customers appearing on the delinquent account list in accordance with the District's Rate Order.

6. The Board then recognized Mr. Erik Spencer who presented the engineer's report. The Board approved change orders no. 2 and 3 on the lift station no. 5 contract, as well as the pay applications reflected in the report. Mr. Spencer reported that Environmental Allies will remove mattresses, fallen trees and a buried ATV from the Harris County Flood Control channel for \$2,800. The Board discussed the matter and authorized the material to be removed. The Board also discussed vegetation in the Seber swale and the Wimbledon Country perimeter swale and agreed that proposals for removal would be considered at the next Board meeting. The engineer reported that he has prepared a summary of the history of the Wimbledon Country drainage issues for posting on the District's website. After discussion by the Board, upon unanimous vote, the Board approved the engineer's report.

7. The Board then considered an acknowledgement of the merger of RH of Texas with Affiliated Entities, and upon unanimous vote, the acknowledgement was approved and executed.

8. The Board then recognized Mr. Duane Iselt who reported on development in Lakes of Creekside Subdivision.

9. The Board then recognized Ms. Shanna Lopez of Waste Management who provided statistics regarding garbage collection in the District and discussed with the Board establishing a date for interested parties, including homeowners' associations, to tour the Waste Management Recycling Center.

There being no further business to come before the Board, the meeting was adjourned.


Secretary