

**MINUTES OF MEETING
OF THE
BOARD OF DIRECTORS**

THE STATE OF TEXAS §

COUNTY OF HARRIS §

HARRIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 127 §

The Board of Directors of Harris County Municipal Utility District No. 127 met in regular session, open to the public, at its regular meeting place outside the boundaries of the District on October 12, 2017; whereupon, the roll was called of the members of the Board of Directors, to-wit:

Bonnie Tyler	President
Maureen Herzog	Vice President
Katrina Ortega	Secretary
John R. Gagne	Assistant Secretary
Don Baylor	Director

All members of the Board of Directors were present except Director Baylor.

Also present were Chris Richardson of Strawn & Richardson, P.C.; Stephanie Viator of District Data Services, Inc.; Vickey Sullivan of Equi Tax, Inc.; Dan Freeland of H₂O Consulting, Inc.; Robert Atkinson of Edminster, Hinshaw, Russ & Associates, Inc.; Deputy Roland Reyes; Julie Williams of Rathmann & Associates, L.P.; Roberto Vega of Harris County Flood Control District; Simon Van Dyk of Triton; and Shannon Waugh of Off Cinco.

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 HEARING FOR 2017 TAX RATE.** The Public Hearing on the 2017 Tax Rate was opened for comments. The Board noted that no taxpayer appeared to take part in the Public Hearing, as published by law. The Public Hearing was then closed.

2. **PRESENTATION FROM HARRIS COUNTY FLOOD CONTROL DISTRICT.** Roberto Vega addressed the Board regarding the plan for rehabilitating the swale area associated with the Sandy Hollow-Newbury Drainage Channel. He discussed the Bioswale Development Project. Mr. Vega also described various types of vegetation.

The Board thanked Mr. Vega for his presentation.

3. **PUBLIC COMMENTS.** There were no public comments at this time.

4. **2017 DEBT TAX RATE.** The Board considered setting the 2017 debt service tax rate at \$0.42. The Order Setting 2017 Debt Tax Rate was presented for approval, a copy of which is attached as Exhibit "A".

Following further discussion, it was moved by Director Tyler and seconded by Director Herzog to approve setting a \$0.42 debt service tax rate, and that the Order Setting 2017 Debt Tax Rate be approved, which motion carried unanimously, 4-0.

5. **2017 MAINTENANCE TAX RATE.** The Board considered setting the 2017 maintenance tax rate at \$0.26. The Order Setting 2017 Maintenance Tax Rate was presented for approval, a copy of which is attached as Exhibit "B".

Following further discussion, it was moved by Director Tyler and seconded by Director Herzog to approve setting a \$0.26 maintenance tax rate, and that the Order Setting 2017 Maintenance Rate be approved, which motion carried unanimously, 4-0.

6. **AMENDMENT TO NOTICE TO SELLERS AND PURCHASERS.** Mr. Richardson presented the Amendment to Notice to Sellers and Purchasers of Real Estate Within the District, a copy of which is attached as Exhibit "C". He explained the Notice reflects the 2017 tax rate and will be filed in the Real Property Records of Harris County, Texas. It was moved by Director Tyler and seconded by Director Herzog that the Amendment to Notice to

Sellers and Purchasers of Real Estate Within the District be approved, which motion carried unanimously, 4-0.

7. **WEBSITE PROPOSALS.** Simon Van Dyk of Triton and Shannon Waugh of Off Cinco presented for the Board's consideration proposals for a District website.

8. **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 September 14, 2017.

Following a discussion, it was moved by Director Herzog and seconded by Director Tyler that the minutes of the meeting of September 14, 2017 be approved, which motion carried unanimously, 4-0.

9. **SECURITY REPORT.** Deputies Reyes presented the security report.

10. **BOOKKEEPER'S REPORT.** Stephanie Viator presented the bookkeeper's report of certain expenses, the budget comparison for the period ending September 30, 2017, and the Quarterly Investment Report, copies of which are attached as Exhibits "D" and "E". Ms. Viator presented the checks for approval, and reviewed the fund balances and the budget to actual comparison through September.

Ms. Viator recommended the Board consider transferring funds into TexPool due to the increasing rates. The Board agreed to transfer funds into TexPool.

Director Herzog asked about the Sewage Treatment Plant budget item expense. Ms. Viator explained it reflects unanticipated repairs. Director Herzog asked about the decrease in the West Harris County Regional Water Authority expense. Ms. Viator explained it is a function of usage.

Following discussion by the Board, it was moved by Director Ortega and seconded by Director Herzog that the bookkeeper's report, including the list of expenses be approved, and that the Quarterly Investment Report be approved. Said motion carried unanimously, 4-0.

11. **TAX ASSESSOR REPORT.** Vickey Sullivan reviewed the tax report for the month of September, a copy of which is attached as Exhibit “F”. The report reflected the District has collected 99.3% of its 2016 taxes and 99.7% of its 2015 taxes as of September 30, 2017.

Ms. Sullivan reviewed the Delinquent Tax Report. She stated the delinquent tax attorney is requesting authorization to send water termination notices.

Following further discussion, it was moved by Director Herzog and seconded by Director Ortega that the tax assessor/collector's report be approved, that the checks listed on the report be approved for payment, and to authorize the delinquent tax attorney to send water termination notices, which motion carried unanimously, 4-0.

12. **OPERATOR’S REPORT.** Dan Freeland presented the monthly operations report for the month of August, a copy of which is attached as Exhibit “G”. The District has 1,770 connections, with 96% water accountability. Mr. Freeland reported the Wastewater Treatment Plant was in compliance with its permit.

Following further discussion, it was moved by Director Tyler and seconded by Director Herzog that the operator’s report be approved, which motion carried unanimously, 4-0.

13. **ENGINEER’S REPORT.** Robert Atkinson presented the engineer’s report, a copy of which is attached as Exhibit “H”. Mr. Atkinson discussed the Water Well Rehabilitation. He presented for approval Change Order No. 2 in the amount of \$3,500.00 for the installation of the bull rock up to the point in the well where the liner was damaged. Mr. Atkinson stated the Change Order also includes \$3,500.00 to super chlorinate the well with Sodium Hypochlorite as opposed to wire brushing.

Mr. Aktkinson discussed the La Sendera at Barker Cypress development. He reported the developer has modified the original plans and reconfigured the detention. The developer has also submitted plans for the onsite portion of the development but not the offsite portion to

connect to the water and wastewater.

Mr. Atkinson discussed the development at the northwest corner of Old Greenhouse Road and Barker Cypress. He informed the Board the contractor has started on the building for the fueling station. He added that the plans are in the final approval stage for the water and sewer extensions.

Following further discussion, it was moved by Director Tyler and seconded by Director Ortega that the engineer's report be approved, and that Change Order No. 2 for the Water Well Rehabilitation be approved, which motion carried unanimously, 4-0.

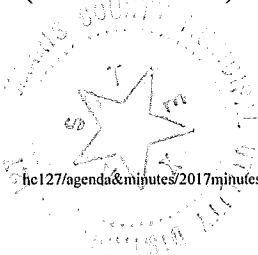
14. **DISTRICT POLICY FOR CARE OF GREEN SPACES.** The Board tabled this item.

15. **ADJOURNMENT.** There being no further business, it was moved, seconded, and unanimously carried, that the meeting be adjourned.

PASSED, ADOPTED and APPROVED this 9th day of November, 2017.


Secretary

(DISTRICT SEAL)



hc127/agenda&minutes/2017minutes/2017.10.12