

HARRIS COUNTY WATER CONTROL AND IMPROVEMENT DISTRICT NO. 99

MINUTES OF MEETING OF BOARD OF DIRECTORS

AUGUST 21, 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, August 21, 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:

Monte Lee Cooper	President
Billy Ray Fritsche	Vice President
Tim Evans	Assistant Secretary
Ed Jensen	Secretary/Treasurer/Investment Officer
Charles Leroy Richardson	Director/Operations Maintenance Officer

All members of the Board were present, thus constituting a quorum. Also attending all or portions of the meeting were: Mike Plunkett 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 and Caitlin Bobb EIT of Vogt Engineering, L.P., engineer for the District ("Engineer"); Mike Howlett, representative for Harris County Precinct 4 Parks Department, Bud Gessel, board member of Timber Lane Utility District; Alan P. 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 July 17, 2018, a copy of which was previously distributed to the Board. Upon motion by Director Fritsche, seconded by Director Jensen, after full discussion and with all Directors present voting aye, the Board approved the minutes of the regular meeting July 17, 2018, as revised.

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 1.8896% interest and the net asset value is 0.99998. She also presented and reviewed the Energy Usage Report.

b. Ms. Buchanan reported check number 11678 to Gene Odom and check number 11701 to Charles Richardson were voided. Ms. Buchanan 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, 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 11702 through 11730 from the Operating Account; and 3) authorize the payment of one (1) check numbered 2380 from the Tax Account.

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

a. Mr. Plunkett reported the average daily flow at the sewer plant during the previous month was 76,000 G.P.D. He also reported the pumped to billed ratio was 93.08% at the water plant.

Mr. Plunkett next presented the Monthly Light Fixture Review, a copy of which is attached to the Operator's Report. He reported fifteen (15) delinquency notices were sent out to customers while seven (7) remain unpaid to date.

Additionally, Mr. Plunkett stated Eagle Water filed the annual Sludge Report and the DMR report for July with the TCEQ.

Next, Director Fritsche presented a breakdown of the current water meter total readings based on the July 2018 and discussed with the Board a suggestion for future meter replacement, a copy of which is attached hereto as Exhibit "C". Discussion ensued.

Upon motion by Director Fritsche, seconded by Director Richardson after full discussion and the question being put to the Board, all members of the Board authorized Eagle Water to replace the 58 meters with a reading of 3 Million and over, based on "output," within thirty (30) days.

Upon motion by Director Fritsche, seconded by Director Jensen after full discussion and the question being put to the Board, all members of the Board present 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 "D".

a. Mr. Van Dusen reviewed the Engineer's Report with the Board and responded to questions.

i. Mr. Van Dusen reviewed the Asset Management Report and stated he would get with Eagle Water to complete the list and to include any possible future repairs needed.

ii. Next, Mr. Van Dusen explained why the erosion project was needed. He further stated that that the District and the County share in the responsibility, since the District owns the piers and lines supporting them and the County owns the banks.

iii. Mr. Van Dusen presented Director Cooper with the TCEQ permit renewal application to discharge treated wastewater. Ms. Roberts will notarize said application.

iv. There has been no further correspondence from Mr. Playtez regarding the county permit.

v. Spring High School contacted Vogt Engineering regarding an expansion project, but no formal application has been received.

b. Surface Water Conversion and NHCRWA 2025 Transmission System.

Mr. Petrov updated the Board regarding the North Harris County Regional Water Authority's ("NHCRWA") plans to connect with WCID 99 to bring surface water to the District no later than 2025, but as early as 2023, which is contingent on the City of Houston's expansion of their water treatment plant, the NHCRWA's installation of a new pump station and that the District's conversion to chloramines. He also stated that WCID 99 could install the line themselves, using the NCHRWA's specifications and that the NHCRWA could take over the line in 2025. WCID 99 would receive reimbursement of the cost of the line through water credits. He stated another option, should the District not want to convert to chloramines would be to pursue discussions with Timber Land UD for an Emergency Water Supply Interconnect. Director Jensen did ask if the NHCRWA would provide some sort of letter of commitment. Mr. Petrov responded favorably. Director Cooper stated that WCID 99 needs to make a decision for an emergency water supply.

Mr. Van Dusen stated he would like to continue discussions with Timber Lane UD.

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

5. New Business/Annual Agenda.

a. Ethics Policy. Director Cooper tabled further discussion of the Ethics Policy.

b. Payment Options. Director Jensen reported that he contact Monique Harrison at BBVA bank regarding available billing programs and provided a copy of the email response, a copy of which is attached hereto as Exhibit "E". He will be in touch with the department manager and report any updates in September.

c. Director Fritsche presented and reviewed a report of his review of the existing Emergency Water Supply Contract with WCID 110 and discussions with Mr. Plunkett regarding same. A copy of the report is attached hereto as Exhibit "F". Discussion ensued.

