

HARRIS COUNTY FRESH WATER SUPPLY DISTRICT NO. 61

Minutes of Meeting of Board of Directors
January 20, 2021

The Board of Directors (“Board”) of Harris County Fresh Water Supply District No. 61 (“District”) met on Wednesday, January 20, 2021 in accordance with the duly posted notice of the meeting, with a quorum of Directors present, as follows:

Darrell A. Barroso, President
Lary J. Cangelose, Vice President
Mike Kelley, Secretary
Jon Morgan, Assistant Secretary
Ben A. Solis, 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 B. 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 stated that today was disconnection day. There were 97 disconnections in the District and 9 disconnections in Harris County Municipal Utility District No. 248.

2. The Board then considered the minutes for the meeting held on January 13, 2021. Upon motion made by Director Cangelose, seconded by Director Morgan, 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. He presented Pay Application No. 6 from King Solutions Services, LLC in the amount of \$248,979.19 for their work in connection with phases 7 and 9 of the District’s sanitary sewer rehabilitation project. Upon motion made by Director Solis, seconded by Director Cangelose, and unanimously carried, the Board approved the pay application as presented.

After discussion, upon motion made by Director Cangelose, seconded by Director Solis, and unanimously carried, the Board approved the engineer’s report as presented.

4. The Board then considered a Resolution Authorizing Emergency Repairs, as authorized by Section 49.274 of the Texas Water Code, for the repair of a clarifier at the Barwood wastewater treatment plant. Ms. Seipel noted that this resolution was being adopted in order to provide accurate dollar figures spent to repair to the clarifier. Upon motion made by

Director Solis, seconded by Director Cangelose, and unanimously carried, the Board approved the resolution as presented.

5. The Board then considered the proposed interconnect agreement between the District and Northwest Harris County MUD No. 29. Mr. Homan provided some history of the former interconnect agreement between the parties, noting that it had expired several months ago. He explained that it was in the District's interest to have an interconnect agreement in place and that the new agreement as drafted had favorable terms. Accordingly, upon motion made by Director Kelley, seconded by Director Solis, and unanimously carried, the Board approved the agreement as presented.

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

7. Ms. Magee, Mr. Homan, and Mr. Breeding presented the management report. Mr. Homan noted that all District employees were back at work and feeling well.

Mr. Homan then discussed the District's continued efforts to work with the Texas Department of Transportation ("TxDOT") to finalize a reimbursement agreement between the parties as it relates to the relocation of District water and sanitary sewer lines at N. Eldridge Parkway and F.M. 1960. Mr. Homan noted that District representatives met last week with engineers for TxDOT in an attempt to understand why negotiations regarding the agreement had stalled. Mr. Homan stated that he believed progress had been made as a result of that meeting, and he would report back to the Board with updates.

Mr. Homan stated that he, Mr. Breeding, and Ms. Seipel met with Blazer Residential, a developer interested in developing and having annexed into the District the tract located at 12423 Huffmeister. He told the Board that he would let them know if the District receives additional communications from the developer.

Upon motion made by Director Solis, seconded by Director Cangelose, and unanimously carried, the Board approved the management report as presented.

8. At 6:08 p.m., the Board entered into executive session to discuss the District's pending litigation against Magellan Pipeline Company, L.P. At 6:19 p.m., the District exited executive session. Upon motion made by Director Kelley, seconded by Director Solis, and unanimously carried, the Board approved payment of the court reporter's invoice in the amount of \$24,697.94.

9. The Board lastly considered items for the next Board meeting, including the 2021 tax exemptions.

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

Secretary

Short Term Action Items

1. 2021 Tax Exemptions

Long Term Action Items

1. 222 Rate Analysis for Wastewater Usage
2. Trunk Line Repair - Complete; Discussion of Costs with MUD 222 and MUD 248