

MINUTES
HARRIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 500
(Internal)

November 3, 2021

The Board of Directors (the "Board") of Harris County Municipal Utility District No. 500 (the "District") met in regular session, open to the public, on the 3rd day of November, 2021, at the Lakehouse, 10000 Towne Lake Parkway, Cypress, Texas, outside the boundaries of the District, and the roll was called of the members of the Board:

Joanne E. Quintero	President
Jeffrey D. Ottmann	Vice President
Saundra Dahlke	Secretary
James Spackman	Assistant Secretary
James Ross	Asst. Vice President/ Asst. Secretary

and all of the above were present except Directors Ottmann and Ross, thus constituting a quorum.

Also present at the meeting were Jonathan Cowen, director of Harris County Appraisal District ("HCAD"); Kim Courte of Arthur J. Gallagher & Co.; Debbie Tomer of F. Matuska, Inc. ("FMI"); Michael Crahan and Trey Villagran of Caldwell Companies; Michael Ammel and Amanda Benzman of Environmental Development Partners, LLC ("EDP"); Loren Morales and Leslie Cook of RBC Capital Markets; J.T. Gaden and Robert Atkinson of Edminster Hinshaw Russ and Associates, Inc.; Brenda McLaughlin of Bob Leared Interests; and Katie Carner and Jennifer Ramirez of Allen Boone Humphries Robinson LLP.

PUBLIC COMMENTS

Mr. Cowen stated that he is running for reelection for the Board of Directors of the HCAD. He offered to answer any questions from the Board regarding HCAD and requested the District's support.

CONSENT AGENDA

Director Quintero offered Board members the opportunity to remove items from the consent agenda for individual discussion. Director Quintero requested that agenda item no. 2e., with the exception of the regular monthly tax assessor/collector's report, be removed from the consent agenda. After discussion, Director Dahlke moved to approve all items on the consent agenda, except for the portion of agenda item no. 2e. not relating to the regular monthly tax assessor/collector's report, and direct that,

where appropriate, the documents be filed appropriately and retained in the District's official records, including: (1) the minutes of the October 6, 2021, regular meeting; (2) the bookkeeper's report; (3) adopting the Resolution Regarding Annual Review of Investment Policy, reflecting that no changes are necessary to the existing policy and direct that the Resolution be filed appropriately and retained in the District's official records; (4) adopting the Resolution Establishing the Authorized Depository Institutions and Adopting List of Qualified Broker/Dealers with Whom the District May Engage in Investment Transactions and direct that the Resolution be filed appropriately and retained in the District's official records; (5) the tax assessor's report; (6) the website analytics report; (7) the operator's report; and (8) the engineer's report. Director Spackman seconded the motion, which passed unanimously. Copies of the bookkeeper's report, tax assessor's report, the website analytics report, operator's report, and engineer's report are attached.

ITEMS REMOVED FROM THE CONSENT AGENDA

TAX ASSESSMENT AND COLLECTIONS MATTERS

The Board reviewed correspondence from HCAD regarding its Board of Director election, a copy of which is attached. Ms. Carner advised the Board that the District may cast a vote for a person to fill the position of director on the Board of Directors of the HCAD. She explained that the director will serve as a representative of the conservation and reclamation districts within HCAD's jurisdiction. The Board considered adopting a Resolution Casting Ballot for the Election of a Person to the Board of Directors for HCAD. After discussion, Director Spackman moved to adopt a Resolution Casting Ballot for the Election of a Person to the Board of Directors for HCAD, reflecting the District's vote for Jonathan Cowen, and direct that the Resolution be filed appropriately and retained in the District's official records. Director Dahlke seconded the motion, which carried unanimously.

ADDITIONAL FINANCIAL AND BOOKKEEPING MATTERS

There was no discussion on this agenda item.

DELINQUENT TAX REPORT

The Board reviewed the report from Perdue, Brandon, Fielder, Collins & Mott, LLP ("Perdue Brandon") regarding the status of the District's delinquent tax accounts, a copy of which is attached.

