

MINUTES
HARRIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 365

November 16, 2023

The Board of Directors (the "Board") of Harris County Municipal Utility District No. 365 (the "District") met in regular session, open to the public, on the 16th day of November, 2023, at the offices of Allen Boone Humphries Robinson LLP, 3200 Southwest Freeway, Suite 2600, Houston, Texas, outside the boundaries of the District, and the roll was called of the members of the Board:

Joe Myers	President
Greg Coleman	Vice President
Cathy Cropper	Secretary
Ann Nguyen Moore	Assistant Secretary
Angela Small	Assistant Vice President

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

Also present at the meeting were Jay Bennett of Energy by 5; Nathan White and Jarryd Mayfield of Si Environmental LLC ("Si"); Chris Burke of Burke Engineering, LLC ("Burke"); Odett Newman of Bob Leared Interests, Inc. ("Leared"); and Katie Sherborne and Connie Rossi of Allen Boone Humphries Robinson LLP ("ABHR").

Also attending via audioconference was Mary Jarmon of Myrtle Cruz, Inc.

CONSENT AGENDA

Director Myers offered Board members the opportunity to remove items from the consent agenda for individual discussion. Following discussion, Director Cropper moved to remove item (1) from the consent agenda and to approve the following agenda items: (2) financial and bookkeeping matters; (3) tax assessment and collection matters; and (4) the operator's report. Director Coleman seconded the motion, which passed by unanimous vote. Copies of all documents approved as part of the consent agenda are attached, excluding the minutes from the previous meetings.

ITEM REMOVED FROM CONSENT AGENDA

The Board considered approving the special meeting minutes of October 2, 2023, and October 24, 2023, and regular meeting minutes of October 25, 2023. Following review and discussion, Director Small moved to approve the special meeting minutes of October 2, 2023, and regular meeting minutes of October 25, 2023, as revised, and special meeting minutes of October 24, 2023, as presented. Director Coleman seconded the motion, which passed by unanimous vote.

PUBLIC COMMENT

Director Myers offered any members of the public attending the meeting the opportunity to make public comment.

Mr. Bennet reported on Energy by 5 and the types of services provided. He requested the Board's authorization to obtain the District's historical usage information. Following discussion, the Board requested Mr. Bennet to present information regarding a proposed complimentary energy physical at the next regular meeting, for Board consideration.

Director Small stated she reported graffiti on trees and a culvert to Murr, Inc.

There being no additional public comments, Director Myers moved to the next agenda item.

ADDITIONAL BOOKKEEPING MATTERS

The Board discussed Director per diems, including adoption of a policy regarding payment of Director per diems. Following discussion, the Board requested ABHR to revise the proposed policy regarding payment of Director per diems, for Board consideration at the next regular meeting.

The Board reviewed a Resolution Regarding Annual Review of Investment Policy and Ms. Sherborne stated there were no recommended amendments to the District's Policy. Following review and discussion, Director Coleman moved to adopt the Resolution Regarding Annual Review of Investment Policy; and (2) direct that the Resolution be filed appropriately and retained in the District's official records. Director Cropper seconded the motion, which passed by unanimous vote.

The Board next reviewed a Resolution Establishing the Authorized Depository Institutions and Adopting List of Qualified Broker/Dealers with Whom the District May Engage in Investment Transactions. Following review and discussion, Director Small 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 (2) direct that the Resolution be filed appropriately and retained in the District's official records. Director Cropper seconded the motion, which passed by unanimous vote.

ADOPT RESOLUTION ESTABLISHING POLICY REGARDING PAYMENT OF DIRECTOR PER DIEMS

This agenda item was discussed under additional bookkeeping matters.

ADDITIONAL OPERATING MATTERS

Mr. White reviewed the District's water accountability, as reflected in the operator's report.

Mr. White stated that notice was received from the North Harris County Regional Water Authority ("NHCRWA") regarding withdrawal of Stage 1 of its Drought Contingency Plan.

Mr. White stated that Si has investigated purported water discoloration reported by District residents. Discussion ensued. Following discussion, the Board requested Mr. White to research causes of water discoloration and distribute his research to the Board for posting on the District's website.

The Board discussed proposed District participation in the Harris County Public Health Wastewater-Based Epidemiology Program (the "Program"). Following discussion, the Board concurred not to participate in the Program at this time and requested ABHR to communicate the Board's decision to Harris County Public Health.

HEARING ON TERMINATION OF WATER SERVICE TO DELINQUENT CUSTOMERS AND AUTHORIZE TERMINATION OF SERVICE

The Board then conducted a hearing on the termination of utility service to delinquent accounts. Mr. White reported that the persons on the termination list provided to the Board were mailed written notice prior to this meeting in accordance with the Rate Order, notifying them of the opportunity to appear before the Board of Directors to explain, contest, or correct the utility service bill and to show reason why utility service should not be terminated for reason of nonpayment. Following review and discussion, Director Small moved to authorize termination of delinquent accounts in accordance with the District's Rate Order and direct that the delinquent customer list be filed appropriately and retained in the District's official records. Director Cropper seconded the motion, which passed by unanimous vote.

