

MINUTES
HARRIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 81
OF HARRIS COUNTY, TEXAS

April 27, 2023

The Board of Directors ("Board") of Harris County Municipal Utility District No. 81 of Harris County, Texas (the "District"), met in regular session, open to the public, at 805 Hidden Canyon Drive, Katy, Texas 77450, inside the boundaries of the District, on the 27th day of April 2023, and the roll was called of the members of the Board:

Patrick Cathcart	President
Bruce Cox	Vice President
Michael Olsen	Secretary
George Goff	Treasurer
Donna Brown	Assistant Secretary

and all of said persons were present, thus constituting a quorum.

Also attending the meeting were Jennifer Hanna of Forvis, LLP; Breah Campbell of Time and Season Property Management ("T&S"); Renee Butler of McLennan & Associates, LP; Kate Hallaway of BGE, Inc. ("BGE"); Isabelle Mata of Wheeler & Associates, Inc. ("Wheeler"); Charlie Chapline of Municipal District Services, LLC ("MDS"); Stacy Lightsey, District employee; and Hannah Brook and Kim Cannon of Allen Boone Humphries Robinson LLP ("ABHR").

PUBLIC COMMENTS

There were no public comments.

MINUTES

The Board considered approving the minutes of the March 23, 2023, regular meeting. After discussion, Director Brown moved to approve the minutes of the March 23, 2023, regular meeting. Director Olsen seconded the motion, which passed by unanimous vote.

APPROVE AUDIT FOR FISCAL YEAR END DECEMBER 31, 2022

Ms. Hanna reviewed the draft audit for the District's fiscal year end December 31, 2022. After discussion, Director Olsen moved to approve the audit, subject to final review. Director Brown seconded the motion, which passed unanimously.

TAX ASSESSOR/COLLECTOR REPORT

Ms. Mata reviewed the tax assessor/collector's report for the month of March 2023. A copy of the tax assessor report is attached. Ms. Mata stated the report reflects that the District's 2022 taxes were 95.83% collected as of the end of March.

After discussion, Director Cox moved to approve the tax assessor/collector's report and pay the bills from the tax account. Director Olsen seconded the motion, which passed by unanimous vote.

REPORT FROM REVENUE MANAGEMENT SERVICES ON BUSINESSES PAYING SALES TAX

There was no discussion on this matter.

BOOKKEEPER'S REPORT

The Board reviewed the bookkeeper's report, a copy of which is attached. Ms. Butler reviewed each District account and the bills to be paid, as well as a budget to actual comparison.

After review and discussion, Director Olsen moved to approve the bookkeeper's report the checks presented for payment. Director Brown seconded the motion, which passed by unanimous vote.

OPERATOR'S REPORT

Mr. Chapline distributed and reviewed the operator's report, a copy of which is attached. He stated the water accountability for the month is 93%.

Mr. Chapline reported there are twelve accounts totaling \$2,953.74, deemed to be uncollectible and requested authorization to write off said accounts and turn them over to a collection agency.

AMENDMENT TO OPERATING SERVICES AGREEMENT

Mr. Chapline distributed and reviewed an Amendment to the Operating Services Agreement with the District. He stated the Amendment includes a Consumer Price Index increase to the contract each year. After discussion, Director Olsen moved to approve the Amendment to the Operating Services Agreement and direct that the Amendment be filed and retained in the District's official records. Director Cox seconded the motion, which carried by unanimous vote.

PROPOSAL FOR DISTRICT MAGNETS

There was no discussion on this matter.

UPDATE ON WATER PLANT NO. 1 BOOSTER PUMP NO. 3 PUMP AND MOTOR REPAIRS, LIFT STATION NO. 1 LIFT PUMP NO. 2 REPLACEMENT, AND WATER WELL NO. 1 REHABILITATION

Mr. Chapline updated the Board on booster pump no. 3 pump and motor repairs at water plant no. 1 and stated the repairs are ongoing.

Mr. Chapline updated the Board on the lift station no. 1 lift pump no. 2 replacement and stated the replacement is in progress.

Mr. Chapline stated the parts for the water well no. 1 repair have been delivered and the repair is expected to be completed in approximately three weeks.

RENEWAL OF EMERGENCY WATER INTERCONNECT AGREEMENT WITH NOTTINGHAM MUNICIPAL UTILITY DISTRICT

Mr. Chapline stated the renewal of the Interconnect Agreement is currently being prepared.

After discussion, Director Olsen moved to (1) approve the operator's report; and (2) authorize MDS to forward the twelve delinquent accounts totaling \$2,953.74, which are deemed uncollectible, submit same to a collection agency, and direct that the uncollectible accounts list be filed appropriately and retained in the District's official records. Director Cox seconded the motion, which passed by unanimous vote.

IDENTITY THEFT PREVENTION PROGRAM

Mr. Chapline reviewed the annual report on the Identity Theft Prevention Program, a copy of which is attached to the operator's report. Mr. Chapline stated that no significant incidents of identity theft have been reported in the past year and that MDS is not recommending any changes to the policy at this time. The Board concurred not to make any changes to the policy.

APPROVE CONSUMER CONFIDENCE REPORT ("CCR") AND AUTHORIZE OPERATOR TO DISTRIBUTE THE CCR AND FILE CERTIFICATE OF MAILING WITH THE TEXAS COMMISSION ON ENVIRONMENTAL QUALITY

Mr. Chapline distributed and reviewed the 2022 CCR, a copy of which is attached to the operator's report. After review and discussion, Director Goff moved to approve the CCR and authorize distribution and filing of same. Director Cox seconded the motion, and the motion passed unanimously.

