

HARRIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 371

Minutes of Meeting of Board of Directors
November 16, 2021

The meeting of the Board of Directors (“Board”) of Harris County Municipal Utility District No. 371 (“District”) met at Saltgrass Steakhouse, 23952 Northwest Freeway, Houston, Texas 77429 on November 16, 2021, in accordance with the duly posted notice of said meeting, with a quorum of directors present, as follows:

Stephen Jester, President
Brad Davidsen, Vice President
Trisha Bonar, Secretary

and the following absent:

Chris von Wiesenthal, Assistant Vice President
Marta Galan, Assistant Secretary

Also present were Mr. Ken Chang and Mr. Hans Brindley of Prologis; Ms. Shammarie Leon, tax assessor-collectors for the District; Deputy Mr. Thomas Polson; Sergio Handal, engineer for the District; Mr. Chris Townsend, operator for the District; and Mr. J. Davis Bonham, Jr., attorney for the District

The President opened the meeting for such business as might come before it.

1. The Board opened the floor for public comment. Hearing none, the President continued with the agenda.

2. The Board reviewed the minutes of the meeting held on October 19, 2021. Upon motion duly made, seconded, and unanimously carried, the Board approved the minutes as presented.

3. The Board recognized Ken Chang and Hans Brindley of Prologis who addressed the Board regarding the proposed development and annexation of a 240 acre tract into the District. Mr. Chang and Mr. Brindley discussed their request for an agreement for annexation of the tract and reimbursement of infrastructure costs.

4. Ms. Berry presented the bookkeeper’s report. The Board reviewed the report in detail. The Board noted that the District’s bookkeeper and investment officer review the list promulgated by the State Comptroller and monitor it periodically. Subject to that discussion, upon motion duly made, seconded, and unanimously carried, the Board approved the report as presented.

5. Ms. Leon presented the tax assessor collector’s report. The report showed 0.03% collections for 2021 taxes, and 2021 certified taxable value in the District in the amount of \$327,503,543.00. The Board noted that 2021 taxes are not yet due. Upon motion duly made, seconded and unanimously carried, the Board approved the tax assessor-collector’s report and the checks drawn on the tax fund.

6. Mr. Townsend presented the operator's report. The report showed 96% water accountability. The Board noted the District's increased accountability. The Board discussed the replacement of current phone service with cell service at District facilities where possible due to increased reliability and cost savings. The Board then discussed the wastewater treatment plant rehabilitation project and outstanding items related to the damage of the District's generator. The Board discussed the manner in which it should be resolved. Upon motion duly made, seconded, and unanimously carried, the Board approved the operator's report as presented and approved termination of service as necessary pursuant to the District's Rate Order.

7. Mr. Handal presented the engineer's report. The engineer presented the Final Pay Request for the wastewater treatment plant coating rehabilitation project to Lindsey Construction, Inc. in the amount of \$68,211.18, pending an insurance claim payment. The engineers submitted the final claim to Lindsey, AUC, and their respective insurance adjusters for the wastewater treatment plant generator project. AUC's insurance adjuster is agreeable to pay all the items except the Extended Warranty item. His opinion is that this item is optional. The engineers explained that it is not optional as the generator had to be run to replace the MCC. The engineers have also calculated the cost differential between natural gas consumption and normal electrical consumption during the period of the MCC replacement to be \$2,237.61. The revised claim amount is \$35,838.07. The engineers continued the Prologis feasibility study for the Mandell Tract. Based on the engineers' discussions with TCEQ. The engineers have reviewed the Emergency Preparedness Plan and no further update is required at this time. The engineers have prepared and submitted the Water Plant LAS tanks violation exemptions request to TCEQ for the double wall tanks installation. The engineers are coordinating with Inframark to assess any outstanding deviations from the wastewater plant record drawings. Upon motion duly made, seconded, and unanimously carried, the Board approved the engineer's report as presented.

8. The Board recognized Deputy Polson who addressed the Board regarding security matters.

9. The Board took no action on items A or B under Pending Business.

10. The Board then recognized the District's financial advisor who addressed the Board regarding the feasibility of the annexation of the adjacent 240 acres and the reimbursement request of Prologis. After discussion, the Board directed the District's attorney to prepare an annexation and reimbursement agreement for consideration at the December meeting.

There being no further business to come before the Board, the meeting was adjourned.

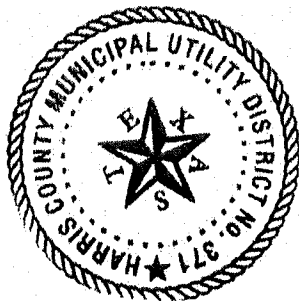

Secretary

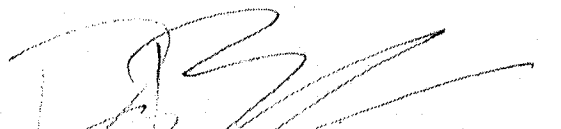
**HARRIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 371
NOTICE OF PUBLIC MEETING**

Notice is hereby given to all interested parties that the Board of Directors of the captioned District will hold a public meeting at **Saltgrass Steakhouse, 23952 Northwest Freeway, Houston, Texas 77429.**

The meeting will be held at **6:30 p.m. on Tuesday, November 16, 2021.**

1. Public comments
2. Approve minutes of Board meeting held on October 19, 2021
3. Developer's report
4. Bookkeeper's report; review invoices and authorize payment of bills; review investment report and approve investment of District funds; Deposit of District Funds
5. Tax assessor-collector's report; status of tax collections; review invoices and authorize payment; status of delinquent taxes; authorize litigation as necessary; consider any taxpayer appeals; approve installment payment agreements, as necessary
6. Operator's report; review active connections and water accountability; status of operation, maintenance and repair of District facilities; consider customer appeals and accounting issues; approve termination of service on delinquent accounts; Hazardous Operations Review; West Harris County Regional Water Authority
7. Engineer's report; authorize preparation of plans as appropriate; authorize advertising for bids; award contracts; approve change orders; Mandell Feasibility
8. Security report
9. Pending business, including:
 - a. Status of recycling contract with BAK Recycling, Inc.
 - b. Annual review of garbage contract (renews January 2)
10. Prologis Feasibility





J. Davis Bonham, Jr.
Attorney for the District