

MINUTES OF MEETING OF BOARD OF DIRECTORS  
May 23, 2018

THE STATE OF TEXAS  
COUNTY OF HARRIS  
HARRIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 152

§  
§  
§

The Board of Directors (the "Board") of Harris County Municipal Utility District No. 152 (the "District") met in regular session, open to the public, at the offices of Norton Rose Fulbright US LLP, at 1301 McKinney, Suite 5100, Houston, Texas at 11:30 a.m. on Wednesday, May 23, 2018, whereupon the roll was called of the members of the Board, to wit:

Kelly Cline, President  
Charlie Crocker, Secretary  
Ernest Bezdek, Assistant Secretary  
Andrew Galeucia, Assistant Secretary  
Asdrubal "Dru" Gutierrez, Director

**Persons Attending.** All members of the Board were present. Also attending all or parts of the meeting were Mr. Lizandro Campos of Wheeler & Associates, tax assessor and collector for the District; Mr. Allen Jenkins and Mr. Larry Jones of Inframark, operator for the District; Ms. Karrie Kay of Myrtle Cruz, Inc., bookkeeper for the District; Mr. Brian Gerould of IDS Engineering Group ("IDS"), engineer for the District; Mr. Allen DeJonge of 1190 Designs; Ms. Anthea Moran of Masterson Advisors ("Masterson"); and Ms. Kathleen Ellison and Ms. Erika Smiley of Norton Rose Fulbright US LLP ("NRF"), attorneys for the District.

**Call to Order.** The President called the meeting to order and, in accordance with notice posted pursuant to law, copies of the certificates of posting of which are attached hereto as Exhibit "A," the following business was transacted:

1. **Approve regular meeting minutes of April 25, 2018 and special meeting minutes of May 15, 2018.** The Board considered the proposed regular meeting minutes of April 25, 2018 and special meeting minutes of May 15, 2018, previously distributed to the Board. Upon motion by Director Bezdek, seconded by Director Galeucia, after full discussion and the question being put to the Board, the Board voted unanimously approve the regular meeting minutes of April 25, 2018 and special meeting minutes of May 15, 2018.

2. **Public Comments.** There were no public comments.

3. **Elect Officers.** Ms. Ellison noted that after a director's election, the Board is required to elect officers. Upon motion by Director Crocker, seconded by Director Galeucia, the Board voted unanimously to retain Director Cline as President, Director Crocker as Secretary and Director Galeucia as Assistant Secretary, and to name Director Bezdek as Vice President and Director Gutierrez as Assistant Secretary.

4. **Consider Financial Advisor Contract.** The President recognized Ms. Moran, who presented to and reviewed with the Board an agreement for financial services with Masterson. She noted that numerous employees of the District's current financial advisor have changed companies and are now

with Masterson. Discussion ensued. Upon motion by Director Bezdek, seconded by Director Galeucia, after full discussion and the question being put to the Board, the Board voted unanimously to engage Masterson as the District's financial advisor and send a termination notice to Hilltop Securities.

5. **Review Tax Assessor and Collector's report and authorize payment of bills.** The President recognized Mr. Campos, who presented to and reviewed with the Board the Tax Assessor and Collector's Report for the month of April 2018, a copy of which is attached hereto as Exhibit "B." Mr. Campos noted that 98.33% of the District's 2017 taxes had been collected as of the meeting date.

Upon motion by Director Galeucia, seconded by Director Bezdek, after full discussion and the question being put to the Board, the Board voted unanimously to approve the Tax Assessor and Collector's Report and to authorize payment of check numbers 3920 to 3925 from the Tax Account to the persons, in the amounts, and for the purposes listed in the report.

6. **Review Bookkeeper's Report, approve investment report, and authorize payment of bills.** The President recognized Ms. Kay, who presented to and reviewed with the Board the Bookkeeper's Report, investment report, and a report on District deposits and pledged securities for the month of April 2018, copies of which are attached hereto as Exhibit "C."

