

HARRIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 158

Minutes of Meeting of Board of Directors
August 10, 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 August 10, 2023 in accordance with the duly posted notice of the meeting, with a quorum of Directors present, as follows:

Robert S. Lewis, President
Wayne McLemore, Vice President (via videoconference)
Paul Daigle, Director
R. Ladd Johnson, Director

and the following absent:

Tony Pilegge, Secretary.

Also present were Mr. Robert Atkinson, Mr. Scott Gray, Ms. Debbie Arellano, Mr. Jared Martin, Mr. Bob Ideus, Ms. Leslie Cook, 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 July 13, 2023.
3. Ms. Arellano presented the tax assessor-collector’s report indicating that 2022 taxes are 98.3% 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 96.9% for the month and there were 2,199 connections within the District. The Board unanimously approved transferring certain accounts to the uncollectable list. The Board noted the recent lack of rainfall and extremely hot conditions. The Board unanimously approved implementing drought response stages in accordance with the Drought Contingency Plan as implemented by the City of Houston.
5. Mr. Gray presented the detention pond report and noted that the ponds are in good condition. However, there is a basketball goal and trampoline located near the District detention facilities. The Board discussed the appropriate remedy in this regard and noted that the detention pond contractor should attempt to locate the owner of the equipment and tag the equipment for removal.

6. Mr. Atkinson presented the engineer's report including Pay Estimate No. 5 of the Pheasant Run Village water line replacement project. The project is approximately 93% complete. The Board unanimously approved the pay estimate as presented. Mr. Atkinson stated that the TCEQ has approved the District's bond application extremely quickly.

7. Ms. Cook presented the financial advisor's report including a schedule for the closing of the District's Series 2023 Bonds. The schedule calls for a Preliminary Official Statement approval in September, sale of the bonds in October, and closing in November. Upon motion duly made, seconded and unanimously carried, the Board approved the schedule as recommended by the District's financial advisor.

8. 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. The Board discussed the capital expenditures that were paid from the operating account over a concern whether the budget deficit would make the District's financial condition look weak. Ms. Cook stated that the use of operating funds for capital projects is routine in the industry and likely would not be frowned upon by any of the rating agencies.

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


Secretary