

HARRIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 158

Minutes of Meeting of Board of Directors
May 11, 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 May 11, 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. Jared Martin, Mr. Dan Hayden, Mr. Hal Gordon, Mr. Bob Ideus, Ms. Leslie Cook, Mr. Scott Gray, 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 April 13, 2023.
3. Ms. Arellano presented the tax assessor-collector’s report indicating that 2022 taxes are 96.8% 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. Gordon presented the delinquent tax collection report and noted that out of 14 accounts that were served water termination notices, 8 of those have paid. The Board unanimously approved one water termination for a defaulted installment payment agreement.
5. Mr. Martin presented the operator’s report indicating that there were 14 million gallons of water purchased during the prior month, and water accountability was 97.3%. There were 2,199 connections within the District. Mr. Martin stated that it has been one year since the major water line repair underneath Eldridge Boulevard. Harris County has requested the District to replace two of the street panels. Upon recommendation of the engineer, the Board unanimously approved deferring the replacement of the two panels to coincide with the water line replacement project. This will result in a significantly less expensive repair. Mr. Martin then stated that preparation of the Consumer Confidence Report is underway.

6. Mr. Gray presented the detention pond report noting no problems with the District's detention facilities.

7. Mr. Hayden presented the engineer's report and noted that the water line replacement project is underway. The Eldridge Parkway and Alief Clodine Road water line crossing rehabilitation project is under design. The Board discussed the Lakes of Bellaire detention pond desilting project. The Board received proposals from four vendors for the desilting project. Upon motion duly made, seconded and unanimously carried, the Board awarded the contract to Champions Hydro-Lawn, the low bidder, with a bid of \$43,000. The engineer continues to monitor the Alief ISD construction cleanup and new development on Metro Boulevard. Mr. Hayden then stated that work continues on the bond application cost summary.

8. In that regard, Ms. Cook presented an updated cash flow summary on the proposed financing of District projects using bonds and surplus construction funds. Ms. Cook reiterated her recommendation that the pending water line project be paid from surplus construction funds and operating funds. In her opinion, the District will maintain sufficient reserves to maintain its bond rating and meet necessary operating requirements. Future capital improvements will be financed from the proceeds of the bonds in accordance with the capital improvement plan.

9. 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. In addition, the Board unanimously approved a Depository Pledge Agreement and signature cards with Central Bank.

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


Secretary