

SPANISH COVE PUBLIC UTILITY DISTRICT

Minutes of Meeting of Board of Directors

March 7, 2023

The Board of Directors (“Board”) of Spanish Cove Public Utility District met at 102-A Spanish Cove Dr., Crosby Texas 77532 on March 7, 2023 in accordance with the duly posted notice of said meeting, with the following members present as following:

Eldon Gizinski, President
Don Housely Jr. Director
Doyle Bowers, Director
Tommy Curry, Secretary
David Hilditch, Treasurer

and following absent:

None.

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 February 7, 2023. Upon motion duly made, seconded and unanimously carried, the Board approved the minutes as presented.

2. Ms. Arellano presented the tax assessor-collector's report. She reported that 2022 taxes are 94% collected. Upon motion duly made, seconded and unanimously carried, the Board approved the tax assessor-collector's report and the checks drawn on the tax fund.

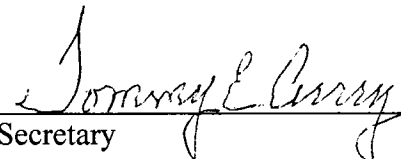
3. Ms. Arellano presented the bookkeeper's report. Upon motion duly made, seconded and unanimously carried, the Board approved the bookkeeper's report as presented and the checks listed thereon.

4. The Board opened the floor for public comment. No public comment was presented.

5. Mr. Davis then presented the operator's report. He reported that he spent approximately eight hours on the phone with Frontier trying to resolve the issue of having no phoneline connection at the District's water plant. The Board discussed getting a modem at the plant that would serve the same purpose as the phone connection. The Board requested that the District's attorney write a letter to Frontier in an attempt to resolve the problem and obtain reimbursement for the District's time and expense associated with the failed line. The Board

then discussed upgrading the chlorine system at the plant to a newer and safer system. Mr. Davis then noted that, during the District's most recent audit, it was discovered that the District's billing software was inaccurately sending minimum water bills in the amount of \$35, rather than \$50, as set forth in the District's current rate order. Mr. Davis noted that the issue has been rectified. Contract negotiations with the City of Houston for an interconnect are ongoing. The interconnect will be a two-way system, meaning that the District will be able to supply water to the City and vice versa, should the need arise.

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


Secretary