

MINUTES
HARRIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 503

March 21, 2022

The Board of Directors (the "Board") of Harris County Municipal Utility District No. 503 (the "District") met in regular session, open to the public, on the 21st day of March, 2022, at the offices of Allen Boone Humphries Robinson LLP, 3200 Southwest Freeway, Suite 2400, Houston, Texas, outside the boundaries of the District, and the roll was called of the members of the Board:

Patrick Carrigan	President
Kevin Gilligan	Vice President
Jennifer Taylor	Secretary
Sean Mulroony	Assistant Secretary
Kelli Odum	Asst. Vice President/ Asst. Secretary

and all of the above were present except for Director Odum, thus constituting a quorum.

Also present at the meeting were Josh Rambo of McCall Gibson Swedlund Barfoot PLLC ("McCall"); Amanda Benzman of Environmental Development Partners, LLC ("EDP"); Debbie Tomer of F. Matuska, Inc.; Brenda McLaughlin of Bob Leared Interests; J.T. Gaden of Edminster Hinshaw Russ and Associates, Inc. ("EHRA"); Leslie Cook of RBC Capital Markets; and Katie Carner and Jennifer Ramirez of Allen Boone Humphries Robinson LLP ("ABHR").

PUBLIC COMMENTS

There were no comments from the public.

APPROVE MINUTES

The Board reviewed the minutes of the February 18, 2022, meeting. After review and discussion, Director Taylor moved to approve the minutes of the February 18, 2022, meeting, as submitted. Director Gilligan seconded the motion, which passed unanimously.

ENGAGE AUDITOR TO CONDUCT AUDIT FOR FISCAL YEAR END MARCH 31, 2022

The Board considered engaging an auditor to prepare the District's audit report for the fiscal year ending March 31, 2022. Mr. Rambo presented and reviewed a proposed evergreen engagement letter for preparing the District's audit report for fiscal year ending March 31, 2022 and all subsequent years and preparing developer

reimbursement reports. He stated that preparation of the District's annual audit will cost an estimated \$7,000-\$8,000. Following discussion, Director Taylor moved to approve the evergreen engagement letter with McCall for preparation of the District's audit report for fiscal year ending March 31, 2022 and all subsequent years and preparation of developer reimbursement reports. Director Gilligan seconded the motion, which carried unanimously.

AUTHORIZE RENEWAL OF DISTRICT'S INSURANCE POLICIES

The Board reviewed a proposal in the amount of \$3,019.00 from McDonald & Wessendorff Insurance for renewal of the District's insurance policies. Following review and discussion, Director Taylor moved to approve the proposal from McDonald & Wessendorff Insurance for renewal of the District's insurance policies in the amount of \$3,019.00. Director Gilligan seconded the motion, which passed unanimously.

FINANCIAL AND BOOKKEEPING MATTERS

Ms. Tomer reviewed the bookkeeper's report, a copy of which is attached, and reviewed the bills submitted for the Board's review. She noted that there is an error on page 2 of the report, stating that the contract tax fund should reflect a deposit in the amount of \$30,724.43 instead of a disbursement.

Following discussion, Director Carrigan moved to approve the bookkeeper's report and the checks presented for payment. Director Taylor seconded the motion, which passed unanimously.

TAX ASSESSMENT AND COLLECTION MATTERS

Ms. McLaughlin reviewed the tax assessor/collector's report, a copy of which is attached.

Following review and discussion, Director Mulroony moved to approve the tax report. Director Taylor seconded the motion, which passed unanimously.

ADOPT RESOLUTION CONCERNING EXEMPTIONS FROM TAXATION

Ms. Carner discussed with the Board optional tax exemptions for the 2022 tax year. The Board reviewed a Resolution Concerning Exemptions from Taxation for the 2022 tax year. After discussion, Director Carrigan moved to adopt the Resolution Concerning Exemptions from Taxation, which declines granting any exemptions for residential homesteads and individuals who are over 65 or disabled in the District, and direct that the Resolution be filed appropriately and retained in the District's official records. Director Taylor seconded the motion, which passed unanimously.

