

MINUTES
GRAND OAKS MUNICIPAL UTILITY DISTRICT OF MONTGOMERY COUNTY

June 28, 2022

The Board of Directors (the "Board") of Grand Oaks Municipal Utility District of Montgomery County (the "District"), met in regular session, open to the public, on the 28th day of June, 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:

Joel R. Scott	President
Daniel K. Signorelli	Vice President
Rick Nommensen	Secretary
John Hammond	Assistant Vice President
Brandon Buell	Assistant Secretary

and all of the above were present except Directors Signorelli and Nommensen, thus constituting a quorum.

Also present at the meeting were Jeff Inabnit and Madeline Buell, members of the public; Barbara Nussa of Republic Services, Inc.; Perry Miller of Champions Hydro-Lawn, Inc. ("Champions"); Debbie Arellano of Bob Leared Interests; Doug Jeffrey of TNG Utility Corporation ("TNG"); Diego Burgos of Quiddity Engineering, LLC ("Quiddity"); Brenda Garcia of Municipal Accounts & Consulting, L.P. ("MAC"); and Whitney Higgins, Jennifer Ramirez, and Kathryn Blanton of Allen Boone Humphries Robinson LLP ("ABHR").

COMMENTS FROM THE PUBLIC

There were no comments from the public.

MINUTES

The Board considered approving the regular meeting minutes of May 19, 2022. After review and discussion, Director Buell moved to approve the regular meeting minutes of May 19, 2022, as presented. Director Hammond seconded the motion, which passed unanimously.

APPOINTMENT OF NEW DIRECTOR

Ms. Higgins stated Director Signorelli has submitted his resignation from the Board of Directors. She then introduced Jeff Inabnit to the Board and stated he is interested in serving on the Board of Directors. Following discussion, Director Buell moved to accept the resignation of Director Signorelli and appoint Jeff Inabnit to the Board of Directors. Director Hammond seconded the motion, which carried unanimously.

Ms. Higgins stated that Director Inabnit must execute a Sworn Statement, Official Bond, and Oath of Office as required by the Texas Constitution and Texas Water Code. After discussion, Director Buell moved to approve Director Inabnit's Sworn Statement, Official Bond, and Oath of Office, and direct that they be filed and retained in the District's official records and that the Oath of Office be filed with the Secretary of State of the State of Texas. Director Hammond seconded the motion, which carried unanimously.

The Board then considered reorganizing the Board. After discussion, the Board concurred to reorganize the Board as follows:

Joel R. Scott	President
Brandon Buell	Vice President
Rick Nommensen	Secretary
John Hammond	Assistant Vice President
Jeff Inabnit	Assistant Secretary

Ms. Higgins stated the District Registration Form must be filed with the Texas Commission on Environmental Quality ("TCEQ") to show the new slate of officers. After discussion, Director Buell moved to authorize filing the District Registration Form with the TCEQ. Director Hammond seconded the motion, which carried unanimously.

Ms. Higgins reviewed a memorandum regarding the Texas Open Meetings Act and Texas Public Information Act prepared by ABHR, a copy of which is attached.

Ms. Higgins next reviewed with the Board legislation enacting Chapter 176 of the Texas Local Government Code, which requires directors and consultants to disclose certain conflicts of interest. She reviewed with the Board the forms adopted by the Texas Ethics Commission for making disclosures under Chapter 176 and noted that the forms are required to be filed with the records administrator for the District. Ms. Higgins encouraged Director Inabnit to contact ABHR if assistance is needed in determining whether a conflict requires disclosure or in making a required disclosure.

GARBAGE COLLECTION MATTERS

Ms. Nussa reported that the District has not received any inquiries or calls regarding garbage collections.

Ms. Nussa reviewed a proposed Amendment to Service Agreement, which specifies the use of the water, sewer, and trash index for the annual CPI increase. After review and discussion, Director Buell moved to approve the Amendment to Service Agreement, subject to final review, and direct that the Amendment be filed appropriately

and retained in the District's official records. Director Scott seconded the motion, which passed unanimously.

