

MINUTES
HARRIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 503

October 26, 2023

The Board of Directors (the "Board") of Harris County Municipal Utility District No. 503 (the "District") met in regular session, open to the public, on the 26th day of October, 2023, at the offices of Allen Boone Humphries Robinson LLP, 3200 Southwest Freeway, Suite 2400, Houston, Texas, outside the boundaries of the District, and the roll was called of the members of the Board:

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| Patrick Carrigan | President |
| Kevin Gilligan | Vice President |
| Jennifer Taylor | Secretary |
| Sean Mulroony | Assistant Secretary |
| Kelli Odum | Asst. Vice President/ Asst. Secretary |

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

Also present at the meeting were Dan Weidner of Caldwell Companies; Leslie Cook of RBC Capital Markets; Lynn Kurtz of Myrtle Cruz, Inc.; Amanda Benzman of Environmental Development Partners ("EDP"); Brenda McLaughlin of Bob Leared Interests ("BLI"); J.T. Gaden of EHRA Engineering ("EHRA"); and Katie Carner, Allison Leatherwood, and Jennifer Ramirez of Allen Boone Humphries Robinson LLP.

PUBLIC COMMENTS

There were no comments from the public.

APPROVE MINUTES

The Board reviewed the minutes of the September 28, 2023, regular meeting. After review and discussion, Director Carrigan moved to approve the minutes of the September 28, 2023, regular meeting, as submitted. Director Gilligan seconded the motion, which passed unanimously.

CONDUCT PUBLIC HEARING REGARDING DISTRICT'S TAX RATE, ADOPT ORDER LEVYING TAXES, AND AUTHORIZE EXECUTION OF AMENDMENT TO INFORMATION FORM

Ms. Carner stated that BLI mailed a Notice of Public Hearing to each property owner in the District regarding the adoption of the District's 2023 tax rate stating that the Board anticipates levying a maximum total 2023 tax rate of \$1.50 per \$100 assessed valuation.

The Board opened the public hearing. There being no comments from the public, the Board closed the public hearing.

After discussion, the Board agreed to levy a total 2023 tax rate of \$1.50 per \$100 of assessed valuation, composed of a \$0.35 contract tax component and a \$1.15 maintenance and operations tax component. Ms. Carner presented an Order Levying Taxes and an Amendment to Information Form reflecting the proposed 2023 tax rate. She stated that the Amendment to Information Form will be filed with Harris County and the Texas Commission on Environmental Quality.

After review and discussion, Director Gilligan moved to: (1) adopt the Order Levying Taxes; (2) authorize execution of the Amendment to Information Form; and (3) direct that the Order and Amendment be filed appropriately and retained in the District's official records. Director Carrigan seconded the motion, which passed unanimously.

FINANCIAL AND BOOKKEEPING MATTERS

Ms. Kurtz reviewed the bookkeeper's report, a copy of which is attached, including the bills submitted for the Board's review.

Following review and discussion, Director Carrigan moved to approve the bookkeeper's report and the checks presented for payment. Director Mulroony seconded the motion, which passed unanimously.

CONDUCT ANNUAL REVIEW OF INVESTMENT POLICY AND ADOPT RESOLUTION REGARDING ANNUAL REVIEW OF INVESTMENT POLICY

Ms. Carner explained that the Texas Public Funds Investment Act requires the Board to annually review its Investment Policy and authorize any appropriate amendments. After discussion, the Board determined to make no amendments at this time. After review and discussion, Director Taylor moved to adopt a Resolution Regarding Annual Review of Investment Policy and direct that the Resolution be filed appropriately and retained in the District's official records. Director Gilligan seconded the motion, which passed unanimously.

