

**MINUTES OF MEETING
OF THE
BOARD OF DIRECTORS**

September 8, 2022

THE STATE OF TEXAS §

COUNTY OF HARRIS §

HARRIS COUNTY FRESH WATER SUPPLY DISTRICT NO. 58 §

The Board of Directors of Harris County Municipal Fresh Water Supply District No. 58 met in regular session, open to the public, at its regular meeting place inside the boundaries of the District on September 8, 2022; whereupon, the roll was called of the members of the Board of Directors, to-wit:

Harry Haupt	President
Ron Warfield	First Vice President/Asst. Secretary
O.J. Armstrong	Second Vice President
Ed Cooke	Secretary
Larry Stefaniak	Treasurer

All members of the Board of Directors were present except Directors Cooke and Stefaniak.

Also present were Chris Richardson of Strawn & Richardson, P.C.; Josh Maas of M. Marlon Ivy & Associates, Inc.; Brenda McLaughlin of Bob Leared Interests; Leonard Schweinle; and a District resident.

WHEREUPON, the meeting was called to order by the President and evidence was presented that public notice of the meeting was given in compliance with the law.

1. PUBLIC COMMENTS. A resident asked about the District's bond election and the sewer rehabilitation. Director Haupt explained T. Gray Construction is the contractor for

the sewer rehabilitation and the work had been slow due to COVID. He also informed the resident that the District issued \$3 million in bonds for various projects. Josh Maas stated they are currently adding inflow protectors to the manholes.

2. MINUTES OF MEETING. The next item to come before the Board of Directors was the review and approval of the minutes of the meeting of August 11, 2022. Following a discussion, it was moved by Director Armstrong and seconded by Director Haupt that the minutes of the meeting of August 11, 2022 be approved, which carried unanimously, 3-0.

3. MANAGEMENT AND SECURITY REPORT. The Board reviewed the Security Report.

Director Haupt stated Director Armstrong is running the committee for security.

4. OPERATOR'S REPORT. Josh Maas presented the monthly operations report for the month of August, a copy of which is attached as Exhibit "A". He reported the District has 649 water connections. He noted the Sewage Treatment Plant was compliant with its permit for the month, operating at 20% of capacity. Accountability for the water system was at 92.82%.

Mr. Maas presented for approval a proposal for facility inspections from Houston Inspections.

Following further discussion, it was moved by Director Warfield and seconded by Director Armstrong that the operator's report be approved, and that the proposal from Houston Inspections be approved, which motion carried unanimously, 3-0.

5. ENGINEER'S REPORT. Director Haupt reviewed the Engineer's Report, a copy of which is attached hereto as Exhibit "B". The Board discussed the Rehabilitation of the Sanitary Sewer System Phases 1B and 2.

The Board next discussed the Eagle Point Lift Station.

The Board discussed the Squaw Valley Area Culvert Installation. Director Haupt stated that the engineer recommends approval of Change Order No. 3, in the amount of \$85,013.90, for the Whitefeather culverts and swales around the Pro Shop. Following further discussion, it was moved by Director Armstrong and seconded by Director Warfield that Change Order No. 3 be approved, which motion carried unanimously, 3-0.

The Board also discussed the drainage swales at the Golf Course.

The Board discussed the emergency interconnect request from the City of Houston.

Following further discussion, it was moved by Director Warfield and seconded by Director Armstrong that the engineer's report be approved, along with the items presented and discussed, which motion carried unanimously, 3-0.

6. TAX ASSESSOR'S REPORT AND DELINQUENT TAX REPORT. Brenda McLaughlin presented the tax report for the month of August 2022, a copy of which is attached as Exhibit "C". The report reflected the District has collected 97.09% of its 2021 taxes and 98.52% of its 2020 taxes.

Ms. McLaughlin also reviewed the delinquent tax report.

Following a discussion, it was moved by Director Warfield and seconded by Director Armstrong that the report be approved, along with the checks on the tax account, which motion carried unanimously, 3-0.

7. 2022 TAX RATE. The Board reviewed the 2022 Tax Rate Recommendation from the financial advisor, a copy of which is attached as Exhibit "D". Mr. O'Hara has recommended decreasing the debt service tax rate from \$0.17 to \$0.15 and decreasing the maintenance tax rate

from \$0.409 to \$0.40885 for a total tax rate of \$0.55885. Ms. McLaughlin stated she will advertise in the Lake Houston Observer and the public hearing to set the tax rate would be listed as the next regular meeting, on October 13, 2022 at 7:00 p.m.

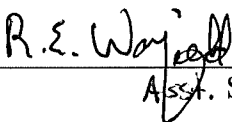
Following further discussion, a motion was made by Director Warfield and seconded by Director Armstrong to consider setting the debt service tax rate at \$0.15, and the maintenance tax rate at \$0.40885, for a total tax rate of \$0.55885, to set a public hearing for October 13, 2022 at 7:00 p.m., and to authorize publication of the required notice for such hearing in the Lake Houston Observer, which motion carried unanimously, 3-0.

8. TREASURER’S REPORT. Director Haupt presented the report, a copy of which is attached as Exhibit “E”. The Board reviewed the checks, investments, and financial statements. Director Haupt reviewed the profit and loss statement, the balance sheet and the general ledger for the general fund, the debt service fund and the capital projects fund.

Following further discussion, it was moved by Director Warfield and seconded by Director Armstrong that the Treasurer’s report, and those checks as listed thereon be approved, which motion passed unanimously, 3-0.

9. ADJOURNMENT/ OTHER BUSINESS. There being no further business, a motion was made, seconded, and unanimously carried, that the meeting be adjourned.

PASSED, ADOPTED and APPROVED this 13th day of October, 2022.



Asst. Secretary

