

MINUTES
GALVESTON COUNTY MUNICIPAL UTILITY DISTRICT NO. 68

February 21, 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 21st day of February, 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:

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 except Director Trncak, thus constituting a quorum.

Also attending the meeting in person were Renee Butler of McLennan & Associates, L.P.; Odett Newman of Bob Leared Interests; Jason Robinett of Costello, Inc. ("Costello"); Perry Miller of Champions Hydro-Lawn, Inc. ("Champions"); Spencer Day of Masterson Advisors LLC; and Heather Trachtenberg, Franky B. Wallace and Kathryn Easey of Allen Boone Humphries Robinson LLP.

Director Trncak participated by teleconference.

PUBLIC COMMENT

There were no public comments.

APPROVE MINUTES

The Board considered approving the minutes of the January 17, 2023, meeting. After review and discussion, Director Ross moved to approve the minutes, as submitted. Director Burton 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. The Board reviewed the budget and discussed expense overages and additional expense line items. 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 Lannin seconded the motion, which passed unanimously.

TAX ASSESSMENT AND COLLECTION MATTERS

Ms. Newman presented and reviewed the tax assessor/collector's report, including the bills presented for payment and the delinquent tax roll. A copy of the tax report is attached. After review and discussion, Director Burton moved to approve the tax assessor/collector's report and payment of the tax bills. Director Ross seconded the motion, which passed unanimously.

ADOPT RESOLUTION CONCERNING EXEMPTIONS FROM TAXATION

Ms. Trachtenberg reviewed a Resolution Concerning Exemptions from Taxation reflecting that the Board rejects any exemptions for residential homesteads. After review and discussion, Director Burton moved to adopt the Resolution Concerning Exemptions from Taxation and direct that the Resolution be filed appropriately and retained in the District's official records. Director Rich seconded the motion, which passed unanimously.

DETENTION POND AND OUTFALL CHANNEL FACILITIES REPORT

Mr. Miller presented and reviewed the detention and drainage facilities report, a copy of which is attached. Mr. Miller stated no action is needed on the proposal from Champions in the amount of \$9,500.00 for swale desilting. He reported that M/I Homes of Houston, LLC used their vendor to address the repairs.

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 updated the Board on the status of design of mass grading and water, sewer and drainage facilities to serve Trails at Woodhaven Lakes Section 2.

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. 8 and Final in the amount of \$195,812.24, payable to Principal Services ("Principal"). He also reviewed and recommended approval of Change Order No. 2 for Final Quantity Adjustment to the contract with Principal to decrease the contract in the amount of \$153,636.00. The Board determined that Change Order No. 2 for Final Quantity Adjustment is beneficial to the District.

Mr. Robinett updated the Board regarding construction of the water, sewer, and drainage facilities to serve Ambrose, Section 2. He stated he had no items for the Board's approval.

Mr. Robinett stated bond application no.5 was submitted to the Texas Commission on Environmental Quality ("TCEQ") on February 10, 2023, and the TCEQ declared the application to be administratively complete on February 10, 2023.

Following review and discussion, Director Ross moved (1) to approve the engineer's report; and (2) based on the engineer's recommendation and the Board's finding that the change order is beneficial to the District, to approve Pay Estimate No. 8 and Final in the amount of \$195,812.24 and Change Order No. 2 for Final Quantity Adjustment in the amount of \$153,636.00 as a decrease to the contract with Principal for the construction of the paving and water, sewer, and drainage facilities to serve Trails at Woodhaven Lakes, Section 1. Director Lannin seconded the motion, which passed unanimously.

SECOND AMENDMENT TO AGREEMENT BETWEEN OWNER AND ENGINEER FOR PROFESSIONAL SERVICES

Mr. Robinett presented and reviewed a proposed update to Costello's rate schedule with the Board. He then requested that the Board consider approving a Second Amendment to the Agreement Between Owner and Engineer for Professional Services (the "Amendment"), which includes the revised rate schedule. After review and discussion, Director Ross moved to approve the Amendment, subject to finalization, and direct that the Amendment be filed appropriately and retained in the District's official records. Director Lannin seconded the motion, which passed unanimously.

REPORT REGARDING DEVELOPMENT

Ms. Trachtenberg discussed the preparation of a maintenance agreement related to the construction of a second outfall structure from Amenity Pond A into Galveston County Drainage District 2's Ditch 9 to serve the proposed development of a senior living site outside the boundaries of the District that will utilize the Trails at Woodhaven Lakes' Amenity Pond A for drainage. She stated the District's engineer is calculating the percentage of actual volume to determine ownership shares for the general maintenance of the pond.

Mr. Robinett updated the Board on development in the District by KB Home.

NEXT MEETING DATE AND AGENDA ITEMS

Following discussion, the Board concurred to hold its next meeting on March 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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