

HARRIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 248

Minutes of Meeting of Board of Directors
February 8, 2017

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 February 8, 2017 with a quorum of Directors present, as follows:

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

and the following absent:

None.

Also present were Mr. Johnny Williams, Mr. Jerry Homan, Mr. Loren Morales, Mr. Bob Ideus, Ms. Pat Hall, Mr. John Moy, Mr. Taylor Dalby, 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 January 11, 2017. Upon motion duly made, seconded and unanimously carried, the Board approved the minutes as presented.

2. Mr. Homan presented the operator’s report indicating that water accountability was 102% and 14 million gallons of water were used during the prior month. There were 726 bills mailed to District customers. New construction continues in the District. Harris County MUD No. 222 is still conducting the sanitary sewer rehabilitation project. Mr. Homan noted that the North Harris County Regional Water Authority fee will increase by \$0.50 in April, 2017. Mr. Homan also stated that there will be a TCEQ inspection this Friday. Mr. Johnny Williams addressed the detention ponds and stated that all storm water quality permits are current. The pipeline site has been cleaned and is almost complete. There were no unusual conditions at the District’s detention ponds. 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.

3. Ms. Hall presented the tax assessor-collector's report indicating that 2016 taxes were 71% collected as of January 31, 2017 and 96% collected as of the date of the meeting. 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.

4. The Board then unanimously adopted an additional 20% penalty on 2016 taxes remaining delinquent to defray the cost of attorney fees for collection pursuant to the provisions of the Texas Tax Code.

5. Mr. Ideus presented the bookkeeper's report, a copy of which is attached. He noted that the budget for the fiscal year ending March 31, 2017 will be presented at the next Board meeting. Upon motion duly made, seconded and unanimously carried, the Board approved the bookkeeper's report and the checks listed thereon.

6. Mr. Morales and Mr. Dalby stated that the District's Series 2017 Refunding Bond transaction is scheduled for closing tomorrow.

7. Mr. Moy presented the engineer's report and stated that five bids were received for the Danesh water line extension. The low bidder was AR Turnkey Construction Company, Inc., with a bid of \$185,820 which the Board unanimously approved. Mr. Moy stated that the surplus funds application to complete the developer reimbursement for the Starbucks facility remains in preparation.

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

Secretary