

HARRIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 371

Minutes of Meeting of Board of Directors
August 15, 2023

The meeting of the Board of Directors (“Board”) of Harris County Municipal Utility District No. 371 (“District”) met at Saltgrass Steakhouse, 23952 Northwest Freeway, Houston, Texas 77429 in accordance with the duly posted notice of said meeting, with a quorum of directors present, as follows:

Stephen Jester, President
Brad Davidsen, Vice President
Trisha Bonar, Secretary

and the following absent:

Chris Von Wiesenthal, Assistant Vice President
Marta Galan, Assistant Secretary

Also present were Mr. Jorge Diaz, bookkeeper for the District; Ms. Shammarie Leon, tax assessor-collector for the District; Mr. Chris Townsend, operator for the District; Mr. Hussain Iftikhar, engineer for the District; Deputy Todd McGinnis of the Harris County Sheriff’s Office; and Mr. J. Davis Bonham, Jr. and Mr. Austin T. Reed, attorneys for the District.

The President opened the meeting for such business as might come before it.

1. The Board opened the floor for public comment. Hearing none, the President continued with the agenda.
2. The Board reviewed the minutes of the meeting held on June 20, 2023. Upon motion duly made, seconded and unanimously carried, the Board approved the minutes as presented.
3. Mr. Diaz presented the bookkeeper’s report. The Board reviewed the report in detail. Upon motion duly made, seconded and unanimously carried, the Board approved the bookkeeper’s report as presented and authorized payment of invoices as reflected therein.
4. Mr. Bonham and Mr. Diaz addressed the Board regarding the annual operating budget. The Board reviewed the budget in detail. Mr. Bonham addressed the Board regarding monthly legal fees and requested that the monthly fees be increased to \$9,200 plus expenses. The Board approved the increase as requested. Mr. Diaz then addressed the Board regarding monthly bookkeeping fees and presented an updated fee schedule for the Board’s

consideration. Upon motion duly made, seconded and unanimously carried, the Board authorized the resolution adopting the operating budget including the increases in legal and bookkeeping fees.

5. The Board then considered the operating budget for the joint water plant. The Board reviewed the budget in detail. Upon motion duly made, seconded and unanimously carried, the Board authorized the resolution adopting the operating budget for the joint water plant.

6. The Board then considered the Resolution for Fees of Office. Mr. Bonham addressed the Board regarding a recent legislative change increasing the fees of office. Upon motion duly made, seconded and unanimously carried, the Board approved the resolution authorizing increase of and establishing an annual limit on fees of office in accordance with the latest change of law.

7. Ms. Leon presented the tax assessor-collector's report. The report showed 99.4% collections for 2022 taxes. The Board then discussed the tax assessor's report generally, including with respect to District constituent exemptions. 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.

8. The Board recognized Mr. Townsend who presented the operator's report. Mr. Townsend reviewed maintenance and repairs in detail with the Board. The report showed 97% water accountability. Mr. Townsend addressed the Board regarding delinquent accounts. The Board then discussed the status of District facilities with respect to the Prologis request for temporary water and sewer. Upon motion duly made, seconded and unanimously carried, the Board approved the operator's report as presented.

9. Mr. Iftikhar then presented the engineering report. Mr. Iftikhar provided an update on the Prologis temporary water and sewer service request, noting that the District's technical memorandum analyzing water consumption data will be provided in draft form shortly. Mr. Iftikhar then reviewed a request for wastewater treatment capacity by JDI Springs Cypress SPI LLC and recommended denying the request due to the unavailability of treatment capacity. Further, Mr. Iftikhar and the Board discussed the Prologis development and its potential effects on District drainage. Upon motion duly made, seconded and unanimously carried, the Board approved the engineer's report as presented.

10. Mr. Bonham advised the Board regarding the annual review of the District's rate order, noting that the operator has confirmed that no changes are necessary at this time.

11. The Board then considered the Interlocal Agreement for Law Enforcement Services with Harris County. The Board noted that there are no changes to the level of service currently provided. Upon motion duly made, seconded and unanimously carried, the Board authorized renewal of the interlocal agreement for law enforcement services.

12. Deputy McGinnis introduced himself to the Board, noting that he has taken over for the previous deputy for the District, and addressed the Board regarding law enforcement matters.

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



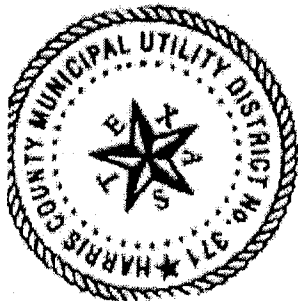
Secretary

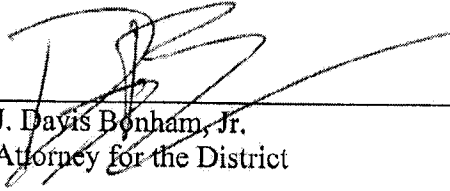
**HARRIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 371
NOTICE OF PUBLIC MEETING**

Notice is hereby given to all interested parties that the Board of Directors of the captioned District will hold a public meeting at **Saltgrass Steakhouse, 23952 Northwest Freeway, Houston, Texas 77429.**

The meeting will be held at **6:30 p.m. on Tuesday, August 15, 2023.**

1. Public comments
2. Approve minutes of Board meeting held on June 20, 2023
3. Bookkeeper's report; review invoices and authorize payment of bills; review investment report and approve investment of District funds; Deposit of District Funds
4. Resolution Adopting Operating Budget
5. Resolution Adopting Operating Budget for Joint Water Plant
6. Resolution Authorizing Increase and Establishing an Annual Limit on Fees of Office
7. Tax assessor-collector's report; status of tax collections; review invoices and authorize payment; status of delinquent taxes; authorize litigation as necessary; consider any taxpayer appeals; approve installment payment agreements, as necessary; Depository Pledge Agreement
8. Operator's report; review active connections and water accountability; status of operation, maintenance and repair of District facilities; consider customer appeals and accounting issues; approve termination of service on delinquent accounts; Hazardous Operations Review; West Harris County Regional Water Authority;
9. Engineer's report; authorize preparation of plans as appropriate; authorize advertising for bids; award contracts; approve change orders; Discuss review of Prologis development and potential impact to District storm drainage
10. Annual Review of Rate Order
11. Interlocal Agreement for Law Enforcement Services between Harris County and the District
12. Security report
13. Pending business





J. Davis Bonham, Jr.
Attorney for the District