

HARRIS COUNTY FRESH WATER SUPPLY DISTRICT NO. 61

Minutes of Meeting of Board of Directors

May 17, 2017

The Board of Directors (the "Board") of Harris County Fresh Water Supply District No. 61 (the "District") met at the Board's regular meeting place on Wednesday, May 17, 2017 in accordance with the duly posted notice of the meeting, with a quorum of Directors present, as follows:

Lary J. Cangelose, President
Mike Kelley, Vice President
Charles W. Merritt, Secretary
Ben A. Solis, Assistant Secretary
Darrell A. Barroso, Treasurer

and the following were absent:

None.

Also present were Mr. Jerry Homan, general manager for the District; Mr. Brian Breeding, assistant general manager for the District; Ms. Pam Magee, office manager for the District; Mr. Bill Rosenbaum, engineer for the District; and Ms. Jennifer Seipel, attorney for the District.

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

1. Under customer inquiries and input, Ms. Magee reported that the water disconnections for the month had been made. There were 82 disconnects in the District and 8 disconnects in Harris County Municipal Utility District No. 248.

2. The Board next considered the minutes for the meeting held on May 10, 2017. Upon motion made by Director Kelley, seconded by Director Barroso, and unanimously carried, the Board approved the minutes as presented.

3. Mr. Rosenbaum then presented the engineer's report, a copy of which is attached hereto. With respect to phase one of the sanitary sewer rehabilitation project, the engineer expects to request authorization to advertise for bids at next week's meeting.

Upon motion made by Director Kelley, seconded by Director Solis, and unanimously carried, the Board approved the engineer's report as presented.

4. With respect to status of the Series 2017 bonds, Ms. Seipel reported that the Preliminary Official Statement previously reviewed by the Board has been revised to include information relating to the successful bond election held earlier this month. Accordingly, upon motion made by Director Barroso, seconded by Director Solis, and unanimously carried, the Board approved the Resolution Authorizing Issuance and Distribution of Preliminary Official Statement as revised.

5. The Board considered payment of the general fund bills. After review, upon motion made by Director Merritt, seconded by Director Solis, and unanimously carried, the Board approved payment of the general fund bills as presented.

6. Ms. Magee, Mr. Homan, and Mr. Breeding presented the management report. Ms. Magee handed out tickets for the District's family day scheduled for May 20, 2017 at Space Center Houston.

Mr. Homan and Mr. Breeding discussed the Harris County sheriff's appreciation day hosted by the District. Mr. Homan stated that approximately 50 deputies attended and enjoyed the barbeque lunch generously provided at a discount by Harris County Smokehouse. The event was a big success, and the District hopes to hold another one in the future.

Mr. Homan reported on various projects that the District will be working on in the coming months, including the sanitary sewer rehabilitation project, among others.

7. The Board considered items for the next Board meeting, including the sale of the Series 2017 bonds.

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

Secretary

Short Term Action Items

1. Series 2017 Bonds

Long Term Action Items

1. 222 Rate Analysis for Wastewater Usage
2. Plans for use of SPA Funds
 - a. Walking Trails and Other Facilities
3. Trunk Line Repair - Complete; Discussion of Costs with MUD 222 and MUD 248