OPERATIONAL MATTERS

Ms. Benzman stated that EDP is coordinating a tour of the District facilities for new directors from the other participant districts if there are one or two directors who are interested in attending.

CONDUCT ANNUAL REVIEW OF DROUGHT CONTINGENCY PLAN

The Board reviewed the District's Drought Contingency Plan and determined to make no amendments at this time.

REVIEW WATER CONSERVATION PLAN AND APPROVE ANNUAL REPORT ON IMPLEMENTATION OF WATER CONSERVATION PLAN

Ms. Benzman stated that this item was not necessary for this year.

ENGINEERING MATTERS

Mr. Gaden reviewed the engineer's report from EHRA, a copy of which is attached.

REPORT ON UPRR/HIGHWAY 290 PROJECT

Mr. Gaden updated the Board on the status of Harris County Municipal Utility District No. 500 ("HC 500"), as Master District's, UPRR/Highway 290 Project.

APPROVE PAY ESTIMATES AND CHANGE ORDERS FOR THE WATER, SEWER, AND DRAINAGE FACILITIES TO SERVE TOWNE LAKE NORTH ENTRY ROAD

Mr. Gaden updated the Board on the status of construction of the water, sewer, and drainage facilities to serve Towne Lake North Entry Road. He reviewed and recommended approval of Pay Estimate Nos. 1 and 2 in the amounts of \$630,187.38 and \$635,856.35, respectively, submitted by Gonzalez Construction Enterprises, Inc. ("Gonzalez").

After review and discussion, Director Taylor moved to approve Pay Estimate Nos. 1 and 2 in the amounts of \$630,187.38 and \$635,856.35, respectively, to Gonzalez, as recommended. Director Gilligan seconded the motion, which passed unanimously.

APPROVE PAY ESTIMATES AND CHANGE ORDERS FOR THE WATER,
SEWER, AND DRAINAGE FACILITIES TO SERVE TOWNE LAKE, SECTION
64

Mr. Gaden updated the Board on the status of construction of the water, sewer, and drainage facilities to serve Towne Lake, Section 64. He had no pay estimates from R Construction Co. for the Board's approval.

APPROVE PAY ESTIMATES AND CHANGE ORDERS FOR THE WATER,
SEWER, AND DRAINAGE FACILITIES TO SERVE TOWNE LAKE, SECTION
65

Mr. Gaden updated the Board on the status of construction of the water, sewer, and drainage facilities to serve Towne Lake, Section 65. He had no pay estimates from Blazey Construction Services, LLC for the Board's approval.

APPROVE PAY ESTIMATES AND CHANGE ORDERS FOR THE WATER,
SEWER, AND DRAINAGE FACILITIES TO SERVE TOWNE LAKE, SECTION
66

Mr. Gaden updated the Board on the status of construction of the water, sewer, and drainage facilities to serve Towne Lake, Section 66. He had no pay estimates from Principal Services for the Board's approval.

After discussion, Director Taylor moved to approve the engineer's report. Director Gilligan seconded the motion, which passed unanimously.

DEEDS AND EASEMENTS

There was no discussion on this agenda item.

HC 500 MASTER DISTRICT MATTERS

Mr. Gaden stated that HC 500, as Master District, has awarded a contract for water well no. 1 and construction is anticipated to start in April, 2022.

REPORT ON DEVELOPMENT

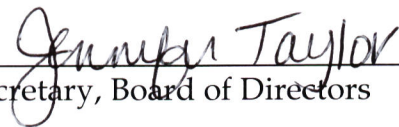
There was no discussion on this agenda item.

DISCUSS MEETING SCHEDULE

The Board discussed the regular meeting schedule. After discussion, the Board concurred to reschedule the next regular meeting due to the meeting falling on a

holiday, subject to confirming a quorum.

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


Secretary, Board of Directors

(SEAL)

