

HARRIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 157

Minutes of Meeting of Board of Directors

October 18, 2022

The Board of Directors (“Board”) of Harris County Municipal Utility District No. 157 (“District”) met at 2727 Allen Parkway, Suite 1100, Houston, Harris County, Texas, on October 18, 2022, in accordance with the duly posted notice of the meeting, with a quorum of directors present as follows:

Leonard Spearman, President
Perla I. Flores, Vice President
Betty Niblett, Secretary
Jason Valenzuela, Director
Vacant

and the following absent:

None.

Also present were Ms. Diane Bailey of McLennan & Associates, LP; Mr. Calvin Browne of Municipal District Services; Ms. Patty Rodriguez of Bob Leared Interests; Mr. Ethan DeMary of Brown & Gay Engineers, Inc.; LLC; Ms. Karen Sears of Storm Water Solutions; Ms. Ms. Kathryn Foss of Municipal Financial Services, LLC; and Mr. James D. Bonham, attorney for the District.

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

1. The Board reviewed the minutes of the meeting of September 20, 2022, and upon unanimous vote, the minutes were accepted and approved.

2. Ms. Diane Bailey presented the bookkeeper’s report reflecting activity in all accounts including the sewage treatment plant account. The Board considered invoices presented by the bookkeeper and a schedule of District investments. The Board also reviewed the comparison of actual versus budgeted revenues and expenditures for the general fund and sewage treatment plant account for the fiscal year ending December 31, 2022. After review and discussion, upon unanimous vote, the Board approved the bookkeeper’s report and the checks listed thereon.

3. Ms. Patty Rodriguez presented the tax assessor/collector’s report reflecting the year 2021 taxes to be 99.14% collected. The Board reviewed activity in the tax account and a schedule of delinquent taxes. Upon motion duly made, seconded, and unanimously carried, the Board approved the tax assessor/collector’s report and the checks drawn on the tax account.

4. The Board acknowledged publication of Notice of a Public Hearing to consider the District’s 2022 tax rate for the year 2022. The Board opened the meeting for public

comment or question and, hearing none, the hearing was closed. The Board then considered the attached Order adopting the District's 2022 tax rate, and upon unanimous vote, the Order was approved and executed.

5. The Board then considered amendment of the District's rate order to increase rates to cover the anticipated budget shortfall. The Board recognized Ms. Kathryn Foss of Municipal Financial Services, LLC, who presented various schedules and projected revenue calculations for the Board's consideration. After discussion, upon unanimous vote, the Board adopted an amended rate order effective immediately.

6. Mr. Calvin Browne presented the operator's report reflecting the total connections in the District to be 4,151. The Board reviewed the regulatory information and the water production and consumption data reflecting 91.41% of the water pumped during the previous month had been accounted for. The operator reported on the operation of the water plants and the sewage treatment plant and reviewed with the Board the required repairs and maintenance to the District's facilities. Mr. Browne reported on the status of acquisition and installation of smart meters in the District. The Board also reviewed the billing and collections data which appear in the report. After discussion, upon unanimous vote, the Board approved the operator's report including all action items and authorized termination of service to all customers with delinquent accounts in accordance with the District's Rate Order.

7. Mr. Ethan DeMary presented the engineer's report. Mr. DeMary reported on the status of the District's waste discharge permit renewal application and the status of the engineer's report for the anticipated bond application. After discussion by the Board, upon unanimous vote, the Board approved the engineer's report.

8. The Board then considered the attached Order Adding 1.51-acres of Land to the District, and upon unanimous vote, the Order was approved by the Board.

9. The Board then considered an application to the Texas Commission on Environmental Quality for issuance of bonds and upon unanimous vote, the application was approved by the Board.

10. The Board then recognized Ms. Karen Sears who presented the Storm Water Solutions report on all properties maintained by Storm Water. Ms. Sears presented a proposal for cleaning an OGT facility and the Board deferred the matter for future consideration.

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

Secretary