ADDITIONAL TAX ASSESSMENT AND COLLECTION MATTERS

Ms. Newman reported on uncollectible tax accounts from prior tax years, as shown in the tax assessor collector's report.

Ms. Newman inquired if the Board would like an aerial photograph taken of the District at a cost not to exceed \$2,000.00. Following discussion, Director Small moved to authorize an aerial photograph taken of the District at a cost not to exceed \$2,000.00. Director Coleman seconded the motion, which passed by unanimous vote.

The Board reviewed a Resolution Casting Ballot for the Election of a Person to the Board of Directors of the Harris Central Appraisal District. Following review and discussion, the Board concurred to take no action.

RECREATIONAL AND LANDSCAPE MATTERS

The Board discussed the District's mowing schedule performed by KKS Environmental, LLC ("KKS") and future wildflower planting in the District. Following discussion, the Board requested Murr, Inc. to coordinate with KKS to present a revised mowing schedule with the addition of proposed wildflower planting for Board consideration at the next special meeting.

ENGINEERING MATTERS

Mr. Burke presented and reviewed the engineer's report, a copy of which is attached.

Mr. Burke reviewed the monthly well pumpage and run time charts, copies of which are attached to the engineer's report.

Mr. Burke updated the Board regarding remote monitoring options for the District water plants using SCADA (Supervisory Control and Data Acquisition).

Mr. Burke updated the Board regarding the upcoming construction of surface water lines to be undertaken by NHCRWA. He reviewed the proposed revised route maps for the NHCRWA surface water lines, copies of which are attached to the engineer's report. Discussion ensued.

Mr. Burke updated the Board regarding the inspection of the cathodic protection system connected to Water Well No. 2.

Mr. Burke updated the Board regarding a utility service request from Broadstone Coles Crossing Apartments.

Mr. Burke updated the Board regarding a utility service request from Dundee Court for a medical office building.

Mr. Burke stated that he has not received an update regarding a utility service request from RSG Engineering, Inc. for water and wastewater service for a 24.4-acre office park tract located at 15535 Jarvis Road, Cypress, Texas 77429.

Mr. Burke updated the Board regarding the Reclaimed Water Distribution System. He reviewed two preliminary cost estimates, including the revised layouts

with minimized line sizes, copies of which are attached to the engineer's report. Discussion ensued.

Mr. Burke updated the Board regarding the joint channel and drainage repairs project.

Mr. Burke reported that the District received an unsolicited proposal from KKS to repair a back-slope outfall in the Dry Creek basin (the "Outfall Repairs"). He stated that he has requested Rally Construction to also provide a proposal for the Outfall Repairs for Board consideration.

Mr. Burke updated the Board regarding the proposed conveyance of tracts along Dry Creek to Harris County Flood Control District. Discussion ensued.

Mr. Burke updated the Board regarding the proposed smart meter project and the postponed special meeting.

WATER CONSERVATION AND DRAINAGE MATTERS

The Board discussed conservation and drainage grant matters. Director Myers updated the Board regarding a grant opportunity for the installation of the proposed smart meter project. Discussion ensued.

ADDITIONAL RECLAIMED WATER SYSTEM MATTERS

The Board discussed the proposed Non-Potable Water User Agreement between the District and Coles Crossing Community Association.

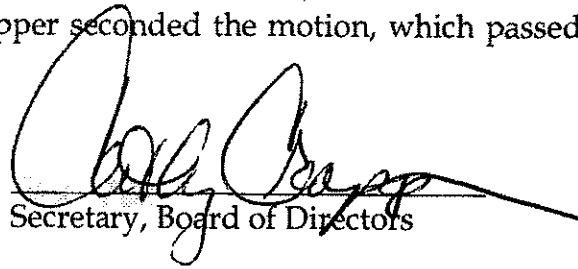
COMMUNICATION MATTERS

Directors Small and Coleman reported on public communications matters. There was no discussion regarding amending the District's Communication Policy.

MEETING SCHEDULE

The Board concurred to hold the next special meeting on December 11, 2023, at 6:00 p.m., at the Coles Crossing Community Center, and the next regular meeting on December 21, 2023, at 12:00 p.m., at the offices of ABHR.

There being no further business to come before the Board, Director Coleman moved to adjourn the meeting. Director Cropper seconded the motion, which passed by unanimous vote.


Secretary, Board of Directors



LIST OF ATTACHMENTS TO MINUTES

Minutes
Page

Bookkeeper's report.....	1
Tax assessor/collector's report and delinquent tax report.....	1
Operator's report.....	1
Engineer's report.....	4