

MINUTES
GALVESTON COUNTY MUNICIPAL UTILITY DISTRICT NO. 39

January 4, 2022

The Board of Directors (the "Board") of Galveston County Municipal Utility District No. 39 (the "District") met in regular session, open to the public, on the 4th day of January, 2022, at 400 West Walker, League City, Texas, outside the boundaries of the District, and the roll was called of the members of the Board:

David Parker	President
Courtney Boudreaux	Vice President
Rebecca Murphy	Secretary
Mark Marquis	Assistant Vice President
Omar Flores	Assistant Secretary

and all of the above were present, thus constituting a quorum.

Also attending the meeting were The Honorable Larry Millican and The Honorable John Bowen of the City of League City (the "City"); Dana Davis of Myrtle Cruz, Inc. ("MCI"); Tim Applewhite of McGrath & Co., PLLC; Odett McMullen of Bob Leared Interests ("BLI"); Greer Pagan and Hope Jeffers of Allen Boone Humphries Robinson LLP ("ABHR").

PUBLIC COMMENTS

The Board opened the meeting for public comments. There being no comments from the public, the Board closed the public comments portion of the meeting.

MINUTES

The Board considered approving the minutes of the November 2, 2021, regular meeting. Following review and discussion, Director Parker moved to approve the minutes as submitted. Director Murphy seconded the motion, which passed unanimously.

2022 DIRECTOR ELECTIONS

Mr. Pagan discussed procedures related to the 2022 Directors Election. He reviewed a Resolution Designating an Agent of the Secretary of the Board of Directors during the 2022 Directors Election Period.

Mr. Pagan reported on requirements to file a Notice of Deadline to File Applications for Place on the Ballot for the 2022 Directors Election.

Mr. Pagan reported the District may contract with Galveston County to conduct the District's 2022 Directors Election.

Mr. Pagan reviewed an Order Calling Directors Election. He stated that the election will be held on May 7, 2022, and he discussed the required notices of the election.

Following review and discussion, Director Marquis moved to: (1) adopt a Resolution Designating an Agent of the Secretary of the Board during the 2022 Directors Election Period appointing Hope Jeffers as the agent of the Secretary of the Board of Directors to perform the duties of the District's Directors Election, authorize the agent to post the related notice as required, and direct that the Resolution be filed appropriately and retained in the District's official records; (2) authorize the Secretary's agent to post the Notice of Deadline to File Applications for a Place on the Ballot; (3) approve a contract with Galveston County for election services; (3) adopt the Order Calling Directors Election; and (4) authorize the Notice of Election. Director Flores seconded the motion, which was approved by unanimous vote.

BOOKKEEPER'S REPORT

Ms. Davis presented and reviewed the bookkeeper's report and submitted the bills for the Board's review. Mr. Pagan reported the cash redemption of the District's Series 2009A Unlimited Tax Park Bonds is scheduled for January 15, 2022. Following review and discussion, Director Parker moved to approve the bookkeeper's report and payment of the bills. Director Murphy seconded the motion, which passed unanimously. A copy of the bookkeeper's report is attached.

ANNUAL DISCLOSURE STATEMENTS

In accordance with the District's Investment Policy, the Board considered the annual disclosure statements of Dana Davis and Mary Jarmon as the District's bookkeeper and investment officer, respectively. Mr. Pagan explained that the statements disclose any relationships with entities or individuals who are offering, have offered, or may offer to engage in an investment transaction with the District, and the disclosure statements will be filed with the Texas Ethics Commission and the District. After review and discussion, Director Parker moved to accept the disclosure statements as presented and to authorize they be appropriately filed. Director Murphy seconded the motion, which passed unanimously.

APPROVE ANNUAL REPORT IN ACCORDANCE WITH CONTINUING DISCLOSURE OF INFORMATION AGREEMENT

Mr. Pagan reviewed an Annual Report containing updated financial and operating data to be filed in accordance with the continuing disclosure provisions contained in the bond resolutions. He stated that the District is required to file certain financial and operating data with the Municipal Securities Rulemaking Board through the Electronic Municipal Market Access ("EMMA") system in compliance with SEC Rule 15c12-12. Following review and discussion, Director Parker moved to approve the Annual Report, authorize the attorney to submit the District's updated financial and operating data to EMMA in compliance with the continuing disclosure provisions contained in the bond resolutions and direct that the Report be filed appropriately and retained in the District's official records. Director Flores seconded the motion, which passed unanimously.

ANNUAL REPORT REGARDING POST-ISSUANCE COMPLIANCE POLICY

Mr. Pagan reported on the District's compliance activities during the prior calendar year related to bond financings. Mr. Pagan stated that no corrective action is required at this time.

ANNUAL REVIEW OF PROCEDURES FOR CONTINUING DISCLOSURE COMPLIANCE

The Board reviewed the District's procedures for continuing disclosure compliance. Mr. Pagan stated that no changes are required at this time.

TAX REPORT

Ms. McMullen presented and reviewed the District's tax report, which includes a list of checks that were written after the last meeting, and a list of delinquent taxpayers, copies of which are attached. She reported that 36.5% of the District's 2021 taxes were collected as of December 31, 2021. After review and discussion, Director Boudreaux moved to approve the tax report and the list of checks. Director Marquis seconded the motion, which passed unanimously.

RESOLUTION CONCERNING EXEMPTIONS FROM TAXATION

The Board considered adopting a Resolution Concerning Exemptions from Taxation. After discussion, Director Murphy moved to adopt the Resolution Concerning Exemptions from Taxation exempting from ad valorem taxation by the District \$10,000 of the appraised value of residence homesteads of individuals who are disabled or 65 years of age or older and rejecting all other exemptions. Director Boudreaux seconded the motion, which carried unanimously.

RESOLUTION ESTABLISHING ADDRESSES AND METHODS FOR TEXAS PUBLIC INFORMATION ACT REQUESTS

Mr. Pagan reviewed with the Board a memorandum regarding designating addresses and methods for receipt of requests for public information under the Texas Public Information Act ("TPIA Requests"), a copy of which is attached. The Board considered designating a mailing address and an email address and approving other methods for receipt of TPIA Requests, pursuant to Section 552.234 of the Texas Government Code. After review and discussion, Director Parker moved to: (1) adopt a Resolution Establishing Addresses and Methods for Texas Public Information Act Requests ("Resolution") to (a) designate the address of the District's official office as the mailing address and gal39@txdistricts.info as the email address for receipt of TPIA Requests to the District, and (b) direct that the designated addresses and methods be printed on the sign displayed by the District under Section 552.205, Texas Government Code; and (2) direct the Resolution to be filed appropriately and retained in the District's official records. Director Marquis seconded the motion, which passed unanimously.

AUDIT FOR FISCAL YEAR END AUGUST 31, 2021

Mr. Applewhite presented and reviewed the District's audit for the fiscal year ended August 31, 2021. Following review and discussion, Director Boudreaux moved to approve the audit and direct that it be filed as appropriate and retained in the District's records. Director Murphy seconded the motion, which passed unanimously.

The Board noted the next Board meeting will be held on March 1, 2022.


Secretary, Board of Directors

(SEAL)



LIST OF ATTACHMENTS TO MINUTES

Minutes
Page

bookkeeper's report, including the budget comparison	2
tax report	3
memorandum regarding TPIA requests.....	4