

MINUTES
HARRIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 500
(Internal)

November 14, 2023

The Board of Directors (the "Board") of Harris County Municipal Utility District No. 500 (the "District") met in regular session, open to the public, on the 14th day of November, 2023, at the Lakehouse, 10000 Towne Lake Parkway, Cypress, Texas, outside the boundaries of the District, and the roll was called of the members of the Board:

Jeffry D. Ottmann	President
Joanne E. Quintero	Vice President
Jeff P. Collins	Secretary
James Spackman	Assistant Secretary
Alan Steinberg	Asst. Vice President/ Asst. Secretary

and all of the above were present, thus constituting a quorum.

Also present at the meeting were Michael Crahan of Caldwell Companies; Leslie Cook of RBC Capital Markets; JC Reno of Storm Water Solutions, LLC; Lynn Kurtz of Myrtle Cruz, Inc. ("MCI"); Amanda Benzman of Environmental Development Partners; J.T. Gaden of EHRA Engineering; Brenda McLaughlin of Bob Leared Interests; and Katie Carner, Allison Leatherwood, and Jennifer Ramirez of Allen Boone Humphries Robinson LLP ("ABHR").

PUBLIC COMMENTS

There were no comments from the public.

CONSENT AGENDA

Director Ottmann offered Board members the opportunity to remove items from the Consent Agenda for individual discussion. After discussion, Director Quintero moved to approve all items on the Consent Agenda and direct that, where appropriate, the documents be filed appropriately and retained in the District's official records, including: (1) the minutes of the October 25, 2023, regular meeting; (2) the bookkeeper's report; (3) adopting the Resolution Regarding Annual Review of Investment Policy, reflecting that no changes are necessary to the existing policy and direct that the Resolution be filed appropriately and retained in the District's official records; (4) adopting the Resolution Establishing the Authorized Depository Institutions and Adopting List of Qualified Broker/Dealers with Whom the District May Engage in Investment Transactions and direct that the Resolution be filed appropriately and retained in the District's official records; (5) the tax assessor's report; (6) the operator's

report; and (7) the engineer's report. Director Steinberg seconded the motion, which passed unanimously. Copies of the bookkeeper's report, tax assessor's report, operator's report, and engineer's report are attached.

ITEMS REMOVED FROM THE CONSENT AGENDA

There were no items removed from the Consent Agenda.

SECURITY MATTERS, INCLUDING REPORT FROM THE HARRIS COUNTY SHERIFF'S OFFICE ("HCSO") AND SECURITY COMMITTEE

Director Quintero reported that the revised Memorandum of Understanding ("MOU") among the District, the HOA, Harris County Municipal Utility District No. 501, and Harris County Municipal Utility District No. 502 was approved by all parties. She stated that the Security Committee will move forward with establishing the Towne Lake/MUD Security Committee and designating a primary point of contact for the HCSO, as set out in the MOU.

The Board reviewed the security report from the HCSO, a copy of which is attached.

DELINQUENT TAX REPORT

The Board reviewed a delinquent tax report from Perdue, Brandon, Fielder, Collins & Mott L.L.P. regarding the status of the District's delinquent tax accounts, a copy of which is attached.

ADOPT RESOLUTION CASTING BALLOT FOR THE ELECTION OF A PERSON TO THE BOARD OF THE HARRIS CENTRAL APPRAISAL DISTRICT ("HCAD")

Ms. Carner advised the Board that the District may cast a vote for a person to fill the position of director on the Board of HCAD. She explained that the director will serve as a representative of the conservation and reclamation districts within HCAD's jurisdiction. The Board considered adopting a Resolution Casting Ballot for the Election of a Person to the Board of Directors for HCAD. After discussion, Director Quintero moved to adopt a Resolution Casting Ballot for the Election of a Person to the Board of Directors for HCAD, reflecting the District's vote for Jonathan Cowen, and direct that the Resolution be filed appropriately and retained in the District's official records. Director Collins seconded the motion, which passed unanimously.

ADDITIONAL FINANCIAL AND BOOKKEEPING MATTERS

Ms. Kurtz stated that Central Bank is moving towards requiring all districts to enroll in Positive Pay, which she explained is a fraud prevention service. Ms. Kurtz

then inquired if the Board would like to proactively add Positive Pay to the District's general operating account for a cost of \$100 per month. In response to an inquiry from the Board, Ms. McLaughlin stated that the District currently has Positive Pay on the tax account.

After review and discussion, Director Spackman moved to authorize MCI to add Positive Pay to the District's general operating account for a cost of \$100 per month. Director Quintero seconded the motion, which passed unanimously.

ADDITIONAL OPERATIONAL MATTERS

There was no discussion on this agenda item.

HEARING ON TERMINATION OF WATER AND SEWER SERVICE

There was no discussion on this agenda item.

WEST HARRIS COUNTY REGIONAL WATER AUTHORITY ("WHCRWA") MATTERS

The Board reviewed a Notice of Withdrawal of Stage 1 Drought Conditions from the WHCRWA, a copy of which is attached. Ms. Benzman noted the Master District also recently lifted Stage 1 drought conditions and reviewed the memorandum sent to the Participant districts, a copy of which is attached.

ADDITIONAL ENGINEERING MATTERS, INCLUDING REVIEW BIDS AND AWARD CONTRACT FOR BARKER CYPRESS UTILITY EXTENSION PHASE 2 PROJECT

There was no discussion on this agenda item.

REPORT REGARDING DEVELOPMENT IN THE DISTRICT

There was no discussion on this agenda item.

REVIEW AND REVISE ACTION LIST

The Board reviewed the action list and noted items to be included and removed from the list.

There being no further business to come before the Board, the Board concurred to adjourn the meeting.

(SEAL)

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Secretary, Board of Directors

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