

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

July 18, 2024

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 18th day of July, 2024, 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:

Jeffrey 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 except Directors Steinberg and Collins, thus constituting a quorum.

Also present at the meeting were Deputy Kimberly Nobles of the Harris County Sheriff's Office ("HCSO"); Michael Crahan of Caldwell Companies; Josh Rambo of McCall Gibson Swedlund Barfoot PLLC; Angel Ruvalcaba of KGA/DeForest Design, LLC; Leslie Cook of RBC Capital Markets; Erik Scott of Storm Water Solutions, LLC; Lynn Kurtz of Myrtle Cruz, Inc.; Amanda Benzman of Inframark Water & Infrastructure Services ("Inframark"); J.T. Gaden and Kenrick Piercy of EHRA Engineering; Brenda McLaughlin of Bob Leared Interests; and Katie Carner and Jennifer Ramirez of Allen Boone Humphries Robinson LLP.

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 June 11, 2024, regular meeting; (2) the bookkeeper's report; (3) approving reimbursement of eligible directors' expenses from the summer Association of Water Board Directors ("AWBD") conference, which the bookkeeper confirmed are in compliance with the District's Travel Reimbursement Guidelines, and authorizing any interested directors to attend the AWBD winter conference and any

other AWBD official events; (4) the tax assessor's report; (5) adopting the Resolution Requesting Appraisal of Property and Certificate of Estimated Appraised Value; (6) the operator's report; and (7) the engineer's report. Director Spackman 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 HCSO AND SECURITY COMMITTEE

Director Quintero updated the Board on security matters in Towne Lake. She stated that the Towne Lake/MUD Security Committee is in discussions regarding whether to recommend that the two security contracts be consolidated into the District's contract, with the Towne Lake/MUD Security Committee still overseeing the administration of the contract.

The Board reviewed the security reports provided by the Towne Lake Community Association and the HCSO for the months of May and June and directed that they be filed in the District's records.

APPROVE AUDIT FOR FISCAL YEAR END MARCH 31, 2024

Mr. Rambo presented the combined draft audit for the Master District and Internal District for the fiscal year ending March 31, 2024. Director Ottmann requested a revision to page no. 46. Following review and discussion, Director Quintero moved to approve the audit for fiscal year ended March 31, 2024, revised as discussed and subject to final review. Director Spackman seconded the motion, which passed unanimously.

APPROVE ANNUAL REPORT AND AUTHORIZE FILING OF SAME IN ACCORDANCE WITH CONTINUING DISCLOSURE OF INFORMATION AGREEMENT

Ms. Carner reviewed an Annual Report containing updated financial and operating data to be filed in accordance with the continuing disclosure provisions contained in the bond resolutions. She stated that the District is required to file certain financial and operating data with the Municipal Securities Rulemaking Board through EMMA in compliance with SEC Rule 15c2-12. Following review and discussion, Director Spackman moved to approve the Annual Report, subject to final review, authorize the attorney to submit the Annual Report in compliance with the continuing disclosure provisions contained in the bond resolutions, and direct that the Annual

Report be filed appropriately and retained in the District's official records. Director Quintero seconded the motion, which passed unanimously.

ANNUAL REVIEW OF PROCEDURES FOR CONTINUING DISCLOSURE COMPLIANCE

The Board reviewed the District's procedures for continuing disclosure compliance. The Board concurred that no changes are required at this time.

ADDITIONAL FINANCIAL AND BOOKKEEPING MATTERS

There was no discussion on this agenda item.

RENEWAL OF DISTRICT'S INSURANCE POLICIES

The Board reviewed the insurance renewal proposal from Arthur J. Gallagher & Co. ("Gallagher") for the District's insurance policies.

Following review and discussion, Director Spackman moved to accept the proposal from Gallagher and direct that the proposal be filed appropriately and retained in the District's official records. Director Quintero seconded the motion, which passed unanimously.

ADDITIONAL OPERATIONAL MATTERS

Ms. Benzman reported that the installation of electronic smart meters in the District is almost complete. She then reviewed a draft utility bill insert regarding the new smart meters, a copy of which is attached.

Ms. Benzman reviewed the results of the sanitary sewer manhole survey and requested the Board authorize Inframark to conduct the identified repairs in the estimated amount of \$4,662.00.

After review and discussion, Director Quintero moved to (1) approve the utility bill insert; and (2) authorize the recommended repairs in the estimated amount of \$4,662.00. Director Spackman seconded the motion, which passed unanimously.

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 notices from the WHCRWA regarding the initiation and

subsequent withdrawal of Stage 1 Drought Conditions following Hurricane Beryl, copies of which are attached.

ADDITIONAL ENGINEERING MATTERS, INCLUDING APPROVE PAY ESTIMATES AND CHANGE ORDERS FOR BARKER CYPRESS UTILITY EXTENSION PHASE 2 PROJECT

Mr. Gaden updated the Board on the status of construction of the Barker Cypress Utility Extension Phase 2 project. He had no action items from Double D Industries.

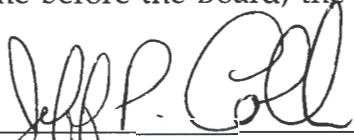
REPORT REGARDING DEVELOPMENT IN THE DISTRICT

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

DISCUSS 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.



Secretary, Board of Directors

(SEAL)



LIST OF ATTACHMENTS TO MINUTES

	Minutes
	<u>Page</u>
Bookkeeper's report.....	2
Tax assessor's report.....	2
Operator's report.....	2
Engineer's report.....	2
Utility bill insert	3
Notices from the WHCRWA.....	3