

HARRIS COUNTY WATER CONTROL AND IMPROVEMENT DISTRICT NO. 99

MINUTES OF MEETING OF BOARD OF DIRECTORS

JULY 18, 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, July 18, 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: Michael Others of McCall, Gibson & Company, PLLC, auditor for the District ("Auditor"); 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"), and Marisa L. Roberts, Legal Assistant of Johnson Petrov LLP, attorney for the District ("Attorney"); Debbie Jensen; Marsha Evans; Rudy Playtez, Carlos Playtez, Rudy J. Playtez, Adela Cortez, Mark and Debbie Wells, Chris and Susie Paddock; all residents of the District and Damien Johnson, website designer.

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 June 20, 2017, a copy of which was previously distributed to the Board. Upon motion by Director Evans, seconded by Director Cooper, after full discussion and with all Directors present voting aye, the Board approved the regular meeting minutes of June 20, 2017.

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 0.7121% interest and the net asset value is 1.00003. 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 11300 through 11333 from

the Operating Account, and 3) authorize the payment of one (1) check numbered 2367 from the Tax Account.

3. Auditor's Report. Mr. Others presented a draft of the audit for the fiscal year ended March 31, 2017, copies of which are attached hereto as Exhibit "B." Mr. Others reported that the Auditor issued a clean opinion and that McCall Gibson will file said audit with the TCEQ upon final review by Johnson Petrov. Mr. Others then responded to questions from the Board.

Upon motion by Director Jensen, seconded by Director Evans, after full discussion and the question being put to the Board, the Board voted to approve the audit for fiscal year ended March 31, 2017.

4. 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 83,000 G.P.D. and the pumped to billed ratio was 95.890% at the water plant.

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

b. He also presented twenty-two (22) termination notices for nonpayment.

Director Evans stated that upon his routine inspections of the water plant, sewer plant and Challe Circle W. Lift Station ("Lift Station") there were no security issues to report. Director Evans stated that during the summer months the grass needed to be mowed weekly.

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.

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

a. Mr. Van Dusen reported that he received a service request from Rudy Playtez for a duplex being built at 18718 Casper Drive (Lot 4 of Casper Lane Estates) and that Mr. Van Dusen also provided a copy of the service application and the District's Rate Order to Mr. Playtez. Mr. Playtez presented the Board with his deposit in the amount of \$5,000 for extension of the sanitary sewer line to the referenced property. Mr. Van Dusen requested the Board's authorization to proceed with the feasibility letter for service to 18718 Casper Drive.

Upon motion by Director Cooper, seconded by Director Evans, after full discussion and with all Directors present voting aye, the Board authorized Vogt Engineering to proceed with the feasibility letter for service to 18718 Casper Drive.

b. Mr. Van Dusen stated that Vogt Engineering will meet with the District's Operator to review the asset inventory list and confirm the age of each asset.

c. Next, he stated that vent at the Challe Circle W. Lift Station has been modified.

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

6. Annual Agenda/Miscellaneous Business.

a. Ethics Policy and Fees of Office. The Board tabled this item and did not take any action at this time.

The President moved to Public Comment as Mr. Damien Johnson had not yet arrived.

7. Public Comment.

Mr. Mark Wells, President of the NHE Civic Club invited the Board to attend their next meeting scheduled for September 13, 2017 for information regarding chloramines among other things. He also asked if the Water District would consider replacing the fence at the Water Plant with a board fence. Director Bethany stated there are red signs on the gates that advise people to call 911 to report unusual or suspicious activities, which is Federal and Statute statutes. Director Eisterhold thanked Mr. Wells for coming to the meeting and extending the invitation.

Ms. Adela Cortez, who resides at 19114 Tyrone discussed her reoccurring high water bills. After some discussion, Director Bethany stated the meter was re-read and also tested several times previously at the customer's request. She said a supervisor at Eagle Water would review the file and make contact with Ms. Cortez to address the issue further. Ms. Cortez thanked the Board.

Resume Annual Agenda/Miscellaneous Business.

b. Communications with District Customers. Mr. Johnson provided an activity report and noted that the District's website is now accessible to the public.

