

HARRIS COUNTY WATER CONTROL AND IMPROVEMENT DISTRICT NO. 99

MINUTES OF MEETING OF BOARD OF DIRECTORS

APRIL 17, 2018

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, April 17, 2018, 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: Chris Oliver of Eagle Water Management, Inc., operator for the District ("Operator" and/or "Eagle Water"); Tina Buchanan of Equi-Tax, Inc., tax assessor-collector and bookkeeper for the District ("Equi-Tax"); Sergio Van Dusen of Vogt Engineering, L.P., engineer for the District ("Engineer"); Zachary A. Petrov, Attorney and Marisa L. Roberts, Legal Assistant of Johnson Petrov LLP, attorney for the District ("Attorney"); and several residents of the District (see Sign-In Sheet).

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 March 20, 2018, 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 minutes of the regular meeting March 20, 2018, 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 1.5156% interest and the net asset value is 0.99981. She also presented and reviewed the Energy Usage Report.

b. Ms. Buchanan next reviewed and discussed the budget for fiscal year March 31, 2019. Director Bethany requested a copy of the Energy Report to post per state guidelines. Ms. Roberts stated she would provide documentation to Ms. Buchanan regarding LARG Management in order to determine the refund owed.

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 11578 through 11607 from the Operating Account, 3) authorize the payment of one (1) check numbered 2376 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 89,000 G.P.D. He also reported the pumped to billed ratio was 85.38% at the water plant. Mr. Oliver noted that for the age of Water Well #2, which had been rehabbed in 2013, the well is in good working order and it is only utilized five (5) months throughout the year and he felt that the well had approximately 8 to 10 years of life remaining.

Mr. Oliver also reported that he met with Timber Lane MUD's operator and that Timber Lane is currently not on chloramines. He also reported that the district has approximately 6,500 connections and five (5) wells.

b. Mr. Oliver next presented the Monthly Light Fixture Review, a copy of which is attached to the Operator's Report. He reported thirty-nine (39) delinquency notices were sent out to customers while twenty-seven (27) remain unpaid to date. He also reported that the annual load-bank tests performed on the water plant and sewer plant generators is scheduled for the first part of May.

Director Eisterhold inquired about the last time the large well had been camera surveyed and what the approximate cost was. Mr. Oliver stated it was approximately \$6,650. Discussion ensued on whether to have the well camera surveyed again. No action was taken to have another camera survey.

Mr. Zachary Petrov provided an update on the Board's recent meeting with the engineer of the North Harris County Regional Water Authority ("NHCRWA"). The NHCRWA would be willing to reimburse the District for costs and reasonable engineering fees for the portion of the water line that the District would construct. The reimbursement would be in the form of water credits from the NHCRWA in 4 to 5 years and would be conditioned on three (3) main items: 1) that the District has an emergency water supply agreement with HCWCID 110; 2) the water line is built to the NHCRWA's specifications; and 3) that the water line is built in an easement in the NHCRWA's name, excluding a road right-of-way. The NHCRWA would also reimburse the District for reasonable easement costs in the same manner as the water line. Additionally, the NHCRWA stated that they would move up the timeline for the construction of the water line project in the District's area and make the project a higher priority. The President of the Board asked what the new timeline for the project would be, as in would engineering and construction start before the new City of Houston water plant was up and running. Z. Petrov stated that he was not sure, but would check with A. Petrov. Mr. Van Dusen expressed concern about getting an easement in the NHCRWA's name and that it would probably require going door-to-door and requesting an easement from each property owner.

Mr. Oliver updated the Board regarding the driveway violation at 18915 Casper Drive. He reported that the gentleman cut the driveway back.

c. Next, Director Eisterhold reviewed with the Board suggested increases to the District's Rate Order, copies of which had been distributed to the Board prior to the meeting. A copy is attached hereto as "Exhibit B-1."

Upon motion by Director Evans, seconded by Director Bethany, after full discussion and with all Directors present voting aye, the Board approved the suggested increases to the District's Rate Order.

Upon motion by Director Jensen, seconded by Director Evans, 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. Van Dusen, a copy of which is attached as Exhibit "C".

Mr. Van Dusen update the Board on the construction at the 18718 Casper Drive property, stating that Vogt Engineering provided a construction report of the as-built condition of the manhole and sanitary line to serve Lot 4 of Casper Lane Estates, noting that the manhole is complete in accordance with the plans and specifications.

Mr. Van Dusen also stated that Nathan Adams, an engineer with BGE contacted his office regarding service to the golf tract on E. Cypresswood Drive as an out of district customer.

Director Eisterhold requested Vogt Engineering to put together a schedule for putting down the pipeline down Lockridge to E. Cypresswood Drive for the Interconnect with HCWCID 110.

Upon motion by Director Eisterhold, seconded by Director Evans, after full discussion and with all Directors present voting aye, the Board authorized Vogt Engineering to put a schedule together regarding the pipeline down Lockridge to E. Cypresswood Drive for the Interconnect with HCWCID 110.

