

HARRIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 248

Minutes of Meeting of Board of Directors
September 12, 2018

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 September 12, 2018 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. Loren Morales, Mr. Chad Parrish, Mr. Bob Ideus, Mr. Patrick Newton, Mr. Jerry Homan, Ms. Pat Hall, Ms. Taylor Cavnar, Ms. Jennifer Hanna, Ms. Joey Hooper, Ms. Marie Godard, and Mr. Wm. Scott Smith.

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

1. Ms. Godard and Ms. Hooper addressed the Board regarding their prior proposal for the District to install walking and jogging trails around the District’s detention pond in White Oak Springs subdivision. Ms. Godard stated that the homeowners association is unable to financially afford the project and is requesting the assistance from the District. After discussion of the project, the Board unanimously approved authorizing the District’s engineer to compile preliminary plans and cost estimates for both White Oak Springs and White Oak Falls detention pond improvements.

2. Mr. Ideus presented the bookkeeper’s report, a copy of which is attached. Upon motion duly made, seconded and unanimously carried, the Board approved the bookkeeper’s report and the checks listed thereon.

3. Mr. Homan then introduced Ms. Taylor Cavnar with the Association of Water Board Directors. Ms. Cavnar presented a discussion regarding the benefits of being a member of AWBD. After discussion, upon motion duly made, seconded and unanimously carried, the Board approved making an application for membership with the agency.

4. The Board then reviewed and unanimously approved the minutes of the meeting held on August 8, 2018.

5. Ms. Hall presented the tax assessor-collector’s report indicating the 2017 taxes are 97.4% collected. Mr. Smith distributed an article from the Houston Chronicle

indicating that the North Cypress Medical Center has been sold to HCA. Mr. Smith stated that he is attempting to ascertain whether this would have any adverse impact to the District's tax collections. 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.

6. Mr. Morales then presented a financial report regarding the District's proposed 2018 tax rate. After discussion, the Board authorized publishing a proposed tax rate of \$0.49 per \$100 valuation and notice that a hearing will be conducted at the next Board meeting prior to setting the District's tax rate.

7. Mr. Homan presented the operator's report indicating that 737 bills were mailed and 16,000,000 gallons of water were produced during the prior month. Water accountability was 100% for the month. Mr. Homan provided an update on the status of the U.S. Highway 290 corridor construction and the adverse impact on the businesses in the area. 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.

8. Mr. Newton presented the engineer's report and stated that the Molto Properties annexation is moving forward. The developer is continuing to conduct due diligence prior to closing on the tract. Mr. Parrish requested that the District provide out-of-district service to the tract in the event that annexation cannot be timely completed. The Board unanimously approved the request for contingent District service. Mr. Newton stated that he is continuing to work on proposals for service to the Triangle tract and he expects to bring summary to the October Board meeting. Mr. Newton also stated that he has received plans for a new retail center in the White Oaks Springs commercial tract. Mr. Newton also stated that he is updating the emergency preparedness plan for the District.

9. Ms. Hanna presented the audit report for the fiscal year ending March 31, 2018. The report includes an unqualified audit opinion. Upon motion duly made, seconded and unanimously carried, the Board approved the audit and authorized its distribution to the appropriate parties.

10. The Board then reviewed the District's investment policy and noted that no changes to the policy are necessary at this time.

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

Secretary