

MINUTES
GALVESTON COUNTY MUNICIPAL UTILITY DISTRICT NO. 68

January 17, 2023

The Board of Directors (the "Board") of Galveston County Municipal Utility District No. 68 (the "District") met in regular session, open to the public, on the 17th day of January, 2023, at Allen Boone Humphries Robinson LLP, 3200 Southwest Freeway, Houston, Texas, outside the boundaries of the District, and the roll was called of the members of the Board being present in person or by video:

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| Suzanne Ross | President |
| Randy Trncak | Vice President |
| Cory Burton | Secretary |
| Joanne Lannin | Assistant Secretary |
| Bobby Rich | Assistant Vice President |

and all of the above were present, thus constituting a quorum.

Also attending the meeting were Renee Butler of McLennan & Associates, L.P.; Odett Newman of Bob Leared Interests; Jason Robinett of Costello, Inc. ("Costello"); Scott Gray of Champions Hydro-Lawn, Inc.; Spencer Day of Masterson Advisors LLC; Arturo Gonzalez of M/I Homes of Houston, LLC; Bill Frey of Frey Development Companies, Inc.; and Heather Trachtenberg and Kathryn Easey of Allen Boone Humphries Robinson LLP ("ABHR").

PUBLIC COMMENT

There were no public comments.

APPROVE MINUTES

The Board considered approving the minutes of the November 15, 2022, meeting. After review and discussion, Director Burton moved to approve the minutes, as submitted. Director Lannin seconded the motion, which passed unanimously.

FINANCIAL AND BOOKKEEPING MATTERS

Ms. Butler reviewed the bookkeeper's report and the investment report, copies of which are attached. Following review and discussion, Director Burton moved to approve the bookkeeper's report and investment report and authorize payment of the District's bills. Director Ross seconded the motion, which passed unanimously.

ANNUAL DISCLOSURE STATEMENTS FOR INVESTMENT OFFICER AND BOOKKEEPER

In accordance with the District's Investment Policy, the Board considered the annual disclosure statements of Derek Davenport and Jorge Diaz as the District's bookkeeper and investment officer, respectively. Ms. Trachtenberg explained that the statements disclose any relationships with entities or individuals who are offering, have offered, or may offer to engage in an investment transaction with the District, and the disclosure statements will be filed with the Texas Ethics Commission and the District. After review and discussion, Director Lannin moved to accept the disclosure statements as presented and to authorize they be appropriately filed. Director Ross seconded the motion, which passed unanimously.

ANNUAL REPORT REGARDING POST-ISSUANCE COMPLIANCE POLICY

Ms. Trachtenberg reported on the District's compliance activities during the prior calendar year related to bond financings. She stated that no corrective action is required at this time.

TAX ASSESSMENT AND COLLECTION MATTERS

Ms. Newman presented and reviewed the tax assessor/collector's reports for the months of November and December, including the bills presented for payment and the delinquent tax roll. Copies of the tax reports are attached. After review and discussion, Director Rich moved to approve the tax assessor/collector's reports and payment of the tax bills. Director Ross seconded the motion, which passed unanimously.

RESOLUTION REQUESTING APPRAISAL OF PROPERTY AND CERTIFICATE OF ESTIMATED APPRAISED VALUE

The Board considered adopting a Resolution Requesting Appraisal of Property and Certificate of Estimated Appraised Value ("Resolution"), requesting that the Galveston Central Appraisal District provide the total appraised value of taxable property within the District as of January 1, 2023, and authorize the tax assessor/collector to order certificates of assessed value. Following review and discussion, Director Burton moved to adopt the Resolution, authorize the tax assessor/collector to order certificates of assessed value, and direct that the Resolution be filed appropriately and retained in the District's official records. Director Ross seconded the motion, which passed unanimously.

DETENTION POND AND OUTFALL CHANNEL FACILITIES REPORT

Mr. Gray presented and reviewed the detention and drainage facilities report, a copy of which is attached.

MS4 STORM WATER MANAGEMENT MATTERS

There was no update regarding MS4 storm water management matters.

ENGINEERING MATTERS

Mr. Robinett presented and reviewed a report on engineering matters, a copy of which is attached.

Mr. Robinett requested the Board authorize Costello to begin design of the Trails at Woodhaven Lakes Section 2 facilities.

Mr. Robinett updated the Board regarding construction of the paving and water, sewer, and drainage facilities to serve Trails at Woodhaven Lakes, Section 1. He reviewed and recommended approval of Pay Estimate No. 6 in the amount of \$147,392.50 and Pay Estimate No. 7 in the amount of \$16,150.00, payable to Principal Services ("Principal").

Mr. Robinett updated the Board regarding construction of the water, sewer, and drainage facilities to serve Ambrose, Section 2. He reviewed and recommended approval of Pay Estimate No. 3 in the amount of \$63,050.00, payable to Crostex Construction Inc. ("Crostex").

Mr. Robinett updated the Board on the status of bond application no. 5.

Following review and discussion, Director Rich moved (1) to approve the engineer's report; (2) to authorize Costello to begin design of the Trails at Woodhaven Lakes Section 2 facilities; (3) based on the engineer's recommendation, to approve Pay Estimate No. 6 in the amount of \$147,392.50 and Pay Estimate No. 7 in the amount of \$16,150.00, payable to Principal, for construction of the paving and water, sewer, and drainage facilities to serve Trails at Woodhaven Lakes, Section 1; and (4) based on the engineer's recommendation, to approve Pay Estimate No. 3 in the amount of \$63,050.00, payable to Crostex for construction of the water, sewer, and drainage facilities to serve Ambrose, Section 2. Director Ross seconded the motion, which passed unanimously.

REVIEW AND UPDATE EMINENT DOMAIN REPORT TO THE TEXAS COMPTROLLER

Ms. Trachtenberg reported ABHR has filed the District's Eminent Domain Authority Annual Report with the Comptroller of the State of Texas.

REPORT REGARDING DEVELOPMENT

Mr. Gonzalez generally discussed development in the District.

NEXT MEETING DATE AND AGENDA ITEMS

Following discussion, the Board concurred to hold its next meeting on February 21, 2023, at 11:30 a.m.

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

SEAL




Secretary, Board of Directors

ATTACHMENTS TO MINUTES

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