Upon motion by Director Crocker, seconded by Director Galeucia, after full discussion and the question being put to the Board, the Board voted unanimously to approve the Bookkeeper's Report, to approve the Investment Report, and to authorize payment of check numbers 9094 through 9113 from the General Operating Account to the persons, in the amounts, and for the purposes listed in such report.

7. **Discuss and take necessary action in connection with District website.** The Board reviewed the website preview provided by Mr DeJonge. President Cline noted several changes to the website content. Discussion ensued. It was the consensus of the Board to have the directors review the website, recommend revisions and submit them to Director Galeucia as the point person for website matters.

8. **Review Operations, authorize repairs, conduct hearing and terminate delinquent accounts.** The President recognized Mr. Jenkins, who presented to and reviewed with the Board the Operations Report for the month of April 2018, a copy of which is attached hereto as Exhibit "D." Mr. Jenkins stated that 94.15% of the water pumped was billed for the period from March 22, 2018, through April 20, 2018. He asked the Board to authorize Inframark to send six accounts totaling \$1,063.56 to collections and to write off two accounts totaling \$23.68.

Mr. Jenkins reviewed proposals for mowing services from LHLC Horticultural Solutions, Yellowstone Landscape, and TJMT Services. He noted that he has previous experience with TJMT Services.

Discussion ensued regarding meter replacement. It was the consensus of the Board to restart the meter change-out program.

Upon motion by Director Galeucia, seconded by Director Bezdeck, after full discussion and the question being put to the Board, the Board voted unanimously to approve the Operations Report, accept the proposal from TJMT Services for mowing, authorize Inframark to send six accounts totaling

\$1,063.56 to collections, approve write off of two accounts totaling \$23.68, and terminate the delinquent accounts in accordance with the Rate Order.

9. **Approve Consumer Confidence Report.** Mr. Jenkins presented to and reviewed with the Board the Consumer Confidence Report, a copy of which is attached to the Operations report. Upon motion by Director Crocker, seconded by Director Bezdek, after full discussion and the question being put to the Board, the Board voted unanimously to approve the 2017 Consumer Confidence Report and authorize electronic distribution of the report to District residents by placing a direct link on customer water bills.

10. **Review Engineer's Report and authorize time extension requests, pay estimates, and change orders for pending contracts.** The President recognized Mr. Gerould, who presented to and reviewed with the Board the Engineer's Report, a copy of which is attached hereto as Exhibit "E."

Mr. Gerould reported that he is preparing a bid package for the repairs that were found during the cleaning and televising. He stated that he spoke with a contractor about the potential for using a Top Hat repair to save a resident's tree, and the contractor will evaluate whether it is feasible.

Mr. Gerould reported that Inframark dye tested the manhole on Town Center Blvd and no leak was found. He suspects that Harris County may have stopped the leak when they sealed the manhole. Mr. Gerould reported that there was likely still a void after the county repair and the sidewalk continued to settle as the soil below it consolidated. Director Gutierrez noted that he will follow-up with Harris County regarding sidewalk repair.

Mr. Gerould reported that he spoke with the engineer for the assisted living center on West Lake Houston Parkway and they anticipate submitting plans for review near the beginning of July.

Upon motion by Director Crocker, seconded by Director Galeucia, after full discussion and the question being put to the Board, the Board voted unanimously to approve the Engineer's Report.

11. **Authorize capacity commitments.** There were no requests for capacity commitments.

12. **Discuss and Consider Director attendance at summer AWBD conference in San Antonio, Texas.** Upon motion by Director Crocker, seconded by Director Bezdek, after full discussion and the question being put to the Board, the Board voted unanimously to authorize Director Gutierrez's attendance at the summer AWBD conference in San Antonio, Texas.

THERE BEING NO FURTHER BUSINESS TO COME BEFORE THE BOARD, the meeting was adjourned.

\* \* \*

The above and foregoing minutes were passed and approved by the Board of Directors on June 27, 2018.

Jelly Chiu  
President, Board of Directors

[Signature]  
Secretary, Board of Directors

(DISTRICT SEAL)

