

HARRIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 122
Minutes of Meeting of Board of Directors
July 27, 2022

The Board of Directors ("Board") of Harris County Municipal Utility District No. 122 ("District") met in regular session at the Board's regular meeting place on July 27, 2022, in accordance with the duly posted notice of public meeting, and the roll was called of the duly constituted officers and members of said Board of Directors, as follows:

Joycelyn Reese, President
Ronald F. Bennett, Vice-President
James H. Ragan, Jr., Secretary
John Hoxie, Assistant Secretary
John R. Marshall, Assistant Secretary

all of said persons were present, thus constituting a quorum.

Also present were: Patty Rodriguez of Bob Leared Interests, Inc. ("BLI"); Sabrina Alaquinez of Inframark, LLC ("Inframark"); Darrell Hawthorne of Municipal Accounts & Consulting, L.P. ("MA&C"); Robert Dazey and Madison Barrington of Quiddity Engineering LLC ("Quiddity"); Joyce Bennett, Bernice Sanders, Vicky McBride, and Captain James Phillips, members of the public; and Abraham Rubinsky, Katie Blasio and Kristi Tran-Chin of Schwartz, Page & Harding, L.L.P. ("SPH").

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

PUBLIC COMMENTS

The Board began by opening the meeting for public comments. Ms. McBride, Ms. Sanders and Captain Phillips introduced themselves to the Board. Captain Phillips and Ms. McBride then presented to and reviewed with the Board a handout regarding the need for increased law enforcement and security cameras within Colony Crossing subdivision, a copy of which is attached hereto as **Exhibit A**. It was requested that the Board consider contributing to the Colony Crossing Homeowners Association ("HOA") annual budget in the amount of \$234,000 for additional law enforcement officers and the purchase and installment of Flock Safety cameras in Colony Crossing subdivision.

A discussion ensued regarding such requests and HOA fees. After further discussion, the Board concurred to include an item on the agenda for next month's meeting to consider contribution to Colony Crossing HOA's proposal for participation in the costs of additional law enforcement services and a security enhancement system.

Captain Phillips, Ms. McBride and Ms. Sanders exited the meeting at this time.

APPROVAL OF MINUTES

The Board considered the review and approval of the minutes of its meeting held on June 22, 2022. After discussion, Director Marshall moved that the minutes of the Board's meeting held on June 22, 2022, be approved, as written. Director Ragan seconded said motion, which unanimously carried.

BOOKKEEPER'S REPORT

Mr. Hawthorne presented to and reviewed with the Board the Bookkeeper's Report dated July 27, 2022, a copy of which attached hereto as **Exhibit B**, including the disbursements presented for payment therein. After discussion, it was moved by Director Ragan that the Bookkeeper's Report be approved and the disbursements listed therein be approved for payment. Director Marshall seconded said motion, which unanimously carried.

Mr. Hawthorne then presented to and reviewed with the Board a Quarterly Investment Inventory Report, prepared by MA&C for the reporting period ended May 31, 2022, a copy of which is attached to the Bookkeeper's Report. After review of the Quarterly Investment Inventory Report and upon motion duly made by Director Ragan, seconded by Marshall and unanimously carried, said Quarterly Investment Inventory Report was approved and the District's Investment Officer was authorized to execute same on behalf of the Board and the District.

TAX ASSESSOR/COLLECTOR'S REPORT

Ms. Rodriguez presented to and reviewed with the Board the Tax Assessor/Collector's Report for the period ended June 30, 2022, which is attached hereto as **Exhibit C**, including the disbursements presented for payment from the Tax Account. After discussion, Director Marshall moved that (i) the Tax Assessor/Collector's Report be approved and the disbursements identified in said report be approved for payment from the Tax Account, and (ii) the Board's prior approval of the transfer of the Tax Account from Central Bank to Allegiance Bank be ratified. Director Bennett seconded said motion, which unanimously carried.

REPORT AND LEGAL ACTION TAKEN BY THE DISTRICT'S DELINQUENT TAX COLLECTIONS ATTORNEY

Mr. Rubinsky presented to and reviewed with the Board a Delinquent Tax Report received from Perdue, Brandon, Fielder, Collins & Mott, L.L.P. ("PBFCM"), the District's Delinquent Tax Collections Attorneys, dated July 27, 2022, a copy of which is attached hereto as **Exhibit D**. No action was required by the Board at this time.

