

**MINUTES OF MEETING
OF THE
BOARD OF DIRECTORS**
September 12, 2024

THE STATE OF TEXAS §
COUNTY OF HARRIS §
HARRIS COUNTY FRESH WATER SUPPLY DISTRICT NO. 58 §

The Board of Directors of Harris County Municipal Fresh Water Supply District No. 58 met in regular session, open to the public, at its regular meeting place inside the boundaries of the District on September 12, 2024; whereupon, the roll was called of the members of the Board of Directors, to-wit:

Harry Haupt	President
O.J. Armstrong	First Vice President/Asst. Secretary
Steve Fields	Second Vice President
Ed Cooke	Secretary
Larry Stefaniak	Treasurer

All members of the Board of Directors were present.

Also present were Chris Richardson of Strawn & Richardson, P.C.; Josh Maas of M. Marlon Ivy & Associates, Inc.; Brenda McLaughlin of Bob Leared Interest; Chad Abram of IDS Engineering; Captain Ganey the Harris County Precinct No. 3 Constable's Office; and a District resident.

WHEREUPON, the meeting was called to order by the President and evidence was presented that public notice of the meeting was given in compliance with the law.

- 1. PUBLIC COMMENTS.** A District resident asked about the Disc Golf Course. Director Haupt stated that they do not know if the project is going forward.

2. **MINUTES OF MEETING.** The next item to come before the Board of Directors was the review and approval of the minutes of the meeting of August 8, 2024. Following a discussion, it was moved by Director Stefaniak and seconded by Director Fields that the minutes of the meeting of August 8, 2024 be approved, which carried unanimously, 5-0.

3. **MANAGEMENT AND SECURITY REPORT.** Captain Ganey reviewed the Security Report.

4. **OPERATOR'S REPORT.** Josh Maas presented the monthly operations report for the month of August, a copy of which is attached as Exhibit "A". He reported the District has 660 water connections. He noted the Sewage Treatment Plant was compliant with its permit for the month, operating at 50% of capacity. Accountability for the water system was 91.50%.

Following further discussion, it was moved by Director Fields and seconded by Director Armstrong that the operator's report be approved, which motion carried unanimously, 5-0.

5. **AMENDMENT TO OPERATIONS CONTRACT.** The Board next considered the Amendment to the Operations Contract, a copy of which is attached as Exhibit "B". Mr. Maas discussed the amendment to the Contract, which reflects a CPI adjustment. He stated that the new rates will become effective November 1, 2024. Following further discussion, it was moved by Director Stefaniak and seconded by Director Cooke to approve the Amendment to the Operations Contract, which motion carried unanimously.

6. **ENGINEER'S REPORT.** Chad Abram reviewed the Engineer's Report, a copy of which is attached hereto as Exhibit "C". He presented a proposal from Water Utility Services, Inc. for a Phosphate Tank Replacement at Water Well No. 2, in the amount of \$4,475.00.

Following further discussion, it was moved by Director Stefaniak and seconded by Director Armstrong that the engineer's report be approved, and to approve the proposal for the Phosphate Tank Replacement, which motion carried unanimously, 5-0.

7. TAX ASSESSOR'S REPORT AND DELINQUENT TAX REPORT. Brenda McLaughlin presented the tax report for the month of August 2024, a copy of which is attached as Exhibit "D". The report reflected the District has collected 97.53% of its 2023 taxes and 98.93% of its 2022 taxes.

Ms. McLaughlin next presented the delinquent tax report for the Board's review.

Following a discussion, it was moved by Director Stefaniak and seconded by Director Cooke that the report be approved, along with the checks on the tax account, which motion carried unanimously, 5-0.

8. 2024 TAX RATE. The Board next reviewed the financial advisor's 2024 Tax Rate Recommendation, a copy of which is attached as Exhibit "E". The financial advisor recommended the debt service tax rate stay the same at \$0.14 and increasing the maintenance tax rate from \$0.4054 to \$0.415 for a total tax rate of \$0.555. Brenda McLaughlin explained the publication language. She stated that she will advertise in the Lake Houston Observer and the public hearing to set the tax rate would be listed as the next regular meeting, on October 10, 2024, at 7:00 p.m.

Following further discussion, a motion was made by Director Armstrong and seconded by Director Cooke to consider setting the debt service tax rate at \$0.14, and the maintenance tax rate at \$0.415, for a total tax rate of \$0.555, to set a public hearing for October 10, 2024 at 7:00 p.m., and to authorize publication of the required notice for such hearing in the Lake Houston Observer, which motion carried unanimously, 5-0.

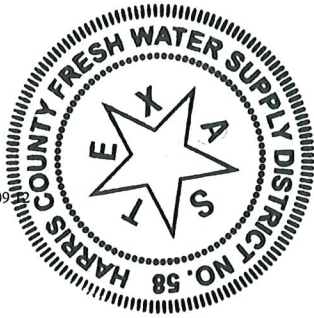
9. TREASURER'S REPORT. Director Stefaniak reviewed the report, a copy of which is attached as Exhibit "F". The Board reviewed the checks, investments, and financial statements. Director Stefaniak reviewed the profit and loss statement, the balance sheet and the general ledger for the general fund, the debt service fund, and the capital projects fund.

Following further discussion, it was moved by Director Fields and seconded by Director Armstrong that the Treasurer's report, and those checks as listed thereon be approved, which motion passed unanimously, 5-0.

10. ADJOURNMENT/ OTHER BUSINESS. There being no further business, a motion was made, seconded, and unanimously carried, that the meeting be adjourned.

PASSED, ADOPTED and APPROVED this 10th day of October, 2024.

(DISTRICT SEAL)
HCS58/ag&min/minutes/2024/2024.09




Secretary