Upon motion by Director Cooper, seconded by Director Jensen, after full discussion and with all Directors present voting aye, the Board approved the Engineer's Report, including the authorizing Vogt Engineering approximately one (1) hour to discuss service to the golf tract on E. Cypresswood Drive.

5. Public Comment.

Ms. Young thanked Director Bethany for her many years of service to the Board and the District.

Ms. Evans commented about deed restrictions pertaining to a fence and suggested the gentleman with the driveway violation should come to discuss the issue with the Board.

Ms. Paddock inquired about the previous reported revenues in 2015 and 2016.

6. Executive Session. The Board then entered into an Executive Session; pursuant to Section 551.071 of the Texas Government Code concerning consultation with attorney was called as of 8:35 p.m. Everyone departed the meeting with the exception of the Board, Sergio Van Dusen, Chris Oliver, Marisa Roberts and Zachary Petrov. As of 8:52 p.m., the President declared the Executive Session was ended and the public session resumed.

No action was taken from the executive session.

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

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


Checks Written on Operations Account #0751-690363

WCID #99

April 17, 2018

Item #	Payable To:	Check #	Amount	STP/WP	Account/Invoice#	For:
1	AT&T	11578	151.48	WP	281-288-3728-078-0	Fault Monitoring Line
2	AT&T	11579	151.48	STP	281-288-5820-614-4	Fault Monitoring Line
3	AT&T	11580	148.69	STP/LS	281-288-5942-008-2	Fault Monitoring Line
4	Center Point Energy	11581	27.73	STP	4610016-0	Gas for Generator
5	Reliant Energy	11582	16.67	LS/STP	1 499 574 - 0	Electricity
6	Reliant Energy	11583	1,562.56	WP	1 500 965 - 7	Electricity
7	Reliant Energy	11584	1,991.46	STP	1 505 184 - 0	Electricity
8	Waste Connections of Texas	11585	188.83	STP	Inv# 1569815	Dumpster
9	AWBD	11586	160.00		Inv# 171104 \$80.00	Director Training
					Inv# 170475 \$80.00	Director Training
9	CFI Services Inc	11587	184.98	WP	Inv# 59276	Maintenance
10	DXI Industries, Inc.	11588	522.34	WP	Inv# 055003639-18 \$226.17	Chemicals
				STP	Inv# 055003640-18 \$226.17	Chemicals
				WP	Inv#DE050001243-18 \$70.00	Chemicals
11	Eagle Water Management, Inc.	11589	7,234.64		March 2018	Operations & Maintenance
12	E T I Bookkeeping Services	11590	700.00		Inv# 8194	Bookkeeping Fees
13	Johnson Petrov LP	11591	4,590.63		Inv# 2089	Legal Fee
					Inv# 2090	Election
14	LanguageUSA Inc	11592	135.00		Inv# 257318	Election
15	Lawns & More	11593	345.00	STP	Inv# 1717 \$235.00	Mowing Contract - October
				WP	Inv# 1717 \$110.00	Mowing Contract - October
16	NHCRWA	11594	14,462.30	WP	March 2018	Water Usage Monthly Billing
17	Source Point Solutions	11595	1,688.00	STP	Inv# 55489 \$11458.00	Maintenance
				STP	Inv# 55353 \$540.00	Maintenance
18	Vogt Engineering	11596	6,573.75		Inv# 2623 \$1023.75	Pleytez Duplex
					Inv# 2625 \$1196.25	Engineer Fee - Investigate WS
					Inv# 2624 \$4353.75	Engineer Fee
19	Alfredo Juan Spencer		150.00		18823 Casper Drive	Deposit Refund
20	John S. Gastmyer		97.24		611 Ames Street	Deposit Refund
21	Joseph Robert Macri		22.00		19019 Whitewood Dr	Deposit Refund
22	Larg Management Group LLC		35.00		708 E. Cypresswood Dr	Deposit Refund
23	Mario Carlos Ortiz		100.43		627 Andover Street	Deposit Refund
24	Michael Winkler		23.01		18918 Casper Drive	Deposit Refund
25	Michelle Y Dimas		150.00		463 Dover Lane	Deposit Refund
	Edward Jensen		-		Director Fees	Monthly Mtg To Withholding
26	Annette Bethany		265.58		Director Fees	Monthly Mtg/ Additional Fees
27	Monte L Cooper		138.53		Director Fees	Monthly Mtg
28	Thomas Eisterhold		138.53		Director Fees	Monthly Mtg
29	Timothy P. Evans		323.23		Director Fees	Monthly Mtg/ Additional Fees
Total			42,279.09			

PASSED AND APPROVED on the 15th day of May, 2018.

 5-15-2018
Assistant Secretary
Board of Directors

EXHIBITS:

- A - Bookkeeper's Report, Investment Report,
Tax Assessor-Collector's Report, Energy Report
- B - Operations Report
- B-1 - Amended Rate Order
- C - Engineer's Report

Minutes recorded by Marisa L. Roberts
Johnson Petrov LLP
Regular Session April 17, 2018

