

MINUTES
HARRIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 230

June 3, 2019

The Board of Directors (the "Board") of Harris County Municipal Utility District No. 230 (the "District") met in regular session, open to the public, on the 3rd day of June, 2019, at the offices of Allen Boone Humphries Robinson LLP, 3200 Southwest Freeway, Houston, Texas 77027, outside the boundaries of the District, and the roll was called of the members of the Board:

Gary J. Simpson	President
Paul Raschke	Vice President
Kathryn Wright	Secretary
Karla Y. Velasquez	Assistant Vice President
Luke Grainge	Assistant Secretary

and all of said persons were present, except Director Simpson, thus constituting a quorum.

Also present were: Jack Carter of Dannenbaum Engineering; Merrie Talley of Talley Landscape Architects Inc.; Stephanie Viator of District Data Services, Inc.; Stephen and James Woodring of Regional Water Corporation ("RWC"); Cathy Brittain-Drew of Assessments of the Southwest, Inc. ("ASW"); David Beyer and Karen Sears of Storm Water Solutions LLC ("SWS"); and James A. Boone and Veronica Seguin of Allen Boone Humphries Robinson LLP ("ABHR").

PUBLIC COMMENTS

No public comments were received by the Board.

SECURITY MATTERS

Director Grainge updated the Board on security in the District.

AUDIT FOR FISCAL YEAR END JUNE 30, 2019

The Board considered authorizing the District's auditor, McCall Gibson Swedlund Barfoot PLLC to prepare the District's audit for the fiscal year end June 30, 2019. After discussion, Director Raschke moved to authorize the District's auditor, McCall Gibson Swedlund Barfoot PLLC to prepare the District's audit for the fiscal year end June 30, 2019. Director Grainge seconded the motion, which passed unanimously.

FINANCIAL AND BOOKKEEPING MATTERS

Ms. Viator presented the bookkeeper's report, including the checks presented for payment, a year-to-date budget comparison, and investment report.

Ms. Viator presented and reviewed a draft budget for the fiscal year end June 30, 2020, a copy of which is attached to the bookkeeper's report. Discussion ensued regarding potential future stormwater management maintenance projects in the District. Ms. Talley noted the removal of the expense line item for Mandolin Park permanent power. Mr. Stephen Woodring discussed projects which are included in the increase in the water maintenance and repair line item.

After review and discussion, Director Velasquez moved to (1) approve the presented bookkeeper's report, including the checks presented for payment; and (2) adopt the budget for the fiscal year end June 30, 2020, as presented. Director Wright seconded the motion, which carried unanimously.

TRAVEL REIMBURSEMENT GUIDELINES AND DIRECTOR EXPENSES FOR ASSOCIATION OF WATER BOARD DIRECTORS SUMMER CONFERENCE

Ms. Seguin presented and reviewed with the Board the District's Travel Reimbursement Guidelines (the "Guidelines") and noted that the Guidelines summarize the District's reimbursement policy. The Board then discussed the maximum number of fees of office, meals and hotel accommodations for the Association of Water Board Directors summer conference. Following discussion, Director Grainge moved to authorize: (1) up to three nights of hotel accommodations; (2) up to four days for fees of office; and (3) up to \$75 per day for meals and any necessary tips. Director Wright seconded the motion, which passed unanimously.

TAX ASSESSMENT AND COLLECTION MATTERS AND DELINQUENT TAX COLLECTIONS

Ms. Brittain-Drew presented and reviewed the District's monthly tax report, including the delinquent tax list, the monthly collateral report, and the checks presented for payment, a copy of which is attached. Following review and discussion, Director Raschke moved to approve the tax report, including payment of the presented checks. Director Wright seconded the motion, which passed by unanimous vote.

Ms. Brittain-Drew presented and reviewed a Preliminary Report of Appraised and Taxable Value from Harris County, a copy of which is attached to the tax assessor/collector's report.

DELINQUENT TAX ATTORNEY

Ms. Seguin stated that final delinquent statements will be sent to all outstanding tax account holders and that as of July 1, 2019, the delinquent accounts will be subject to a 20% penalty and will be turned over to the District's delinquent tax attorney, Perdue, Brandon, Fielder, Collins & Mott, L.L.P., for collection. After discussion, Director Wright moved to authorize the District's delinquent tax attorney to pursue collection of delinquent taxes on July 1, 2019. Director Grainge seconded the motion, which passed unanimously.

OPERATING MATTERS

Mr. James Woodring presented and reviewed the monthly operator's report, a copy of which is attached. He discussed with the Board the monthly water production and sewer treatment cost averages and on the District's use of reclaimed water noting the District has saved \$890,182.80 in pumpage fees as of April 30, 2019, by using reclaimed water for eligible projects and lake refilling.

Mr. James Woodring reported that the District's water accountability for the monthly reporting period was 93.70%.

Mr. James Woodring presented and reviewed the District's 2018 Water Quality Report, a copy of which is attached, and requested authorization to file the Report with the Texas Commission on Environmental Quality and send a link to a website where each customer could access the information. Mr. Stephen Woodring noted the Report will be available for District resident's to access electronically.