OPERATIONS AND MAINTENANCE REPORT

Ms. Alaquez presented to and reviewed with the Board the Operations and Maintenance Report for the month of June 2022, a copy of which is attached hereto as **Exhibit E**, and discussed with the Board the various matters contained therein.

A discussion ensued regarding the District's Drought Contingency Plan ("DCP"). Ms. Alaquinez noted that Fort Bend Water Control & Improvements District No. 2 ("WCID No. 2") has not yet implemented its DCP; therefore, the District's DCP has not yet been triggered, but that Inframark will keep the Board updated with any changes regarding implementation of same.

It was noted that Frontier Communications ("Frontier") is in the District performing underground work and has damaged certain District facilities. Ms. Alaquinez advised the Board that Inframark will inspect same and prepare a back charge of all expenses to Frontier regarding any damages to District property caused by Frontier and keep a record of such correspondence.

Ms. Alaquinez next reviewed with the Board the delinquent accounts for the prior month. After discussion, Director Ragan requested that Inframark lock and pull the water meter on account nos. 122-00187-10 and 122-00333-10 if said accounts remain unpaid. Ms. Alaquinez noted Inframark would do so.

DISCUSSION REGARDING CITY OF MISSOURI MATTERS

The Board noted that no representative of the City of Missouri City was in attendance at today's Board meeting.

ENGINEERING REPORT

Mr. Dazey presented to and reviewed with the Board a written Engineering Report dated July 27, 2022, a copy of which is attached hereto as **Exhibit F**, relative to the status of engineering and construction projects within the District, and responded to several questions from the Board regarding ongoing projects.

In connection with the maintenance of the detention ponds owned by Harris County Flood Control District ("HCFCD") within Colony Crossing subdivision, Mr. Rubinsky advised the Board that the District received correspondence on behalf of Colony Crossing HOA, a copy of which is attached hereto as **Exhibit G**, regarding the maintenance of same. It was noted that the HCFCD owns the ponds but has never maintained them. It was noted that while there is not an official agreement between the District and the HOA, the HOA has historically budgeted for and maintained said detention ponds, and that it was the Board's understanding that the HOA would continue to handle said maintenance. It was also noted that a precedent has been established over the years by the HOA including such maintenance costs in its budget and maintaining a landscaper's contract for many years. After further discussion on the matter, the Board concurred to appoint Directors Reese and Marshall, with Director Ragan on standby, to a committee to meet and communicate with HCFCD and the HOA regarding the maintenance of said detention ponds, as necessary.

DEVELOPER'S REPORT

The Board deferred consideration of the developer's report, as no representative of any developer within the District was present at the meeting.

REQUESTS FOR UTILITY COMMITMENTS

The Board deferred consideration of the issuance of utility commitments after noting that no additional formal requests for same had been received during the previous month.

ATTORNEY'S REPORT

The Board next considered the Attorney's Report. Mr. Rubinsky advised he had nothing further to discuss with the Board of a legal nature which was not covered elsewhere on the agenda.

CLOSED SESSION

The Board determined it would not be necessary to enter into Closed Session at this time.

FUTURE AGENDA ITEMS

The Board considered items for placement on a future agenda. Mr. Hawthorne requested that an item be added to the agenda for the next Board meeting regarding the approval of an Amended and Restated Agreement for Bookkeeping Services by and between the District and MA&C.

ADJOURNMENT

There being no further business to come before the Board, upon motion made by Director Marshall, seconded by Director Reese and unanimously carried, the meeting was adjourned.




Secretary

List of Attachments to Minutes

- Exhibit A – Handout regarding Need for Increased Law Enforcement and Cameras within Colony Crossing
- Exhibit B – Bookkeeper's Report
- Exhibit C – Tax Assessor-Collector's Report
- Exhibit D – Delinquent Tax Report
- Exhibit E – Operations and Maintenance Report
- Exhibit F – Engineering Report
- Exhibit G – Correspondence from Colony Crossing Homeowners Association regarding Detention Pond Maintenance