TERMINATION OF SERVICE

The Board conducted a hearing regarding termination of water and sewer services. Mr. Chapline presented to the Board a list of delinquent customers. He informed the Board that all of the residents on the termination list were delinquent in payment of utility bills and were given written notification prior to the meeting of the opportunity to appear before the Board of Directors to explain, contest, or correct their utility service bills and show reason why utility services should not be terminated for reasons of nonpayment.

Following review and discussion, Director Olsen moved to authorize that because none of the residents on the list were present at the meeting nor had presented any written statement on the matter, the utility service for the customers on the list should be terminated, if their utility bills are not paid 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 Brown seconded the motion, which passed by unanimous vote.

ENGINEER'S REPORT

Ms. Hallaway presented the engineer's report, a copy of which is attached.

PARK YORK FORCE MAIN REPLACEMENT

Ms. Hallaway stated that BGE is currently preparing the design for this project.

HARRIS COUNTY STORM SEWER AND DRAINAGE FACILITY IMPROVEMENTS, INCLUDING ADDITIONAL DETENTION/MITIGATION

Ms. Hallaway stated that BGE currently is under contract with Harris County for the design of the drainage improvements for Memorial Parkway.

Ms. Hallaway stated that Harris County has awarded the contract to R. Construction for the Cimarron Sections 2, 3, 4 and 5 drainage improvements project. She stated the Notice to Proceed was issued on January 16, 2023.

WATER PLANT NOS. 1, 2 AND 4 GROUND STORAGE TANK ALTERNATE FILL LINE INSTALLATION

Ms. Hallaway stated the ground storage tank alternate fill line installation is complete.

WATER PLANT NO. 2 GENERATOR REPLACEMENT

Ms. Hallaway stated CSE W-Industries, Inc. ("CSE") is the contractor for the generator replacement project. She stated the contractor has completed the initial site work and is awaiting the delivery of the generator.

CAPITAL IMPROVMENT PLAN ("CIP"), INCLUDING CIMARRON, SECTIONS 1, 2 AND 3 SANITARY SEWER LINE REHABILITATION AND MEMORIAL PARKWAY, SECTIONS 6, 7 AND 8 SANITARY SEWER LINE REHABILITATION

Ms. Hallaway discussed the CIP and recommended that the Cimarron, Sections 1-3 and the Memorial Parkway, Sections 6-8 be moved to up to 2023, based on the sanitary sewer line investigation results.

UPDATE ON BOND APPLICATION NO. 9

Ms. Hallaway stated BGE is currently finalizing bond application no. 9 pending verification of the Memorial Parkway costs and detention design from Harris County.

Following review and discussion, and based on the engineer's recommendation, Director Olsen moved to approve the engineer's report. Director Cox seconded the motion, which passed by unanimous vote.

WEST MEMORIAL MUNICIPAL UTILITY DISTRICT ("WEST MEMORIAL") SEWAGE TREATMENT PLANT MEETING AND PROPOSED PLANT IMPROVEMENTS

Director Cox reported on the West Memorial Sewage Treatment Plant.

OPERATION, REPAIR, AND MAINTENANCE AND RENTAL OF ADMINISTRATIVE OFFICE AND DISTRICT WEBSITE, COMMUNICATION, AND EMPLOYMENT MATTERS, INCLUDING QUARTERLY REPORT ON CLEANING SERVICES

Ms. Lightsey stated the quarterly sprinkler inspection was completed by Johnson Controls and MDS.

Ms. Lightsey stated that MDS has replaced the hard drive on the administration building computers.

Ms. Lightsey presented and reviewed a proposal from True Fix AC and Heating for the repair of the expansion valve on the air conditioning unit in the amount of \$1,230.00, a copy of which is attached. After discussion, Director Olsen moved to approve the proposal from True Fix in the amount of \$1,230.00 for the repair of the

expansion valve on the air conditioning unit. Director Cox seconded the motion, which carried by unanimous vote.

Ms. Campbell distributed and reviewed the quarterly report from T&S, a copy of which is attached.

Director Olsen discussed the 2021 Microsoft Office software for installation on the District administration building computer. He stated the cost to install the Microsoft program is \$35.00. After discussion the board concurred to authorize Director Olsen to purchase and install the 2021 Microsoft Office Software, as discussed.

WEST HARRIS COUNTY REGIONAL WATER AUTHORITY

There was no discussion on this matter.

DISCUSS RENEWAL OF DISTRICT'S INSURANCE POLICIES

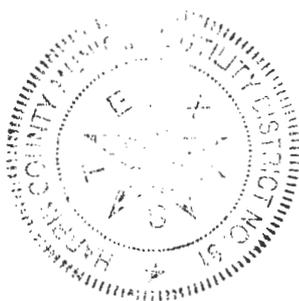
The Board reviewed a proposal from McDonald & Wessendorff Insurance ("McDonald") for renewal of the District's insurance policies. Following review and discussion, Director Olsen moved to accept the proposal from McDonald for renewal of the District's insurance policies and direct that the proposal be filed appropriately and retained in the District's official records. Director Brown seconded the motion, and the motion passed unanimously.

There being no further business to come before the Board, the Board concurred to adjourn the meeting.



Secretary, Board of Directors

(SEAL)



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