

HARRIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 157

Minutes of Meeting of Board of Directors

February 15, 2022

The Board of Directors (“Board”) of Harris County Municipal Utility District No. 157 (“District”) met at 2727 Allen Parkway, Suite 1100, Houston, Harris County, Texas, on February 15, 2022 in accordance with the duly posted notice of the meeting, with a quorum of directors present as follows:

Fonda L. Holden, President
Leonard Spearman, Vice President
Betty Niblett, Secretary
Perla I. Flores, Director
Jason Valenzuela, Director

and the following absent:

None.

Also present by teleconference were Ms. Diane Bailey of McLennan & Associates, LP, Mr. Calvin Browne of Municipal District Services, Ms. Patty Rodriguez of Bob Leared Interests, Ms. Keli Schroeder of Brown & Gay Engineers, Inc., Mr. Kevin Polasek and Mr. Stephen Garza of Terra Associates, Ms. Sarah Sisoian of Wood Partner and Ms. Courtney Jeffrey of AHS. Mr. James D. Bonham, attorney for the District, attended in person.

The President called the meeting to order and declared it open for such business as might properly come before the Board.

1. The Board then entered into executive session to consult with the District’s attorney. The Board then re-entered open session and conducted the following business:

2. The Board reviewed the minutes of the meeting of January 18, 2022, and upon unanimous vote, the minutes were accepted and approved.

3. The Board then reviewed the bookkeeper’s report reflecting activity in all accounts including the sewage treatment plant account. The Board considered invoices presented by the bookkeeper and a schedule of District investments. The Board also reviewed the comparison of actual versus budgeted revenues and expenditures for the general fund and sewage treatment plant account for the fiscal year ending December 31, 2022. After review and discussion, upon unanimous vote, the Board approved the bookkeeper’s report and the checks listed thereon.

4. The Board then recognized Ms. Patty Rodriguez who presented the tax assessor/collector’s report reflecting the year 2021 taxes to be 93.8% collected. The Board reviewed activity in the tax account and a schedule of delinquent taxes. Upon motion duly made,

seconded and unanimously carried, the Board approved the tax assessor/collector's report and the checks drawn on the tax account.

5. The Board then considered the attached Order confirming engagement of a delinquent tax attorney and levying an additional 20% penalty on 2021 taxes which remain delinquent on July 1, 2022. After review and discussion, the Board engaged the delinquent tax attorney and adopted the attached Order levying the penalty.

6. Mr. Calvin Browne presented the operator's report reflecting the total connections in the District to be 4,107. The Board reviewed the regulatory information and the water production and consumption data reflecting 91.29% of the water pumped during the previous month had been accounted for. The operator reported on the operation of the water plants and the sewage treatment plant and reviewed with the Board the required repairs and maintenance to the District's facilities. The Board also reviewed the billing and collections data which appear in the report. After discussion, upon unanimous vote, the Board approved the operator's report including all action items and authorized termination of service to all customers with delinquent accounts in accordance with the District's Rate Order. The Board also authorized one account to be written off as uncollectible.

7. The attorney for the District then discussed with the Board the Federal Trade Commission requirements for adoption of an Identity Theft Prevention Program. The Board confirmed with the District's operator that the program is in place and is not in need of amendment, and upon unanimous vote, the Board adopted the attached Resolution Affirming the District's Identity Theft Prevention Program.

8. The attorney for the District then discussed with the Board the requirement pursuant to Texas Local Government Code, Chapter 203, Subchapter D to file a report with the Texas Comptroller's Office including the District's audit, directors names, contact information for the operator and tax assessor, and authorized and outstanding bonds. After discussion, upon unanimous vote, the attorney was authorized and instructed to prepare and file the necessary report.

9. The Board then recognized Ms. Keli Schroeder who presented the engineer's report. Ms. Schroeder reviewed with the Board four proposed projects which have requested utility availability letters. The Board discussed the Jazzy Cove, Fry Road, Enchanted Creek and Cypress Junctions projects, and upon unanimous vote, the Board authorized issuance of utility availability letters on all projects. After further discussion by the Board, upon unanimous vote, the Board approved the engineer's report.

10. The Board reviewed proposals received from Arbitrage Compliance Specialists and accepted one of the three proposals for arbitrage review of the Series 2017 Bonds.

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


Secretary