

HARRIS COUNTY WATER CONTROL AND IMPROVEMENT DISTRICT NO. 99

MINUTES OF MEETING OF BOARD OF DIRECTORS

JANUARY 17, 2017

The Board of Directors (the "Board" or "Directors") of Harris County Water Control and Improvement District No. 99 (the "District") met in regular session, at 6:30 p.m., at 19423 Lockridge Drive, Spring, Texas 77373, on Tuesday, January 17, 2017, pursuant to notice of said meeting posted in accordance with Chapter 551 of the Texas Government Code; whereupon the roll was called of the members of the Board, to-wit:

Thomas Eisterhold	President
Monte Lee Cooper	Vice President
Tim Evans	Assistant Secretary
Ed Jensen	Secretary/Treasurer/Investment Officer
Annette Bethany	Director/Records Management Officer

All members of the Board were present, thus constituting a quorum. Also attending all or portions of the meeting were: Mr. Chris Oliver of Eagle Water Management, Inc., operator for the District ("Operator" and/or "Eagle Water"); Ms. Tina Buchanan of Equi-Tax, Inc., tax assessor-collector and bookkeeper for the District ("Equi-Tax"); Messrs. David Vogt and Sergio Van Dusen of Vogt Engineering, L.P., engineer for the District ("Engineer"), and Ms. Marisa L. Roberts, Legal Assistant of Johnson Petrov LLP, attorney for the District ("Attorney"); Chris and Susie Paddock; and Mrs. Debbie Jensen, all residents of the District.

The President, after finding that notice of the meeting was posted as required by law and determining that a quorum of the Board was present, called the meeting to order and declared it open for such business as may regularly come before it.

1. Minutes. The Board reviewed the minutes of the regular meeting held on December 20, 2016, a copy of which was previously distributed to the Board. Upon motion by Director Cooper, seconded by Director Jensen, after full discussion and with all Directors present voting aye, the Board approved the regular meeting minutes of December 20, 2016 as presented.

2. Bookkeeper's Report/Investment Report/Tax Assessor-Collector's Report/Energy Usage Report. Ms. Buchanan presented to and reviewed with the Board, the Bookkeeper's Report, Investment Report, Tax Assessor-Collector's Report, and Energy Usage Report for the previous month, copies of which are attached hereto collectively as Exhibit "A."

a. Ms. Buchanan next reported that TexPool is paying 0.4570% interest and the net asset value is 1.00014. The Investment Officer signed the Investment Report. She also presented and reviewed the Energy Usage Report.

Upon motion by Director Cooper seconded by Director Jensen, after full discussion and the question being put to the Board, all members of the Board present voted to 1) approve the Bookkeeper's Report, Investment Report, Tax Assessor-Collector's Report, and Energy Usage Report, as presented, 2) authorize the payment of checks numbered 11133 through 11157 from the Operating Account, 3) authorize the payment of one (1) check numbered 2360 from the Tax Account.

3. Operator's Report. Mr. Oliver presented the Operations Report, a copy of which is attached hereto as Exhibit "B," and responded to questions from the Board.

a. Mr. Oliver reported the average daily flow at the sewer plant during the previous month was 97,000 G.P.D. and the pumped to billed ratio was 96.95% at the water plant. Mr. Oliver also noted that the North Harris County Regional Water Authority would be increasing their rates effective April. Director Bethany stated that the District had not received formal notice of same, but that once it was received; Eagle Water would need to include said notice on the water bill to all of the District's customers.

Mr. Oliver next presented the Monthly Light Fixture Review, a copy of which is attached to the Operator's Report.

Next, Mr. Oliver presented twenty-two (22) termination notices.

Lastly, Mr. Oliver presented a letter from Adela Cortez for the property at 19114 Tyrone, a copy of which is attached to the Operator's Report. Ms. Cortez stated in her letter that she would be attending tonight's meeting, but did not show. The Board reviewed her letter whereby she stated that she believes her meter is not reading correctly and has requested a replacement meter. She also stated that she has had her home inspected. Discussion ensued. The Board discussed that at the request of the customer, the meter had been re-read three (3x) times in 2016 and the meter showed to be accurate. The Board authorized Eagle Water to respond to Ms. Cortez and offer to show her how to check her meter and to also offer to replace her meter at a cost of \$95.00.

Ms. Buchanan then exited the meeting at 6:55 p.m.

Director Bethany stated that the following customers have moved out of the District without paying their final water bills. She then reported that the deposits for which have been applied and thereby the amounts below remain unpaid.

Account No.	Address	Amount Owed	Month Moved
99-2009	19122 Challe Circle W.	\$101.46	January 2016
99-19422	19207 Casper Dr.	\$188.48	June 2016
99-13702	602 Andover	\$ 19.89	August 2016
99-24763	1324 Lemm Road #2	\$ 84.16	April 2016
99-15752	606 Turley	\$ 84.98	December 2015
99-30100	19526 Rippon	\$ 48.84	February 2015

Director Bethany then made a motion, that Eagle Water write off the unpaid balances and turn the list over to collections. The motion was seconded by Director Cooper, after full discussion and the question being put to the Board, and all members of the Board present authorized Eagle Water to write off the unpaid balances and to turn the list over to collections.

Next, Director Bethany presented a list of meters that needed to be changed out, a copy of which is attached to the Operator's Report. She stated that Account No. 99-24768, under EW Painting, is no longer EW Painting, according to the signs on the property. She requested Eagle

Water to contact them to find out the current owner in order for them to pay a deposit and transfer fee as well as update the current name on the account.