THERE BEING NO FURTHER BUSINESS TO COME BEFORE THE BOARD,
the meeting was adjourned at 7:36 p.m.

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

Checks Written on Operations Account # 0751-690363

W C I D # 99

July 18, 2017

Item	Payable To:	Check #	Amount	STP/WP	Account/Invoice#	For:
1	AT&T	11300	139.30	WP	281-288-3728-078-0	Fault Monitoring Line
2	AT&T	11301	139.30	STP	281-288-5820-614-4	Fault Monitoring Line
3	AT&T	11302	137.16	STP/LS	281-288-5842-008-2	Fault Monitoring Line
4	Center Point Energy	11303	29.46	STP	4610016-0	Gas for Generator
5	Reliant Energy	11304	21.35	LS/STP	1 499 674 - 0	Electricity
6	Reliant Energy	11305	2,026.99	WP	1 500 965 - 7	Electricity
7	Reliant Energy	11306	1,794.34	STP	1 505 184 - 0	Electricity
8	Waste Connections of Texas	11307	177.78	STP	Inv# 1335672	Dumpster
9	DXI Industries	11308	286.81	STP	70.00 Inv#DE05003928-17	Chemicals
				STP	216.81 Inv#056009424-17	Chemicals
10	Eagle Water Management, Inc.	11309	7,110.22		June 2017	Operations & Maintenance
11	E T I Bookkeeping Services	11310	765.00		Inv# 7979	Bookkeeping Fees
12	Exterior Options Pressure Cleaning	11311	885.00		Inv# 17062801	Remove Graffiti
13	Johnson Petrov LP	11312	1,610.36		Inv# 1670	Legal Fee
14	Lawns & More	11313	345.00	STP	235.00 Inv# 1528	Mowing Contract - May
				WP	110.00 Inv# 1528	Mowing Contract - May
	McCall Gibson Swedlund Barfoot PLLC	11314	8,000.00			2017 Audit Interim Bill
15	Neil Technical Services, Corp	11315	2,409.00	STP	Inv# 73516-2	Maintenance
16	NHCRWA	11316	14,993.00	WP	June 2017	Water Usage Monthly Billing
17	Source Point Solutions, Inc.	11317	1,330.00	LS/STP	Inv# 52829	Maintenance
18	Vogt Engineering	11318	2,171.25		Inv# 2387	Investigation of Water Supply
19	Andrew Graham Ermon	11319	106.81		19015 Lockridge Dr	Deposit Refund
20	Cheryl Kay Canady	11320	103.62		427 Bickett Lane	Deposit Refund
21	Deborah S Gant	11321	106.81		19012 Lockridge Dr	Deposit Refund
22	Marisol Venegas	11322	90.86		19223 Lockridge Dr	Deposit Refund
23	Mary V Peppard	11323	106.81		18819 Casper Drive	Deposit Refund
24	Richard Archibald	11324	103.62		627 Dresher Drive	Deposit Refund
25	UR Construction	11325	1,000.00		18646 Casper	Builder Deposit Refund
26	William John Gordon	11326	928.83		1310 Lemm Rd #2	Special Deposit Refund
27	Annette Bethany	11327	265.67		Director Fees	Monthly Mtg / Additional Fees
28	Edward Jensen	11328			Director Fees	Monthly Mtg - To Withholding
29	Monte L Cooper	11329	138.62		Director Fees	Monthly Mtg
30	Thomas Elsterhold	11330	138.62		Director Fees	Monthly Mtg
31	Timothy Evane	11331	323.22		Director Fees	Monthly Mtg / Additional Fees
32	Vogt Engineering	11332	3,166.75		Inv# 2388	Engineering Fee
33	Jerry Ainsworth	11333	1,000.00			Reimburse Materials for fencing adjoining water plant

June 30, 2017

PASSED AND APPROVED on the 15th day of August, 2017.

[Signature]
Asst. Secretary
Board of Directors

EXHIBITS:

- A - Bookkeeper's Report, Investment Report,
Tax Assessor-Collector's Report, Energy Report
- B - Audit Report for FYE March 31, 2017
- C - Operations Report
- D - Engineer's Report

**Minutes recorded by Marisa L. Roberts
Johnson Petrov LLP
Regular Session July 18, 2017**

