

HARRIS COUNTY WATER CONTROL AND IMPROVEMENT DISTRICT NO. 99

MINUTES OF MEETING OF BOARD OF DIRECTORS

SEPTEMBER 18, 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, September 18, 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"); Marisa L. Roberts, Legal Assistant of Johnson Petrov LLP, attorney for the District ("Attorney"); and several residents of the District and members of the public (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 August 21, 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 August 21, 2018, as written.

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 1.9205% interest and the net asset value is 1.00002. She also presented and reviewed the Energy Usage Report.

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 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 11731 through 11755 from the Operating Account; and 3) authorize the payment of one (1) check numbered 2381 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 62,000 G.P.D. He also reported the pumped to billed ratio was 92.76% 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 thirty-one (31) delinquency notices were sent out to customers while twenty-four (24) remain unpaid to date.

Additionally, Mr. Plunkett stated Eagle Water replaced fifty (50) meters. He continued to state that Eagle Water flushed the WCID 110 interconnect, samples collected and the results were the water was clear and had no issues.

Further discussion ensued regarding how often to flush the WCID 110 interconnect.

Director Richardson motioned to flush the WCID 110 interconnect on a quarterly basis. Director Fritsche seconded the motion, after full discussion and the question being put to the Board, all members of the Board authorized Eagle Water to flush the WCID 110 interconnect on a quarterly basis.

Upon motion by Director Fritsche, seconded by Director Evans 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 "C".

Mr. Van Dusen introduced Mr. Harry Masterson, a developer with Concourse Development, LLC along with Diego Vilchis, CEO of Dreamlab, who requested to speak to the Board regarding possibly developing the 21-acre tract located at 708 E. Cypresswood for either multi-family and/or commercial use. Ms. Roberts reminded the Board that since they were not officially on the agenda, the Board could not take any formal action.

Mr. Masterson inquired about the possibility of obtaining water and sewer service for a multi-family and/or commercial project that would be equivalent to 250 residential connections. He answered questions from the Board. He then thanked the Board for their time.

a. Ongoing District Projects or service applications.

i. Mr. Van Dusen stated that Vogt and Eagle Water have partnered to finalize the expected life of the District's facilities, including repair milestones and anticipated replacement costs.

ii. Next, Mr. Van Dusen reported that Vogt is 90% complete with the erosion control plans. Director Fritsche stated he had been in contact with Harris County Flood Control District (the "HCFCD") via email regarding who is responsible for the maintenance of Lemm Gully. He stated he would like to continue discussions with HCFCD. He also explained why the erosion project was needed, stating that the District

and the County share in the responsibility, the District owns the piers and lines that support the piers, and the County owns the banks.

iii. Mr. Van Dusen reported the TCEQ permit to discharge treated wastewater into Cypress Creek expires February 1, 2019 and the renewal application has been submitted.

iv. See Engineer's Report.

v. See above.

b. Update on long-term water plan for WCID 99.

i. Discussion ensued regarding whether the District should proceed with the chloramine conversion. Mr. Plunkett explained that the District could hold off on the implementation of chloramines, the District still has another well and the Emergency Interconnect with WCID 110. He also explained the ongoing cost with the conversion. He also explained the option of augmenting water from Timber Lane. Director Evans stated he would like to televise the well to see the current condition of the well. Mr. Plunkett stated he would obtain a cost estimate regarding same.

ii. Mr. Van Dusen reviewed various options, including the estimated costs for each option with the Board. A copy of which is attached to the Engineer's Report.

Upon motion by Director Jensen, seconded by Director Fritsche, 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 stated Mrs. Susie Paddock suggested Wood Forest Bank and he would contact them. The item was tabled until October. ✓

c. Director Fritsche reviewed several options that the District may have to finance major projects, a) increase water rates; b) evaluate possible taxation; and c) bond election. He suggested the Board discuss amending the budget at the October meeting.

6. Public Comment.

Mrs. Jensen commented on the School District's plans for a 9th grade center and stadium.

Ms. Paddock inquired about the estimated cost for Option E, which is a cost estimate for installing a pressure pump station to the WCID 110 Interconnect.

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

September 18, 2018

Num	Name	Description	Amount
11731	Center Point Energy	Utilities	-40.03
11732	CFI Services Inc	STP Maintenance	-386.29
11733	DXI Industries, Inc.	Chemicals	-304.66
11734	Eagle Water Management, Inc.	STP / WP Maintenance	-8,197.15
11735	Elite Pumps & Mechanical Services	STP Maintenance	-1,081.50
11736	ETI Bookkeeping Services	Bookkeeper Fee	-700.00
11737	Johnson Petrov LLP	Legal Fee	-2,971.37
11738	Lawns & More	STP/WP Mowing Contract	-345.00
11739	Magna Flow Environmental, Inc.	STP Maintenance	-2,695.00
11740	North Harris County Regional Water Author	WP Purchased Water	-27,914.00
11741	Reliant Energy 1 499 574-0	WP Electricity	-13.07
11742	Reliant Energy 1 500 965-7	STP Electricity	-2,203.64
11743	Reliant Energy 1 505 184-0	STP Electricity	-1,729.63
11744	Vogt Engineering	Engineer Fee	-15,287.50
11745	Waste Connections of Texas	STP Dumpster	-188.83
11746	Catherine Trammell	Customer Deposit Refund	-74.93
11747	Jake D Guarino	Customer Deposit Refund	-10.66
11748	James Yokem	Customer Deposit Refund	-150.00
11749	Jesse Aldridge	Customer Deposit Refund	-82.82
11750	Oscar Rene Ramos	Customer Deposit Refund	-57.56
11751	Billy R Fritsche	Director Fee	-138.52
11752	Charles L Richardson	Director Fee	-138.52
11753	Edward J Jensen	Director Fee - Tax Withholding	0.00
11754	Monte L Cooper	Director Fee	-138.52
11755	Timothy P. Evans	Director Fee	-138.52
Total			-64,987.72

PASSED AND APPROVED on the 16th day of October, 2018.



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

**Minutes recorded by Marisa L. Roberts
Johnson Petrov LLP
Regular Session September 18, 2018**