Upon motion by Director Bethany, seconded by Director Cooper, after full discussion and the question being put to the Board, all members of the Board present authorized Eagle Water to contact EW Painting to pay a deposit, transfer fee and update the current name on the account.

b. Challe Circle W. Lift Station. The Challe Circle W. Duplex Lift Station is complete, pending final inspection by Vogt Engineering, L.P.

Upon motion by Director Evans, seconded by Director Cooper, after full discussion and with all Directors present voting aye, the Board approved the Operator's Report.

4. Engineer's Report. The Engineer's Report was presented by Mr. Vogt, a copy of which is attached as Exhibit "C".

a. Mr. Vogt presented and reviewed the cost estimates and plans for three (3) options to connection to the District's water system to WCID 110 for a long-term water source plan. Discussion ensued. The Board tabled making a final decision until the February Board of Director's meeting and requested Mr. Vogt to find out the owner of the Reserve A & B, in Spring Park Village subdivision.

b. The Board inquired about the ownership of Reserves A and B, both are within the boundaries of WCID 110, and Director Bethany mentioned that perhaps the Delinquent Tax Attorney for WCID 110 could provide WCID 99 with the owner's contact information so that the District could attempt to acquire the properties. No further action was taken.

c. Mr. Vogt stated he would make it a priority to inspect the Challe Circle W. Duplex Lift Station.

Upon motion by Director Evans, seconded by Director Jensen, after full discussion and with all Directors present voting aye, the Board approved the Engineer's Report.

5. Annual Agenda/Miscellaneous Business.

a. Ms. Roberts passed out the Ethics Policy and Fees of Office for the Board's review and also as a reminder of the policies in place regarding reimbursement. The Board did not take any action at this time.

b. Director Bethany stated she would request a proposal from Ms. Curlee with McDonald Wessendorff Insurance Company for the annual insurance renewal.

c. Ms. Roberts informed the Board that Johnson Petrov had completed the annual Eminent Domain filing with the Texas Comptroller's Office and a copy of the filing confirmation receipt is attached hereto as Exhibit "D".

6. Public Comment. Ms. Paddock asked when might there be a rate increase. Director Bethany explained that a rate increase is needed due to the District's expenses and upkeep of the District's facilities, but that the Board had not had an opportunity to discuss so she could not give a definite date of when.

THERE BEING NO FURTHER BUSINESS TO COME BEFORE THE BOARD,
the meeting was adjourned at 8:13 p.m.

Pay the Bills: As previously approved by the Board, the following bills were paid:


Checks Written on Operations Account # 0751-690363

WCID # 99

January 17, 2017

Item Payable To:	Check #	Amount	STP/WP	Account/Invoice#	For:
1 AT&T	11133	130.63	WP	281-288-3728-078-0	Fault Monitoring Line
2 AT&T	11134	130.63	STP	281-288-5820-614-4	Fault Monitoring Line
3 AT&T	11135	128.49	STP/LS	281-288-5942-008-2	Fault Monitoring Line
4 Center Point Energy	11136	26.75	STP	4610016-0	Gas for Generator
5 Reliant Energy	11137	48.05	LS/STP	1 499 574 - 0	Electricity
6 Reliant Energy	11138	1,816.57	WP	1 500 985 - 7	Electricity
7 Reliant Energy	11139	1,997.19	STP	1 505 184 - 0	Electricity
8 Waste Connections of Texas	11140	163.36	STP	1072622	Dumpster
9 All-Pump & Equip Co	11141	4,706.07	STP	Inv# A1065076	Clarifier Gear Box
11 CFI Services, Inc	11142	300.00	STP	Inv# 53843	Bi-annual Flow meter Calibration
12 DXI Industries	11143	389.36	WP	DE05008688-16 70.00	Chemicals
			STP	055021454-16 212.91	Chemicals
			WP	055021453-16 106.45	Chemicals
13 Eagle Water Management, Inc.	11144	21,483.85		December 2016	Operations & Maintenance
14 E T I Bookkeeping Services	11145	700.00		Inv # 7834	Bookkeeping Fees
15 Johnson Petrov LP	11146	1,907.09		Inv# 1439	Legal Fee
16 Lawns & More	11147	345.00	STP	235.00 Inv# 1402	Mowing Contract - December
			WP	110.00 Inv# 1402	Mowing Contract - December
17 Neil Technical Services Corp	11148	475.00	LS/STP	Inv# 71007	Clean Lift Pump #2
18 NHCRWA	11149	9,420.00	WP	December 2016	Water Usage Monthly Billing
19 South Texas Utilities	11150	9,986.31	LS/STP	Inv# 25462	Fabricate Lift Station
20 Texas Commission on Environment	11158	1,943.23		Acct# P0301	Annual Assessment Fee
21 Vogt Engineering	11152	372.50		Inv# 2224	Services thru December 4, 2016
22 Edward Jullus Turpin	11153	122.74		19203 Casper Drive	Deposit Refund
23 Annette Bethany	11154	265.57		Director Fees	Monthly Mtg Additional Fees
24 Monte L Cooper	11155	138.52		Director Fees	Monthly Mtg
24 Edward Jensen		-		Director Fees	Monthly Mtg - To Withholding
25 Thomas Eisterhold	11156	138.52		Director Fees	Monthly Mtg
26 Timothy Evans	11157	323.22		Director Fees	Monthly Mtg Additional Fees

PASSED AND APPROVED on the 21st day of February, 2017.



Secretary
Board of Directors

EXHIBITS:

- A - Bookkeeper's Report, Investment Report,
Tax Assessor-Collector's Report, Energy Report
- B - Operations Report
- C - Engineer's Report
- D - Eminent Domain Filing Confirmation

**Minutes recorded by Marisa L. Roberts
Johnson Petrov LLP
Regular Session January 17, 2017**