Mr. Plunkett stated he would contact WCID 110 regarding the cost for flushing the lines to remove dormant water and to test the chloramine level.

6. Public Comment.

Mr. Mike Howlett, a representative of the Harris County Precinct 4 Parks Department (the "County") talked about their project for a Spring Creek Greenway Trail and asked the District to consider donating a recreational easement. Discussion ensued. Mr. Paddock asked if the County provided security on the trails. Mr. Howlett responded yes, Harris County has Park staff on all trails while they are open, which is from dawn to dusk. Director Cooper asked if he would put together a proposal, to which he responded favorably. Mr. Petrov asked if the County would provide the metes and bounds. Mr. Howlett responded yes and that the County could also provide a form easement document.

Director Cooper asked the Public if they preferred to have Public Comment at the beginning or end of the meeting. Several were in favor of the beginning. Ms. Paddock stated she preferred to comment at the end.

Mr. Kiger asked if the Board had considered moving the meetings to another location. Director Cooper responded it would need to be added to the agenda for discussion.

Mr. Gessel, a representative of Timber Lane UD stated Timber Lane was in support of the County's bike trails.

Mr. Niccum asked Mr. Gessel if Timber Lane used Precinct 4 constables, to which Mr. Gessel responded favorably.

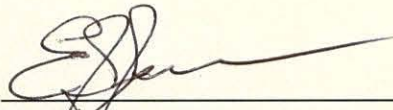
THERE BEING NO FURTHER BUSINESS TO COME BEFORE THE BOARD,
the meeting was adjourned at 8:10 PM.

Pay the Bills: As previously approved by the Board, the following bills were paid:
Checks Written on Operations Account #0751-690363

Harris County WCID #99 GOF
Checks Presented
August 21, 2018

Num	Name	Description	Amount
11702	Accurate Meter & Backflow, LLC	Water Meter Maintenance	-175.00
11703	All-Pump & Equipment Inc	STP Maintenance	-784.00
11704	Center Point Energy	Utilities	-37.95
11705	CFI Services Inc	STP Maintenance	-1,371.72
11706	DXI Industries, Inc.	Chemicals	-186.21
11707	Eagle Water Management, Inc.	STP / WP Maintenance	-16,437.49
11708	Elite Pumps & Mechanical Services	STP Maintenance	-3,895.00
11709	ETI Bookkeeping Services	Bookkeeper Fee	-1,021.67
11710	Johnson Petrov LLP	Legal Fee	-3,075.87
11711	Lawns & More	STP/WP Mowing Contract	-690.00
11712	North Harris County Regional Water Author	WP Purchased Water	-23,164.20
11713	Reliant Energy	WP Electricity	-1,748.56
11714	Reliant Energy 1 499 574-0	STP Electricity	-13.64
11715	Reliant Energy 1 500 965-7	STP Electricity	-1,914.44
11716	Source Point Solutions, Inc.	STP Maintenance	-2,140.00
11717	Verizon	Telephone - Fault Monitoring Line	-125.73
11718	Vogt Engineering	Engineer Fee	-10,038.75
11719	Waste Connections of Texas	STP Dumpster	-188.83
11720	C Le Hung	Customer Deposit Refund	-182.07
11721	Denise N Castillo	Customer Deposit Refund	-80.78
11722	Gary Bensema	Customer Deposit Refund	-28.20
11723	Patsy A Vest	Customer Deposit Refund	-63.26
11724	Rosa Vazquez	Customer Deposit Refund	-63.82
11725	Charles L Richardson	Director Fee - Operations July	-184.70
11726	Charles L Richardson	Director Fee - Operations Aug	-184.70
11727	Billy R Fritsche	Director Fee	-138.53
11728	Charles L Richardson	Director Fee	-138.53
11729	Monte L Cooper	Director Fee	-138.53
11730	Timothy P. Evans	Director Fee	-138.53
	Ed Jensen	Director Fee - Tax Withholding	0.00
Total			-68,350.71

PASSED AND APPROVED on the 18th day of September, 2018.



Secretary
Board of Directors

EXHIBITS:

- A - Bookkeeper's Report, Investment Report,
Tax Assessor-Collector's Report, Energy Report
- B - Operations Report
- C - Water Meter Replacement to Improve Billed to Pumped Percentage and Invoice
Accuracy
- D - Engineer's Report
- E - BBVA bank correspondence
- F - Determining Reliability and Adequacy of Existing Interconnect with WCID 110

**Minutes recorded by Marisa L. Roberts
Johnson Petrov LLP
Regular Session August 21, 2018**

[DISTRICT SEAL]

