

MINUTES OF REGULAR MEETING
HARRIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 11
HARRIS COUNTY, TEXAS

28 September 2022

THE STATE OF TEXAS §
COUNTY OF HARRIS §

The Board of Directors (the "Board") of Harris County Municipal Utility District No. 11 (the "District") met in regular session, open to the public at 5:00 p.m. on the 28th day of September 2022 at the offices of Coats Rose, P.C., 9 Greenway Plaza, Suite 1000, Houston, Texas 77046, outside the boundaries of the District, and the roll was called of the duly constituted officers and members of the Board, to-wit:

Kenneth D. Vasina	President/Investment Officer
Cynthia Ann Cruz	Vice President
Tammy B. Rose	Secretary/Treasurer
Marvin L. Zahradnik	Assistant Secretary/Treasurer
Luther F. Cowling	Assistant Vice President

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

Also present were Claudia Redden of Claudia Redden & Associates, L.L.C., the District's Bookkeeper; Troy Bordelon, P.E., and Hala Abdo, P.E., of A&S Engineers, Inc. ("A&S"), the District's Engineer; Chris Townsend of Water District Management Company, Inc. the District's Operator; Cole Konopka, Christopher Hsu, and David Green of Coats Rose, P.C., the District's Attorney; JoAnn Vasina, an interested party; and Leroy Rose, a resident of the District.

Director Vasina called the meeting to order.

Approval of Minutes

The Board first considered approval of the minutes of the meetings of 24 August 2022 and 7 September 2022. Director Zahradnik requested a revision to page 2 of the minutes of 7 September 2022 relating to the discussion about the schedule for the Harris County Sheriff's Deputy who patrols in the District. Director Vasina requested a correction to page 3 of the minutes of 7 September 2022 regarding the date for the public hearing to be held in connection with the proposed 2022 tax rate for the District. After discussion, upon a motion duly made and seconded, the Board voted unanimously to approve the minutes of the meeting of 24 August 2022 as written and the minutes of the meeting of 7 September 2022 as amended.

Operator's Report

Mr. Townsend presented the Operator's Report, a copy of which is attached hereto as an exhibit to these minutes. Mr. Townsend stated that the total water accountability rate for the District's wells was 96.8% for the month of August 2022. He noted that the results of the bacteriological tests performed on samples of the District's water indicated that no coliform organisms were present. Mr. Townsend then reported that the District's Wastewater Treatment Plant (the "Plant") treated an average flow of 264,000 gallons per day during the month, representing a flow equal to 52.8% of the design capacity for the Plant. Also reviewed was the Arsenic Analysis Report, a copy of which is included with the Operator's Report.

Lead and Copper Rule Revision. Mr. Townsend discussed with the Board matters relating to the most recent revision to the Lead and Copper Rule promulgated by the U.S. Environmental Protection Agency (the "EPA"). He stated that the District's Operator was working with A&S to determine how best to proceed on compiling the lead service line inventory that must be submitted to the EPA by October 2024.

Then, after review, upon a motion duly made and seconded, the Board voted unanimously to accept the Operator's Report.

Termination of Service

Consideration was then given to the termination of water and sewer service to certain delinquent accounts. The President recognized Mr. Townsend, who advised the Board that the requisite notifications had been given to each customer and that each customer was advised of the date, time, and place of the Board meeting which they could attend to discuss termination of service. The Board noted that there were no customers present to protest the utility billings. After discussion, upon a motion duly made and seconded, the Board voted unanimously to authorize the Operator to terminate the water and sewer service to those accounts listed on the termination list.

Engineer's Report

Then Mr. Bordelon presented the Engineer's Report, a copy of which is attached hereto as an exhibit.

Rehabilitation of Sanitary Sewer Lines in Woodgate Subdivision, Sections 1 and 2 (the "Sewer Repairs"). Mr. Bordelon reported on the status of the contract with King Solution Services LLC ("KSS") for the Sewer Repairs. Mr. Bordelon stated that A&S is still waiting on CenterPoint Energy Houston Electric, LLC to provide the easements for the neighboring tract. He added that KSS plans to return to the worksite next week to complete all other outstanding items.

Request for Service / Taco Bell Restaurant. Mr. Bordelon reported on the request for service from the new Taco Bell restaurant located on Veterans Memorial Drive north

of Aldine Western Road (the "Restaurant"). He stated that A&S is awaiting receipt of a revised set of drawings for the Restaurant. Mr. Bordelon remarked that A&S is coordinating the execution of the instruments for the proposed Water Line Easement and Sanitary Sewer Line Easement.

