

HARRIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 166
Minutes of Meeting of Board of Directors
August 18, 2023

The Board of Directors (the "Board") of Harris County Municipal Utility District No. 166 (the "District") met in regular session, open to the public on August 18, 2023, in accordance with the duly posted Notice of Public Meeting, and the roll was called of the duly constituted officers and members of the Board, as follows:

Richard Love, President
Nano Cox, Vice President
Bill Grzanka, Secretary
Lisa Mendel, Assistant Secretary
Thomas C. Knickerbocker, Assistant Secretary

all of whom were present at the meeting, thus constituting a quorum.

Also attending the meeting were Mirna Bonilla-Odums of Inframark, LLC ("Inframark"); Odett Newman of Bob Leared Interests, Inc. ("BLI"); Jason Hajduk of IDS Engineering Group ("IDS"); Glenn Woodson of Storm Maintenance and Monitoring, Inc. ("SMM"); Maxwell Lockhart of Municipal Accounts & Consulting, L.P. ("MA&C"); and Eric Lai and Kris Eddlemon of Schwartz, Page & Harding, L.L.P. ("SPH").

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

PUBLIC COMMENTS

The Board began by opening the meeting for public comments. There being no comments offered by the members of the public present, the Board continued to the next item of business.

MINUTES

The Board considered the minutes of its meeting held on July 21, 2023. After discussion, Director Grzanka moved that the minutes of the July 21, 2023, Board meeting be approved, as written. Director Cox seconded the motion, which unanimously carried.

TAX ASSESSOR-COLLECTOR REPORT

Ms. Newman presented to and reviewed with the Board the tax assessor-collector report for the month of July 2023, including the disbursements presented therein for payment from the District's tax account. A copy of the report is attached hereto as **Exhibit A**. After discussion, Director Knickerbocker moved that the tax assessor-collector report be approved and that the disbursements identified in the report be authorized for payment from the District's tax account. Director Mendel seconded said motion, which unanimously carried.

DELINQUENT TAX COLLECTIONS ATTORNEYS' REPORT

The Board deferred review of the delinquent tax collections attorneys' report after noting that said report is presented on a quarterly basis, and that no report had been prepared for this Board meeting.

FINANCIAL ADVISOR'S RECOMMENDATION CONCERNING THE DISTRICT'S PROPOSED 2023 TAX RATE

The Board deferred consideration of the financial advisor's recommendation concerning the District's 2023 tax rate until the next meeting after noting that values had not yet been certified by the Harris Central Appraisal District.

BOOKKEEPER'S REPORT

Mr. Lockhart then presented to and reviewed with the Board the Bookkeeper's Report, dated August 18, 2023, including the disbursements presented for payment. A copy of the report is attached hereto as **Exhibit B**. Following discussion, it was moved by Director Mendel that the Bookkeeper's Report be approved, and that the disbursements identified in the report be approved for payment. Director Knickerbocker seconded the motion, which unanimously carried.

Mr. Lockhart additionally presented to and reviewed with the Board a Quarterly Investment Inventory Report (the "Quarterly Report") for the period ending June 30, 2023, a copy of which is included with **Exhibit B**. After further discussion of the Report and upon motion duly made by Director Mendel, seconded by Director Knickerbocker and unanimously carried, the Quarterly Report was approved and the District's Investment Officer was authorized to execute same on behalf of the Board and the District.

Mr. Lockhart then presented to and reviewed with the Board the proposed operating budget for the District's fiscal year ending September 30, 2024, a copy of which is attached to the Bookkeeping Report. He requested that the Directors and consultants review the draft budget and forward any comments to him prior to the next Board meeting.

ENGINEERING REPORT

Mr. Hajduk next presented to and reviewed with the Board the Engineering Report prepared by IDS relative to the status of various projects within the District, a copy of which report is attached hereto as **Exhibit C**.

With regard to the construction of the new wastewater treatment plant, Mr. Hajduk advised that the District is in receipt of Pay Estimate No. 23 from R&B Group, Inc. in the amount of \$27,419.28, and that IDS recommends the Board approve the payment of same. Following discussion, Director Grzanka moved that the District approve the payment of said pay estimate, as recommended by IDS. Director Cox seconded the motion, which unanimously carried.

UTILITY COMMITMENT(S)

The Board deferred discussion of potential utility commitments, as it was noted that this matter was covered earlier in the meeting, under the engineer's report.

DETENTION AND DRAINAGE FACILITIES REPORT

The Board next considered the quarterly detention and drainage facilities report by SMM. Mr. Woodson addressed the Board and presented to and reviewed with the Board a Detention Pond Report, a copy of which is attached hereto as **Exhibit D**. No action was taken by the Board at this time.

OPERATIONS AND MAINTENANCE REPORT

Ms. Bonilla-Odums presented to and reviewed with the Board the Operations and Maintenance Report for the month of July 2023, a copy of which is attached hereto as **Exhibit E**. A discussion ensued regarding implementation of Stage One of the District's Drought Contingency Plan ("DCP"). Following discussion, Director Cox moved that the District implement Stage One of the District's DCP, and that Inframark be authorized to post the appropriate signage within the District. Director Knickerbocker seconded the motion, which unanimously carried.

REPORT BY REPUBLIC SERVICES, INC.

It was noted that a representative of Republic Services, Inc. was not present at the meeting. Mr. Lai advised that Ms. Nussa indicated that there are no service issues to report to the Board at this time.

DEVELOPERS' REPORTS

The Board deferred consideration of the developers' reports.

REIMBURSEMENT OF BLUSKY INTERESTS, LTD.

Mr. Lai noted that information had been requested from Blusky Interests, Ltd. by the District's financial advisor but that such information had not yet been received. As a result, the Board deferred consideration of reimbursement to Blusky Interests, Ltd. until the next meeting.

ATTORNEY'S REPORT

The Board next considered the attorney's report. Mr. Lai advised that he had nothing to report regarding legal matters other than those items which were previously addressed in the meeting.

EXECUTIVE SESSION

The Board determined it would not be necessary to enter into Closed Session pursuant to Texas Government Code, Section 551.071.

FUTURE AGENDA ITEMS

The Board next considered items for placement on future agendas. No specific agenda items, other than routine and ongoing matters, were requested.

ADJOURNMENT

There being no further business to come before the Board, upon motion made by Director Grzanka, seconded by Director Mendel and unanimously carried, the meeting was adjourned.


Secretary

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LIST OF EXHIBITS TO MINUTES

- Exhibit A Tax Assessor Collector's Report
- Exhibit B Bookkeeper's Report
- Exhibit C Engineer's Report
- Exhibit D Detention Pond Report
- Exhibit E Operations and Maintenance Report