

MINUTES
FORT BEND COUNTY MUNICIPAL UTILITY DISTRICT NO. 206

March 14, 2023

The Board of Directors (the "Board") of Fort Bend County Municipal Utility District No. 206 (the "District"), met in regular session, open to the public, on the 14th day of March, 2023, at the offices of 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:

Robin Stoner	President
Amy Rozell	Vice President
Sandra Weider	Secretary
Kathrin Yokubaitis	Assistant Secretary
Cheryl A. Kainer	Assistant Vice President/Assistant Secretary

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

Also present at the meeting were: Dane Turner of Best Trash, LLC ("Best Trash"); Mary Ann Mihills of Municipal Accounts & Consulting, L.P.; Debbie Arellano of Bob Leared Interests; Debbie Shelton of Masterson Advisors LLC; Matt Ryan of Si Environmental, LLC ("SiEnviro"); Mike Scott of Champions Hydro-Lawn, Inc. ("Champions"); Danielle Gonzales of Odyssey Engineering ("Odyssey"); and Suewan Johnson and Faye Simonds of Allen Boone Humphries Robinson LLP ("ABHR").

PUBLIC COMMENTS

There were no public comments.

MINUTES

The Board considered approving the regular meeting minutes of February 14, 2023. After review and discussion, Director Weider moved to approve the minutes as presented. Director Yokubaitis seconded the motion, which passed by unanimous vote.

FINANCIAL AND BOOKKEEPING MATTERS

Ms. Mihills distributed and reviewed the bookkeeper's report and presented checks for payment to the Board, a copy of which is attached.

Following review and discussion, Director Stoner moved to approve the bookkeeper's report and payment of the bills. Director Weider seconded the motion, which passed by unanimous vote.

TAX ASSESSMENT AND COLLECTION MATTERS

Ms. Arellano distributed the tax assessor/collector's monthly report, a copy of which is attached.

After review and discussion, Director Stoner moved to approve the tax assessor/collector's report and the checks presented for payment. Director Rozell seconded the motion, which passed by unanimous vote.

GARBAGE MATTERS, INCLUDING ANNUAL CPI INCREASE

Mr. Turner discussed a letter from Best Trash, providing notice of the annual Consumer Price Index ("CPI") adjustment to the District's rate for garbage collection services and reflecting a CPI adjustment of 7%, resulting in an increase in the monthly fee for curbside service with recycling from \$20.58 to \$22.02, effective for the billing cycle beginning in March 2023 and continuing through February 2024.

Mr. Turner then reviewed a letter requesting an additional 3.5% CPI adjustment due to increased costs for labor, fuel, and materials, which would bring the total monthly fee to \$22.79 for curbside service and recycling, effective for the March 2023, billing cycle.

Following discussion, Director Stoner moved to approve the annual CPI adjustment and additional 3.5% CPI adjustment for garbage collection services, for a total monthly fee of \$22.79, and direct ABHR to determine whether a contract amendment would be necessary. Director Yokubaitis seconded the motion, which passed unanimously.

OPERATION OF DISTRICT FACILITIES; HEARING ON TERMINATION OF WATER AND SEWER SERVICE TO DELINQUENT ACCOUNTS

Mr. Ryan distributed and reviewed the operator's report, a copy of which is attached.

Mr. Ryan reported on routine maintenance and repair items in the District.

Mr. Ryan presented a list of delinquent customers and reported the residents on the termination list were delinquent in payment of their water and sewer bills and were given written notification, in accordance with the District's Rate Order, prior to the meeting of the opportunity to appear before the Board of Directors to explain, contest, or correct their bills and to show why utility services should not be terminated for reason of non-payment.

The Board discussed the District's Water Conservation Plan Annual Report ("Annual Report").

Ms. Johnson stated that the District is required to reports its critical load facilities annually to the Harris County Emergency Management Coordinator, the Public Utility

Commission of Texas, the Division of Emergency Management of the Governor's office, the District's retail electric provider, and the District's transmission and distribution utility company. She then reviewed the Critical Load Spreadsheet of District facilities (the "Spreadsheet") and stated that the engineer and operator were given the Spreadsheet for review prior to the meeting.

The Board reviewed the District's Drought Contingency Plan and concurred to make no changes to the plan at this time.