REVIEW, REVISE, AND ADOPT RESOLUTION ESTABLISHING THE AUTHORIZED DEPOSITORY INSTITUTIONS AND ADOPTING LIST OF QUALIFIED BROKER/DEALERS WITH WHOM THE DISTRICT MAY ENGAGE IN INVESTMENT TRANSACTIONS

Ms. Carner reviewed a Resolution Establishing the Authorized Depository Institutions and Adopting List of Qualified Broker/Dealers with Whom the District May Engage in Investment Transactions. After review and discussion, Director Taylor

moved to adopt 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. Director Gilligan seconded the motion, which passed unanimously.

TAX ASSESSMENT AND COLLECTION MATTERS

Ms. McLaughlin reviewed the tax assessor/collector's report, a copy of which is attached.

Ms. McLaughlin updated the Board on the status of the adjustments to the District's 2022 certified value by the Harris Central Appraisal District.

The Board discussed adopting a Resolution Requesting Appraisal of Property and Certificate of Estimated Appraised Value as of November 1, 2023.

Following review and discussion, Director Carrigan moved to: (1) approve the tax assessor/collector's report and the checks presented for payment; and (2) adopt the Resolution Requesting Appraisal of Property and Certificate of Estimated Appraised Value and direct that the Resolution be filed appropriately and retained in the District's official records. Director Mulroony seconded the motion, which passed unanimously.

OPERATION OF DISTRICT FACILITIES

Ms. Benzman reviewed the operator's report, a copy of which is attached.

The Board reviewed a notice from the West Harris County Regional Water Authority regarding the Notice of Withdrawal of Stage 2 Drought Conditions, a copy of which is attached.

Following review and discussion, Director Gilligan moved to approve the operator's report. Director Taylor seconded the motion, which passed unanimously.

HEARING ON TERMINATION OF WATER AND SEWER SERVICE

Ms. Benzman submitted a list of delinquent accounts to the Board for termination of utility service. She stated that the accounts in question have been given written notification of the opportunity to appear, either in person or in writing, at the Board meeting to contest, explain, or correct the charges, services, or disconnection. Ms. Benzman noted that the accounts listed have neither attended the Board meeting nor contacted her office or the District to contest or explain the charges. After discussion, Director Gilligan moved to authorize EDP to proceed with termination of utility service to the delinquent accounts pursuant to the provisions of the District's Rate Order.

Director Taylor seconded the motion, which passed unanimously.

ENGINEERING MATTERS

Mr. Gaden reviewed the engineer's report, a copy of which is attached.

AGREEMENTS AND CONSTRUCTION CONTRACTS

There was no discussion on this agenda item.

REPORT ON UPRR/HIGHWAY 290 PROJECT

Mr. Gaden updated the Board on the status of Harris County Municipal Utility District No. 500 ("HC 500"), as Master District's, UPRR/Highway 290 Project.

UPDATE ON PREPARATION OF BOND APPLICATION NO. 1

Mr. Gaden updated the Board on the status of preparation of bond application no. 1.

DEEDS AND EASEMENTS

There was no discussion on this agenda item.

After discussion, Director Carrigan moved to approve the engineer's report. Director Taylor seconded the motion, which passed unanimously.

HC 500 MASTER DISTRICT MATTERS

Mr. Gaden updated the Board on the status of HC 500, as Master District, projects.

REPORT ON DEVELOPMENT

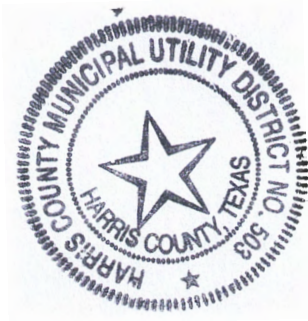
Mr. Weidner updated the Board on the status of development in Towne Lake.

DISCUSS MEETING SCHEDULE

The Board discussed the regular meeting schedule. After discussion, the Board concurred to reschedule the November regular meeting for November 30, 2023 at 9:30 a.m. and cancel the December regular meeting.

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

(SEAL)



Jennifer Taylor
Secretary, Board of Directors

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