

## SPANISH COVE PUBLIC UTILITY DISTRICT

Minutes of Meeting of Board of Directors  
September 6, 2022

The Board of Directors (the "Board") of Spanish Cove Public Utility District met at 102-A Spanish Cove Dr., Crosby Texas 77532 on September 6, 2022 in accordance with the duly posted notice of said meeting, with the following members present as following:

Eldon Gizinski, President  
Doyle Bowers, Vice President  
Tommy Curry, Secretary  
Don Housely Jr., Director

and the following absent:

David Hilditch, Treasurer

Also present were Ms. Debbie Arellano, tax assessor-collector for the District, and Mr. John Davis, operator for the District.

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

1. The Board first considered approval of the minutes of the meeting held on August 2, 2022. Upon motion duly made, seconded and unanimously carried, the Board approved the minutes as presented.

2. The Board opened the floor for public comment. None was offered.

3. Ms. Arellano presented the tax assessor-collector's report, copy attached. She reported that the District's 2021 taxes are 98.6% collected. As for the accounts that remain delinquent, the District's delinquent tax attorney, Purdue Brandon, recommended that water terminations be performed following appropriate notification to the residents in question. Subject to that discussion, upon motion duly made, seconded and unanimously carried, the Board approved the tax assessor-collector's report as presented, including the checks listed thereon.

4. The Board then considered the bookkeeper's report, copy attached. Subject to that discussion, upon motion duly made, seconded and unanimously carried, the Board approved the bookkeeper's report as presented, including the checks listed thereon.

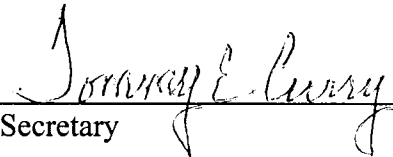
5. Ms. Arellano presented a recommendation with respect to the District's 2022 tax rate. The Board reviewed the analysis and recommendation. The Board considered the attached Resolution Finding District to be Low Tax Rate, Developed, Developing, or Developed District in a Declared Disaster Area, Calling Public Hearing on 2022 Tax Rate, and Authorizing Tax Assessor-Collector to Prepare and Publish Notice of the Public Hearing. After discussion, upon unanimous vote, the Board found that the District is a Developed district under Texas Water Code §49.23602 and adopted the attached Resolution so stating. The Board also authorized publication of a Notice of a

Public Hearing on October 4, 2022, at which the Board will consider adoption of a total 2022 tax rate of \$0.54317 per \$100 assessed valuation. The attorney noted that after considering a proposed tax rate, the District must update the transparency report required by Section 26.18 of the Texas Tax Code. Upon unanimous vote, the Board authorized the attorney to update the compliance document and post it on the internet.

6. The Board considered a Resolution Adopting an Operating Budget for the Fiscal Year Ending September 30, 2023. Upon motion duly made, seconded, and unanimously carried, the Board approved the budget as presented.

7. Mr. Davis presented the operator's report, copy attached. He noted the repair of two water line leaks, one on Spanish Cove Drive and the other on Casa Tejas. He also noted that seven meter boxes were replaced during the prior month.

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

  
Secretary