Request for Service and Annexation / 1.94-acre tract on Aldine Western Road. Mr. Bordelon stated that he had nothing new to report at this time with regard to the request from Late Model Investments, LLC for service to and annexation of a 1.94-acre tract of land located at 1930 Aldine Western Road.

Status of Storm Sewer Outfall Pipes Into Drainage Channels and Roadside Ditches along Veterans Memorial Drive (the "Outfalls"). The Board discussed matters relating to the Outfalls. Mr. Bordelon stated that the Harris County Flood Control District (the "HCFCD") had informed the District's Engineer that the clearing of vegetation from areas around the Outfall pipes had been addressed. He stated that A&S will inspect the Outfalls to confirm that the clearing of vegetation was complete.

Arsenic Remediation System at Water Plant No. 2 (the "Arsenic System"). Mr. Bordelon reported that the Texas Commission on Environmental Quality (the "Commission") had granted conditional approval to the District to allow the use of the Arsenic System with the Tonka Simul-Wash System for backwashing and pretreatment with sodium hypochlorite, carbon dioxide, and ferric chloride as treatment for the removal of arsenic. He called the Board's attention to a letter dated 13 September 2022 from Stephanie Escobar of the Commission, a copy of which is included with the Engineer's Report. Mr. Bordelon explained to the Board that the Commission had previously approved the Arsenic System many years ago and the District at this time was only requesting Commission approval for adding air to the Tonka Simul-Wash System as part of the arsenic remediation process. He went on to say that A&S would strive to clarify this matter for the Commission.

Water Supply and Groundwater Reduction Plan Wholesale Agreement (the "GRP Agreement"). The Board discussed matters relating to the GRP Agreement dated 5 March 2003 between the District and the City of Houston (the "City"). Mr. Bordelon reported that the District's Engineer followed up with EJES Incorporated ("EJES"), the design consulting engineer for the City's proposed surface water line (the "City Water Line"), regarding the status of the proposed meeting with the City regarding the final route for the City Water Line. To date, he told the Board, EJES has not responded. Mr. Bordelon stated that A&S had met with the engineer for Forest Hills Municipal Utility District ("Forest Hills MUD") regarding the proposed shared water transfer line (the "Transfer Line"). He stated that Forest Hills MUD expressed an interest in participating with the District on the Transfer Line and will reach out to Mount Houston Road Municipal Utility District ("Mount Houston Road MUD") about that district's potential participation in the project. Once Mount Houston Road MUD has been contacted regarding the Transfer Line project, he continued, A&S will schedule a meeting for all interested parties.

After discussion, the Board directed the District's Attorney to prepare a letter from the Board to the City requesting that the City provide the District with a finalized set of plans detailing the City Water Line.

Central Harris County Regional Water Authority (the "CHCRWA"). Mr. Bordelon stated that he had nothing new to report at this time regarding the CHCRWA's proposed surface water transmission line project to provide surface water to Harris County Municipal Utility District No. 33 and Fallbrook Utility District.

Traffic Issues in Woodgate Subdivision, Section 3 ("Section 3"). The Board briefly discussed matters relating to traffic issues in Section 3, including the District's request for the installation of a traffic light at the intersection of Veterans Memorial Drive and Marshwood Road. Mr. Bordelon reported that the District's Engineer was awaiting an update from Harris County Commissioner Precinct 1 in connection with the study to be prepared by the Harris County Traffic Study Department.

Potential Capital Improvement Projects at the District's Facilities. The Board discussed matters relating to the draft Table IV – Cost Summary that was presented at the Board's meeting on 23 March 2022. Mr. Bordelon reviewed with the Board the Completion Schedule regarding all projects included in Table IV that are related to the conversion of the District's water distribution system to surface water. A copy of the Completion Schedule is included with the Engineer's Report. The Directors then expressed their desire for the District's Engineer to commence preparation of the Bond Application Report (the "BAR") in connection with the proposed sale of the District's Series 2023 Bonds in the amount of \$7,300,000.

Then, after review, upon a motion duly made and seconded, the Board voted unanimously to accept (1) the Engineer's Report; and (2) authorize the District's Engineer to prepare the BAR as described above.