The Board reviewed Perdue Brandon's recommendation to file suit against Sam's Boat/ Aloha Cypress LLC and Beau Kisses, Inc.

After review and discussion, Director Spackman moved to: (1) authorize Perdue Brandon to file suit against Sam's Boat/ Aloha Cypress LLC and Beau Kisses, Inc.; and (2) concur with Perdue Brandon's recommendations regarding the other delinquent accounts. Director Dahlke seconded the motion, which passed unanimously.

DISCUSS OPTIONAL INSURANCE COVERAGE

Ms. Courte reviewed a proposal for cyber liability insurance, a copy of which is attached. After review and discussion, Director Spackman moved to approve the proposal for cyber liability insurance with a \$1,000,000 limit, effective today. Director Dahlke seconded the motion, which passed unanimously.

REPORT FROM WATER CONSERVATION COALITION

There was no discussion on this agenda item.

AUTHORIZE EXECUTION OF GENERAL CERTIFICATE IN CONNECTION WITH MASTER DISTRICT'S BOND SALE

The Board considered authorizing execution of the General Certificate in connection with the Master District's Series 2021 Contract Revenue Bonds (Park Facilities). Following review and discussion, Director Spackman moved to authorize execution of the General Certificate in connection with the Master District's Series 2021 Contract Revenue Bonds (Park Facilities). Director Dahlke seconded the motion, which passed unanimously.

AUTHORIZE EXECUTION OF RESOLUTION TO COMPLY WITH THE SECURITIES AND EXCHANGE COMMISSION RULE 15C2-12 IN CONNECTION WITH MASTER DISTRICT'S BOND SALE

The Board considered authorizing execution of a Resolution to Comply with the Securities and Exchange Commission Rule 15c2-12, whereby the District agrees to provide current financial information on an annual basis. Following review and discussion, Director Spackman moved to authorize execution of the Resolution to Comply with the Securities and Exchange Commission Rule 15c2-12 in connection with the Master District's Series 2021 Contract Revenue Bonds (Park Facilities). Director Dahlke seconded the motion, which passed unanimously.

ADDITIONAL OPERATIONAL MATTERS

Ms. Benzman and Ms. Carner reviewed with the Board an Assignment and Amendment of Operating Services Agreement (the "Assignment"), which assigns all of the rights, title and interests under the District's services agreement with EDP, to their successor, Inframark, LLC.

After review and discussion, Director Dahlke moved to approve the Assignment and direct that the Assignment be filed appropriately and retained in the District's official records. Director Spackman seconded the motion, which passed unanimously.

HEARING ON TERMINATION OF WATER AND SEWER SERVICE

There were no accounts submitted for termination.

ADDITIONAL ENGINEERING MATTERS

APPROVE EMERGENCY RESPONSE PLAN AND FILING OF CERTIFICATION OF SAME WITH THE ENVIRONMENTAL PROTECTION AGENCY ("EPA")

Mr. Gaden updated the Board on the status of preparation of the Emergency Response Plan, which must be certified as filed with the EPA within six months of certification of the Risk and Resilience Assessment.

REPORT REGARDING DEVELOPMENT IN THE DISTRICT

Mr. Villagran and Mr. Crahan reported on development in Towne Lake.

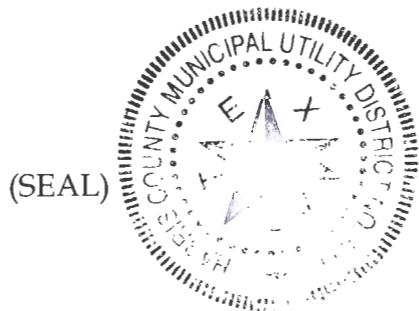
DISCUSS MEETING SCHEDULE

The Board discussed the regular meeting schedule.

REVIEW AND REVISE ACTION LIST

The Board reviewed the action list and noted items to be included and removed from the list.

There being no further business to come before the Board, the Board concurred to adjourn the meeting.




Secretary, Board of Directors

LIST OF ATTACHMENTS TO MINUTES

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