

HARRIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 158

Minutes of Meeting of Board of Directors
March 9, 2023

The meeting of the Board of Directors (“Board”) of Harris County Municipal Utility District No. 158 (“District”) was held at 2727 Allen Parkway, Suite 1100, Houston, Texas on March 9, 2023 in accordance with the duly posted notice of the meeting, with a quorum of Directors present, as follows:

Robert S. Lewis, President
Tony Pilegge, Secretary
Paul Daigle, Director
R. Ladd Johnson, Director

and the following absent:

Wayne McLemore, Vice President.

Also present were Ms. Debbie Arellano, Mr. Scott Gray, Mr. Jared Martin, Ms. Leslie Cook, Mr. Dan Hayden, Mr. Bob Ideus, Mr. Brian Krueger, Mr. Hal Gordon, and Mr. Wm. Scott Smith.

The meeting was called to order and declared open for such business as might regularly come before it.

1. The Board opened the floor for public comment. No public comment was presented.
2. The Board unanimously approved the minutes of the meeting held on February 9, 2023.
3. Ms. Arellano presented the tax assessor-collector’s report indicating that 2022 taxes are 95.4% 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.
4. Mr. Martin presented the operator’s report indicating that water accountability was 96.3% for the month and there were 2,199 connections within the District. There were no unusual operating conditions in the District to report during the prior month. The Board requested that the level of deposits being maintained by the District be reviewed and adjusted if appropriate.
5. Mr. Gordon addressed the status of the District’s delinquent tax collections. Upon motion duly made, seconded and unanimously carried, the Board approved proceeding with water termination notices for the accounts recommended by Mr. Gordon.

6. The Board unanimously approved an amendment to the District's rate order to provide for new billing and collection procedures during an extreme winter storm event and for tax exempt connections.

7. Mr. Gray presented the detention pond report and noted no problems with the detention pond facilities.

8. Mr. Hayden presented the engineer's report and noted that the contractor has mobilized for the water line replacement in Pheasant Run Village subdivision. Plans are being prepared for the Eldridge and Bellaire Boulevard water main crossings. The engineer noted that some previously unknown AC water line was discovered. The engineer and operator are reviewing repair and replacement options.

9. The Board reviewed the updated capital improvement plan. Ms. Cook with the District's financial advisor's office recommended that the District finance the projects with a combination of cash on hand and issuance of bonds. The Board noted its concern over maintaining the District's recently upgraded bond rating which Ms. Cook felt would be accomplished with this financing plan. After discussion, the Board authorized the District's engineer to begin preparation of a cost summary for a proposed bond issuance.

10. Mr. Ideus presented the bookkeeper's report. Upon motion duly made, seconded and unanimously carried, the Board approved the bookkeeper's report and the checks listed thereon.

11. Mr. Krueger presented the audit report for the fiscal year ending September 30, 2022. He noted that the District did not formally designate the use of surplus construction funds for the Pheasant Chase Village water line replacement project. The Board unanimously approved using surplus construction funds for this project and the audit report.

12. The Board reviewed its investment policy in accordance with the Texas Public Funds Investment Act and noted that no changes to the policy are required.

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


Secretary