

SPANISH COVE PUBLIC UTILITY DISTRICT

Minutes of Meeting of Board of Directors

January 2, 2024

The Board of Directors (“Board”) of Spanish Cove Public Utility District met at 102-A Spanish Cove Dr., Crosby Texas 77532 on January 2, 2024 in accordance with the duly posted notice of said meeting, with the following members present as following:

Eldon Gizinski, President
Doyle Bowers, Vice President
Tommy Curry, Secretary
David Hilditch, Treasurer
Don Housely Jr., Director

and the following absent:

None.

Also present were Ms. Debbie Arellano, tax assessor-collector for the District; Ms. Suzanne Villareal, auditor for the District; and Mr. John Davis, operator for the District.

The President called the meeting to order and declared it open for such business might regularly come before it.

1. The Board first considered approval of the minutes of the meeting held on December 5, 2023. Upon motion duly made, seconded and unanimously carried, the Board approved the minutes as presented.

2. There was no public comment.

3. Ms. Arellano presented the tax assessor-collector's report, copy attached. The report showed the District's 2023 taxes as being 30% collected. Upon motion duly made, seconded and unanimously carried, the Board approved the tax assessor-collector's report and the checks listed thereon.

4. It was reported to the meeting that under the provisions of Article VIII, Section 1-b(e) of the Constitution of Texas, the District may exempt from ad valorem taxation by its own action up to twenty percent (20%) of the market value of each residence homestead owned by an adult and taxable by the District for the year 2024, but not producing an exemption of less than \$5,000 when such percentage is applied to a particular homestead. Those present discussed the various points for or against the adoption of the exemption by the District. After the discussion, it was duly moved, seconded and unanimously carried, the Board adopted the attached order providing for a homestead exemption in the amount of twenty percent (20%) of the market value of residence homesteads for the year 2024.

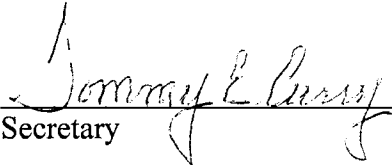
5. It was further reported to the meeting that under the provisions of Article VIII, Section 1-b of the Constitution of Texas, this District may exempt by its own action not less than \$3,000 of the assessed value of the residence homesteads of persons 65 years of age or older or disabled from all ad valorem taxes thereafter levied by the District. Those present discussed the various points for or against the adoption of the exemption by the District. After the discussion, upon motion duly made, seconded and unanimously carried, the Board adopted the attached Order providing a \$60,000 homestead exemption for residents of the District 65 years of age or older or disabled for the year 2024.

6. Ms. Villareal approached the Board to review the District's audit for the fiscal year ended September 30, 2023. She stated that her office was issuing a clean opinion for the audit, and the District continues to have healthy fund balances. Subject to that discussion, the Board unanimously approved the audit in substantially the form presented and authorized its filing with all appropriate entities.

7. The Board reviewed the bookkeeper's report, copy attached. Upon motion duly made, seconded and unanimously carried, the Board approved the bookkeeper's report as presented.

8. Mr. Davis presented the operator's report, copy attached. He reported that the sign at the water plant is complete. He also presented a draft of the interconnect agreement with the City of Houston for the Board's review and comment. Subject to that discussion, the Board approved the operator's report as presented.

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


Secretary