

HARRIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 248

Minutes of Meeting of Board of Directors
October 12, 2016

The meeting of the Board of Directors ("Board") of Harris County Municipal Utility District No. 248 ("District") was held at 2727 Allen Parkway, Suite 1100, Houston, Texas 77019 on October 12, 2016 with a quorum of Directors present, as follows:

A. Richard Wilson, President
Michael D. Yancey, Vice President
Long Nguyen, Secretary
Richard Ford, Director
E. Paul Daigle, Jr., Director

and the following absent:

None.

Also present were Mr. Bob Ideus, Mr. Jerry Homan, Ms. Pat Hall, Mr. Loren Morales, Ms. Rebecca Bellay, and Mr. Wm. Scott Smith.

The meeting was called to order and declared open for such business as might regularly come before it.

1. The Board reviewed the minutes of the meeting held on September 14, 2016. Upon motion duly made, seconded and unanimously carried, the Board approved the minutes as presented.

2. Ms. Hall presented the tax assessor-collector's report indicating that 2015 taxes are 99.6% collected. Upon motion duly made, seconded and unanimously carried, the Board approved the tax assessor-collector's report and the checks drawn on the tax fund.

3. The Board then conducted a public hearing on the proposed 2016 tax rate. The Board noted that it previously discussed a proposed debt service tax rate of \$0.49 per \$100 assessed valuation, and \$0.03 per \$100 assessed valuation for maintenance and operations, for a total tax rate of \$0.52 per \$100 assessed valuation. There being no further discussion, the Board closed the public hearing. Upon motion duly made, seconded and unanimously carried, the Board approved the proposed tax rate of \$0.49 for debt service and \$0.03 for maintenance and operations.

4. Mr. Homan presented the operator's report indicating that water accountability was 97%. There were 741 bills mailed to District customers and ten bacteriological samples were taken. There remains a large amount of construction activity in the area of the District. Mr. Homan reported that all of the lead and copper samples were returned satisfactorily and that the website online payment provisions are in place. The Board also reviewed the response from the Association of Water Board Directors to recent coverage in the

Houston Chronicle regarding water district issues. The operator then submitted a list of delinquent accounts to the Board for termination of utility service and stated that the accounts in question have been given written notification of the opportunity to appear, either in person or in writing, at the Board meeting to contest, explain, or correct the charges, services, or disconnection. The operator noted that the accounts listed have neither attended the Board meeting nor contacted the operator's office or the District to contest or explain the charges. Accordingly, utility service to said accounts was authorized to be terminated pursuant to the provisions of the District's Rate Order.

5. Mr. Ideus presented the bookkeeper's report, a copy of which is attached. The Board discussed its desire to pay off outstanding District bonds when such opportunity arises. Upon motion duly made, seconded and unanimously carried, the Board approved the bookkeeper's report and the checks listed thereon.

6. Mr. Moy presented the engineer's report and stated that the utility extension to serve the Danesh tract is almost ready for bids. The engineer is awaiting plan approval from Harris County prior to advertising. Mr. Moy also stated that one of the pipeline companies has been adjusting its pipeline near the Gander Mountain detention pond which may adversely impact the structure of the pond. The Board requested that the District's engineer monitor the situation.

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

Secretary