Mr. James Woodring presented and reviewed the District's Spring 2019 Fire Hydrant Survey, a copy of which is attached to the operator's report.

Mr. James Woodring discussed a leaking homeowner's association irrigation meter and noted a letter has been sent to the homeowner's association regarding the meter and that the meter has been turned off.

After review and discussion, Director Wright moved to (1) approve the operator's report; and (2) authorize the filing of the 2018 Water Quality Report be filed and distributed to District residents, as appropriate. Director Velasquez seconded the motion, which passed unanimously

TERMINATION OF UTILITY SERVICE

Mr. James Woodring presented a list of delinquent customers, and reported the residents on the termination list were delinquent in payment of their water and sewer bills and were given written notification, in accordance with the District's Rate Order, prior to the meeting of the opportunity to appear before the Board of Directors to

explain, contest, or correct their bills and to show why utility services should not be terminated for reason of non-payment. Following review and discussion, Director Wright moved to authorize termination of delinquent accounts, in accordance with the District's Rate Order, and direct that the delinquent customer list be filed appropriately and retained in the District's official records. The motion was seconded by Director Velasquez and passed by unanimous vote.

PARKS AND RECREATIONAL FACILITIES

Ms. Talley presented and reviewed the monthly landscape maintenance report, a copy of which is attached, including information on general park conditions, landscape maintenance, and the park facilities. She stated the monthly invoice from Key-Scape maintenance is \$12,883.90.

Ms. Talley stated Sustainable Growth of Texas's monthly invoice totaled \$3,000.

Ms. Talley stated the monthly invoice from Lake Pros is \$1,049.95, including \$349.95 for additional surge protection installation.

Ms. Talley stated the monthly invoice from A All Animal Control is \$150.00. Discussion ensued regarding nutria trapping in the District.

Ms. Talley updated the Board on the status of the installation of the replacement park furnishings from Kraftsman, which the Board approved last month.

Ms. Talley presented and reviewed a memorandum regarding the Chasewood Technology Park Pond (the "Pond") repair and maintenance, a copy of which is attached. She then presented a video presentation on park maintenance and repairs in the District. Ms. Talley stated SWS's proposal for repairing the erosion in the Pond and re-establishing grass at the Pond is approximately \$27,000. She stated Sustainable Growth of Texas's proposal for treating the Pond and applying grass application is approximately \$10,000. Ms. Talley noted daily watering would cost approximately \$1,450. Mr. Beyer stated SWS cost for mowing and overseeding of the Pond would be \$9,400. Ms. Talley stated the total budget allocation for the Pond repair and rehabilitation project would be \$37,000 with an additional contingency of \$12,825 for 9 grass treatment applications. Mr. Beyer recommended this work not occur until the Fall of 2019. After discussion, the Board directed the bookkeeper to include an expense line item for the Pond repairs, as discussed, to the previously adopted budget for the fiscal year end June 30, 2020.

Director Grainge and Ms. Talley discussed the plan to remediate algae blooms in the District's ponds.

After review and discussion, and based on the landscape architect's recommendation, Director Wright moved to approve the landscape maintenance report

and payment of the monthly maintenance invoices. Director Raschke seconded the motion, which passed unanimously.

STORMWATER DETENTION POND MAINTENANCE AND REPAIR

Ms. Sears presented and reviewed a stormwater and detention pond maintenance report, a copy of which is attached.

Ms. Sears stated SWS is preparing a proposal to vector out the storm water quality feature at the Lakes at Cypresswood Apartments. Mr. Beyer noted this work needs to be completed before the District's permit for this feature renews in August, 2019.

Ms. Sears noted possible storm manhole infiltration and certain depression north of the Pond.

Ms. Sears presented and reviewed a proposal from SWS in the amount of \$36,540 for replacement of a portion of the outfall pipe at the Pond, a copy of which is attached to the maintenance report. The Board concurred to table action on the proposal until SWS has further investigated the necessary repairs at the storm manhole infiltration and depression north of the Pond.

ENGINEERING MATTERS

Mr. Carter presented and reviewed an engineers' report, a copy of which is attached.

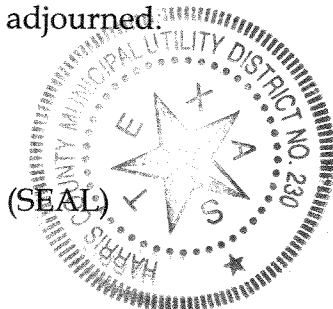
ANNEXATION MATTERS

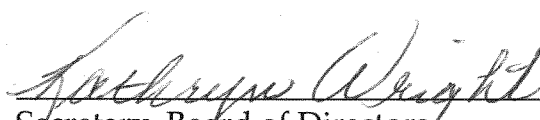
Mr. Carter updated the Board on the status of the District's 4.9-acre annexation.

MINUTES

The Board considered approving the minutes of the May 6, 2019, regular meeting. After review and discussion, Director Wright moved to approve the minutes, as amended. Director Grainge seconded the motion, which was approved by unanimous vote.

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




Secretary, Board of Directors

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