Security Patrol Report

Director Zahradnik presented a report on security-related matters in the District. He informed the Board that he had met with Deputy D. Jackson, who is temporarily assigned to the patrol in the District in the absence of Deputy Francisco Avila. Director Zahradnik stated that he and Deputy Jackson toured the District and discussed areas of concern therein.

Reschedule Board of Directors Meetings

Consideration was then given to rescheduling the 23 November 2022 Board meeting in view of the Thanksgiving holiday. After discussion, the Directors agreed to meet on Tuesday, 15 November 2022.

The Directors then considered rescheduling the 28 December 2022 Board meeting in view of the Christmas holiday. After discussion, the Directors agreed to meet on Tuesday, 20 December 2022.

Attorney's Report

Mr. Konopka presented the Attorney's Report.

Advanced Review of Compliance History. Mr. Konopka reviewed with the Board the TCEQ Advanced Review of Compliance History ("ARCH") report, a copy of which is attached hereto as an exhibit to these minutes. He explained that the Commission rates the compliance history of all organizations under Title 30, Texas Administrative Code, Chapter 60, evaluates the compliance history of each site, and classifies each site as "High," "Satisfactory," "Unsatisfactory," or "Unclassified." Mr. Konopka stated that the District's Attorney had registered as an ARCH user for the District and had forwarded a copy of the ARCH report for the District to the District's Engineer and Operator. He noted that the District and the Plant had both received a Compliance History Classification of "Satisfactory."

DoLe Detention Pond / Demand Letter. Mr. Konopka presented the Board with a copy of the letter (the "Demand Letter") dated 21 September 2022 from the District to DoLe Investments, L.L.C. ("DoLe") requesting that DoLe address the vegetation overgrowth in the detention pond on their property. A copy of the Demand Letter is attached hereto as an exhibit to these minutes.

HCFCFCD / Maple Ridge Place Detention Ponds. Then Mr. Konopka presented for the Board's review a draft letter from the District to the HCFCFCD, requesting that the HCFCFCD consider assuming the responsibility for maintaining the stormwater detention ponds that serve the Maple Ridge Place Subdivision in the District. After discussion, upon a motion duly made and seconded, the Board voted unanimously to authorize Director Vasina to execute the Request Letter. A copy of the executed Request Letter is attached hereto as an exhibit to these minutes.

Bookkeeper's Report

Ms. Redden presented the Bookkeeper's Report for the Board's consideration. She commented on the income to the District, summarized the activity in each of the District's accounts, and listed the balance in each account. Ms. Redden discussed the District's investment information with the Board and reviewed the District's Investment Report, as included in the Bookkeeper's Report. She noted that TexPool had paid an average interest rate of 2.167% per annum for the reporting period. Ms. Redden then reviewed with the Board the Special Projects Report. A copy of the Special Projects Report is attached hereto as an exhibit to these minutes.

Maple Ridge Place Community Association, Inc. (the "Community Association"). Ms. Redden reviewed with the Board the schedule prepared by the District's

Bookkeeper that denotes the balance of the deposit (the "Deposit") placed with the District by the Community Association for the expenses incurred by the District for the maintenance and permitting of the stormwater detention pond serving the Maple Ridge Place Subdivision during the period of December 2004 to August 2022. A copy of the schedule is attached hereto as an exhibit to these minutes. After discussion, the Directors expressed their desire for the District's Bookkeeper to transmit a check to the Community Association in the amount of \$32,873.32, which amount represents the \$30,000 Deposit, plus interest, and less permit expenses (the "Deposit Refund").

The Board then completed the review of the invoices to the District and the checks prepared in payment thereof. After further discussion, upon a motion duly made and seconded, the Board voted unanimously to: (1) accept the Bookkeeper's Report; (2) authorize the payment of the District's bills; (3) approve the Investment Report; and (4) authorize payment of the Deposit Refund to the Community Association.

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

Secretary, Board of Directors

SEAL

Harris County Municipal Utility District No. 11
Meeting of 28 September 2022
Attachments

1. Operator's Report;
2. Engineer's Report;
3. TCEQ Advanced Review of Compliance History
4. Letter to DoLe Investments;
5. Letter to Harris County Flood Control District;
6. Bookkeeper's Report;
7. Special Projects Report; and
8. Schedule of Deposit / Maple Ridge Place Detention Ponds.