FINANCIAL AND BOOKKEEPING MATTERS

Ms. Garcia presented the bookkeeper's report, including the investment report and bills presented for payment. A copy of the bookkeeper's report is attached. She noted that check no. 6194 in the amount of \$1,582.20, payable to the Grand Oaks Homeowners Association ("HOA") is reimbursement for electricity bills that the HOA was inadvertently paying for electricity services for the District's lift station facility. Ms. Garcia also requested the Board approve check no. 6202 in the amount of \$11,800.00, payable to FORVIS, LLP.

Ms. Higgins inquired about check no. 6197 in the amount of \$170.00, payable to Off Cinco. The Board requested additional information from MAC regarding the invoice and any previous payments to Off Cinco.

After review and discussion, Director Buell moved to approve the bookkeeper's report and payment of the bills, including check no. 6202, as detailed above. Director Scott seconded the motion, which passed unanimously.

TAX ASSESSMENT AND COLLECTION MATTERS

Ms. Arellano distributed the tax assessor/collector's monthly report, a copy of which is attached. She stated that the District's 2021 taxes were 98.1% collected as of May 31, 2022.

After review and discussion, Director Buell moved to approve the tax assessor/collector's report and the checks presented for payment. Director Hammond seconded the motion, which passed unanimously.

AUTHORIZE DELINQUENT TAX ATTORNEY TO PROCEED WITH COLLECTION OF DELINQUENT TAXES

Ms. Higgins stated the District's delinquent tax attorney can begin collection of delinquent 2021 real property taxes as of July 1, 2022. After discussion, Director Buell moved that the Board authorize the delinquent tax attorney to proceed with the collection of delinquent 2021 real property taxes. Director Hammond seconded the motion, which passed unanimously.

OPERATOR'S REPORT; HEARING ON TERMINATION OF WATER AND SEWER SERVICE TO DELINQUENT CUSTOMERS AND AUTHORIZE TERMINATION OF SERVICE

Mr. Jeffrey reviewed the operator's report, a copy of which is attached. He reported that water accountability for the previous month was 100.16%.

Mr. Jeffrey requested the Board authorize TNG to test the District's commercial meters.

Mr. Jeffrey presented a list of delinquent customers and reported the residents on the termination list were delinquent in payment of their water and sewer bills and were given written notification, in accordance with the District's Rate Order, prior to the meeting, of the opportunity to appear before the Board of Directors to explain, contest, or correct their bills and to show why utility services should not be terminated for reason of non-payment.

Following review and discussion, Director Buell moved to (1) approve the operator's report; (2) authorize TNG to test the District's commercial meters; and (3) authorize termination of delinquent accounts, in accordance with the District's Rate Order, and direct that the delinquent customer list be filed appropriately and retained in the District's official records. Director Scott seconded the motion, which passed unanimously.

DRAINAGE AND DETENTION FACILITY MAINTENANCE MATTERS

Mr. Miller reviewed the drainage and detention facility report, a copy of which is attached.

ENGINEER'S REPORT

Mr. Burgos reviewed the engineer's report, a copy of which is attached.

Mr. Burgos updated the Board on the status of construction of the water, sewer, and drainage facilities to serve Glen Oaks, Section 5, as detailed in the engineer's report.

Mr. Burgos updated the Board on the status of construction of the paving facilities to serve Glen Oaks, Section 5, as detailed in the engineer's report.

The Board considered acceptance of water line easement and a sanitary sewer easement, each from Magnolia I, L.P. Mr. Burgos stated that these are offsite easements to serve Glen Oaks, Section 5.

Mr. Burgos updated the Board on the Emergency Preparedness Plan.

Mr. Burgos updated the Board on the transfer of the lift station electricity account to the District's name.

Following review and discussion, Director Scott moved to (1) approve the engineer's report; and (2) accept the water line easement and a sanitary sewer easement, each from Magnolia I, L.P. Director Hammond seconded the motion, which passed unanimously.

JOINT MAINTENANCE AGREEMENT WITH THE HOA

The Board deferred discussion on this agenda item.

REPORT REGARDING DEVELOPMENT IN THE DISTRICT

There was no discussion on this agenda item.

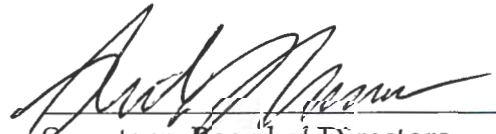
DISTRICT MEETING SCHEDULE

The Board concurred to hold the next regular meeting on July 26, 2022.

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

(SEAL)




Secretary, Board of Directors

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