

MINUTES
FORT BEND COUNTY MUNICIPAL UTILITY DISTRICT NO. 206

August 9, 2022

The Board of Directors (the "Board") of Fort Bend County Municipal Utility District No. 206 (the "District"), met in regular session, open to the public, on the 9th day of August, 2022, at the offices of Allen Boone Humphries Robinson LLP, 3200 Southwest Freeway, Houston, Texas, outside the boundaries of the District, and the roll was called of the members of the Board:

Robin Stoner	President
Amy Rozell	Vice President
Sandra Weider	Secretary
Kathrin Yokubaitis	Assistant Secretary
Cheryl A. Kainer	Assistant Vice President/Assistant Secretary

and all of the above were present, except Directors Rozell and Weider, thus constituting a quorum.

Also present at the meeting were: Mary Ann Mihills of Municipal Accounts & Consulting, L.P. ("MAC"); Mike Scott of Champions Hydro-Lawn, Inc. ("Champions"); Debbie Arellano of Bob Leared Interests; Angie Peters of Odyssey Engineering ("Odyssey"); Ryan Mapes of Si Environmental, LLC ("SiEnviro"); Debbie Shelton of Masterson Advisors LLC; and Suewan Johnson and Faye Simonds of Allen Boone Humphries Robinson LLP ("ABHR").

PUBLIC COMMENTS

Ms. Johnson offered any members of the public the opportunity to make public comment. There being no members of the public requesting to make public comment, Ms. Johnson moved to the next agenda item.

MINUTES

The Board considered approving the regular meeting minutes of July 12, 2022. After review and discussion, Director Stoner moved to approve the minutes as presented. Director Yokubaitis seconded the motion, which passed by unanimous vote.

FINANCIAL AND BOOKKEEPING MATTERS

Ms. Mihills distributed and reviewed the bookkeeper's report and presented checks for payment to the Board, a copy of which is attached.

The Board reviewed the District's Investment Policy to determine if any amendments were necessary. After discussion, the Board determined to make no amendments at this time.

Ms. Johnson reviewed a Resolution Establishing the Authorized Depository Institutions and Adopting List of Qualified Broker/Dealers with Whom the District May Engage in Investment Transactions. She stated that the bookkeeper has provided an updated list of the authorized depository institutions and broker/dealers with whom the District may engage in investment transactions as an exhibit to the Resolution.

Ms. Mihills then reviewed a Second Amendment to Bookkeeping Services Agreement between the District and MAC.

After review and discussion, Director Yokubaitis moved to: (1) approve the bookkeeper's report and payment of the bills; (2) adopt the Resolution Regarding Annual Review of Investment Policy; (3) adopt the Resolution Establishing the Authorized Depository Institutions and Adopting List of Qualified Broker/Dealers with Whom the District May Engage in Investment Transactions; and (4) approve the Second Amendment to Bookkeeping Services Agreement between the District and MAC and direct that the Agreement be filed appropriately and retained in the District's official records. Director Kainer seconded the motion, which passed by unanimous vote.

TAX ASSESSMENT AND COLLECTION MATTERS

Ms. Arellano distributed the tax assessor/collector's monthly report, a copy of which is attached. After review and discussion, Director Stoner moved to approve the tax assessor/collector's report and the checks presented for payment. Director Yokubaitis seconded the motion, which passed by unanimous vote.

DISCUSS 2022 TAX RATE, SET PUBLIC HEARING DATE, AND AUTHORIZE NOTICE OF PUBLIC HEARING REGARDING ADOPTION OF TAX RATE

Ms. Shelton distributed and reviewed a debt service tax rate analysis reflecting the recommendation for the District to levy a 2022 water, sewer, and drainage debt service tax rate of \$0.75 per \$100 of assessed valuation based on the District's initial 2022 certified value of \$177,019,540, plus \$530,930 representing the uncertified value under protest. A copy of the debt service tax rate analysis is attached. The Board then discussed the District's operation and maintenance tax rate. Ms. Johnson discussed the two-step process for setting the District's tax rate. The Board considered the District's 2022 tax rate.

Following review and discussion, Director Stoner moved to: (1) set the public hearing date for September 13, 2022; and (2) authorize the tax assessor/collector to publish notice of the District's meeting on September 13, 2022, to set the proposed 2022 total tax rate of \$1.46 per \$100 of assessed valuation, with \$0.75 allocated for debt service

on water, sewer, and drainage bonds, and \$0.71 allocated for operations and maintenance. Director Yokubaitis seconded the motion, which passed by unanimous vote.

OPERATION OF DISTRICT FACILITIES; HEARING ON TERMINATION OF WATER AND SEWER SERVICE TO DELINQUENT ACCOUNTS

Mr. Mapes distributed and reviewed the operator's report, a copy of which is attached.

Mr. Mapes reported on routine maintenance and repair items in the District.

Mr. Mapes 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.

Mr. Mapes reviewed recommended changes to the District's Rate Order due to SiEnviro's annual Consumer Price Index increase. Ms. Johnson stated that an amendment to the District's Rate Order will be included on the next meeting agenda.

Mr. Mapes stated he will provide a proposal for recommended preventative maintenance work at the next meeting.

Following review and discussion, Director Stoner moved (1) to approve the operator's report; and (2) that because the customers on the termination list were not present at the meeting to address the Board and had not submitted a written statement on the matter, to authorize the District's operator to proceed with termination of utility service for such customers in accordance with the District's Rate Order, and direct that the customer termination list be filed appropriately and retained in the District's official records. Director Kainer seconded the motion, which passed by unanimous vote.

STORM WATER FACILITIES MAINTENANCE AND OPERATIONS

Mr. Scott distributed and reviewed the monthly report on storm water facilities maintenance and operations for the District. A copy of the report is attached.

After review and discussion, Director Kainer moved to approve the storm water facilities maintenance and operations report. Director Yokubaitis seconded the motion, which passed by unanimous vote.

ENGINEERING MATTERS

Ms. Peters reviewed the engineer's report, a copy of which is attached. She updated the Board on construction projects underway, as reflected in her report.

Ms. Peters updated the Board on the construction of Wastewater Treatment Plant Phase 2. She reviewed and recommended approval of Pay Estimate No. 9 in the amount of \$28,710.00, submitted by T&C Construction ("T&C").

Ms. Peters updated the Board on the proposed emergency water interconnect with Fort Bend Municipal Utility District No. 30.

Ms. Peters stated that Odyssey is working with the TCEQ regarding a violation from 2020.

Following review and discussion, based on the engineer's recommendation Director Yokubaitis moved to approve the engineer's report and approve Pay Estimate No. 9 in the amount of \$28,710.00 to T&C, for the construction of Wastewater Treatment Plant Phase 2. Director Stoner seconded the motion, which passed by unanimous vote.

ATTORNEY'S REPORT

There was no discussion under this item.

CONFIRM DATE AND TIME OF NEXT MEETING

The Board concurred to hold the next regular meeting on September 13, 2022, at 12:30 p.m.

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

/s/ Sandra Weider
Secretary, Board of Directors



LIST OF ATTACHMENTS TO MINUTES

	Minutes
	<u>Page</u>
Bookkeeper's report.....	1
Tax assessor/collector's report	2
Debt service tax rate analysis	2
Operator's report.....	3
Monthly report on storm water facilities maintenance and operations	3
Engineer's report.....	4