Following review and discussion, Director Stoner moved (1) to approve the operator's report; (2) that because the customers on the termination list were not present at the meeting to address the Board and had not submitted a written statement on the matter, to authorize the District's operator to proceed with termination of utility service for such customers in accordance with the District's Rate Order, and direct that the customer termination list be filed appropriately and retained in the District's official records; (3) approve the Annual Report and authorize submittal to the North Fort Bend Water Authority; and (4) approve the Spreadsheet, authorize ABHR to file the Spreadsheet with the applicable governmental agencies and energy entities, and direct that the Spreadsheet be filed appropriately and retained in the District's official records. Director Rozell seconded the motion, which passed by unanimous vote.

STORM WATER FACILITIES MAINTENANCE AND OPERATIONS

Mr. Scott distributed and reviewed the monthly report on storm water facilities maintenance and operations for the District. A copy of the report is attached.

Mr. Scott reported that Champions received a complaint from Camelia Homeowners Association ("HOA") regarding trash in the rain gardens. He stated that the trash has been collected and he has informed the management company of the HOA that maintenance of the rain gardens is scheduled for once a month.

ENGINEERING MATTERS

Ms. Gonzales reviewed the engineer's report, a copy of which is attached. She updated the Board on construction projects underway, as reflected in her report.

Ms. Gonzales updated the Board on the construction of Wastewater Treatment Plant Phase 2. She stated that this project is now complete.

Ms. Gonzales stated that the annual report for the Phase II MS4 Storm Water Management Plan was submitted to the Texas Commission on Environmental Quality ("TCEQ") on October 25, 2022. She noted that the educational mailer will be inserted in customer utility bills this month.

Ms. Gonzales updated the Board on the proposed emergency water interconnect with Fort Bend Municipal Utility District No. 30, as reflected in the engineer's report.

Ms. Gonzales updated the Board on the TCEQ violation from 2020 and the proposed water plant treatment modifications.

Ms. Gonzales reported on maintenance items at Wastewater Treatment Plant No. 1, as reflected in the engineer's report.

Ms. Gonzales stated that Odyssey will be completing a lead and copper inventory for the District.

Following review and discussion, Director Weider moved to approve the engineer's report. Director Stoner seconded the motion, which passed by unanimous vote.

SERIES 2023 UNLIMITED TAX BONDS ("SERIES 2023 BONDS")

Ms. Shelton discussed the procedures and schedule for issuance of the District's \$6,500,000 Series 2023 Bonds.

Ms. Shelton reviewed the Preliminary Official Statement and Official Notice of Sale for the Series 2023 Bonds with the Board.

Ms. Shelton requested authorization to engage Moody's to perform a credit rating analysis for the Series 2023 Bonds.

The Board discussed appointing The Bank of New York Mellon Trust Company, N.A., as the Paying Agent/Registrar for the Series 2023 Bonds.

The Board considered scheduling the bond sale for next month's regular meeting on April 11, 2023, at 12:30 p.m.

The Board considered authorizing McCall Gibson Swedlund Barfoot PLLC ("McCall") to prepare the developer reimbursement report in connection with the Series 2023 Bonds.

Ms. Gonzales requested that the Board authorize Odyssey to request TCEQ inspection of facilities.

Following review and discussion, Director Stoner moved to (1) approve the Preliminary Official Statement and Official Notice of Sale, subject to ABHR review; (2) authorize the engagement of a rating company to perform credit rating analysis for the Series 2023 Bonds; (3) appoint The Bank of New York Mellon Trust Company, N.A., as the Paying Agent/Registrar for the Series 2023 Bonds; (4) authorize advertisement for sale of the Series 2023 Bonds and schedule the bond sale for next month's regular meeting on April 11, 2023, at 12:30 p.m.; (5) authorize McCall to prepare the developer reimbursement report pursuant to the current engagement letter between the District and McCall; and (5) authorize Odyssey to request TCEQ inspection of facilities. Director Rozell seconded the motion, which passed unanimously.

ATTORNEY'S REPORT

There was no discussion under this item.

CONFIRM DATE AND TIME OF NEXT MEETING

The Board concurred to hold the next regular meeting on April 11, 2023, at 12:30 p.m.

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

/s/ Sandra Weider
Secretary, Board of Directors

(SEAL)



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