

**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 14, 2019; whereupon, the roll was called of the members of the Board of Directors, to-wit:

Maureen Herzog	President
Simona Brooks	Vice President
Katrina Ortega	Secretary
Don Baylor	Assistant Secretary
Kate Zamora	Director

All members of the Board of Directors were present with Director Brooks entering the meeting after the operator's report.

Also present were Chris Richardson, attorney, Stephanie Nagel, legal assistant, of Strawn & Richardson, P.C.; Stephanie Viator of District Data Services, Inc.; Vickey Sullivan of Equi Tax, Inc.; Dan Freeland and Chris Hoffman of H2O Consulting, Inc.; Robert Atkinson of Edminster, Hinshaw, Russ & Associates, Inc; Julie Williams of Rathmann & Associates, LP; and Jon Rosenthal, State Representative, District 135.

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 2019 TAX RATE.** The Public Hearing on the 2019 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. **2019 DEBT TAX RATE.** The Board considered setting the 2019 debt service tax rate at \$0.40. The Order Setting 2019 Debt Tax Rate was presented for approval, a copy of which is attached as Exhibit "A".

Following further discussion, it was moved by Director Herzog and seconded by Director Baylor to approve setting a \$0.40 debt service tax rate, and that the Order Setting 2019 Debt Tax Rate be approved, which motion carried unanimously, 4-0.

3. **2019 MAINTENANCE TAX RATE.** The Board considered setting the 2019 maintenance tax rate at \$0.24. The Order Setting 2019 Maintenance Tax Rate was presented for approval, a copy of which is attached as Exhibit "B".

Following further discussion, it was moved by Director Herzog and seconded by Director Baylor to approve setting a \$0.24 maintenance tax rate, and that the Order Setting 2019 Maintenance Rate be approved, which motion carried unanimously, 4-0.

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

5. **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 9, 2019.

Following a discussion, it was moved by Director Herzog and seconded by Director Baylor that the minutes of the meeting of September 9, 2019 be approved, which motion carried unanimously, 4-0.

6. **BOOKKEEPER'S REPORT.** Stephanie Viator presented the bookkeeper's report of certain expenses, and the budget comparison for the period ending September 30, 2019, and the Quarterly Investment Report, copies of which is attached as Exhibits "A" and "B",

respectively. Ms. Viator presented the checks for approval and reviewed the fund balances and the budget to actual comparison through September.

Following discussion by the Board, it was moved by Director Zamora and seconded by Director Baylor 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.

7. **TAX ASSESSOR REPORT.** Vickey Sullivan reviewed the tax report for the month of September, a copy of which is attached as Exhibit "C". The report reflected the District has collected 99.1% of its 2018 taxes and 99.8% of its 2017 taxes as of September 30, 2019.

Following further discussion, it was moved by Director Herzog and seconded by Director Zamora that the tax assessor/collector's report be approved, that the checks listed on the report be approved for payment, which motion carried unanimously, 4-0.

8. **OPERATOR'S REPORT.** Dan Freeland presented the monthly operations report for the month of August, a copy of which is attached as Exhibit "D". The District has 1,809 connections, with 92% water accountability. Mr. Freeland reported the Wastewater Treatment Plant was in compliance with its permit.

Mr. Freeland discussed a letter from a resident requesting a payment plan, which the Board authorized.

Director Herzog asked why the arrears continue to go up and down. Mr. Freeland stated they continue to go up and down due to the write offs every three months.

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

Director Brooks entered the meeting at this time.

9. **ENGINEER'S REPORT.** Robert Atkinson presented the engineer's report, a copy of which is attached as Exhibit "E". He discussed the status of the Adelaide Development. Mr. Atkinson presented for approval Pay Request No. 4 in the amount of \$61,586.44 for the water, sewer and drainage in Adelaide, Section Two. He stated the developer will pay the contractor and be reimbursed by the District at a later date. Mr. Atkinson presented the updated developer reimbursement schedule for the Board's review.

Mr. Atkinson discussed the Detention Basin Maintenance. He stated Environmental Allies has submitted their contract for the Detention Basin Maintenance, and the Developer is making the required repairs to the basin before maintenance begins.

Mr. Atkinson discussed the La Sendera at Barker Cypress Development with the Board. He stated the developer has provided adequate information that the plat will be recorded, and he should be receiving final approval from Harris County.

Mr. Atkinson also informed the Board that EHRA is preparing a Parks Plan with various options for the District to review.

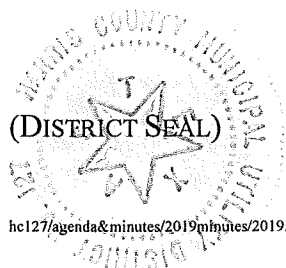
Following further discussion, it was moved by Director Ortega and seconded by Director Herzog that the engineer's report be approved, and to approve Pay Request No. 4 for \$61,586.44, for the water, sewer and drainage for Adelaide, Section Two, which motion carried unanimously, 5-0.

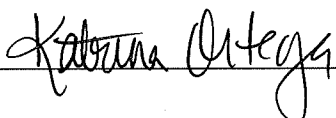
10. **DISTRICT WEBSITE.** Director Herzog stated the website has been updated to include the recent National Night Out event, and she will update it with the new 2019 Tax Rate information. Director Herzog also stated that the bulletin boards are in bad shape and asked the operator to repair or replace them if needed. Director Herzog also discussed having a possible shredding-recycling event in January. Director Zamora stated she will do some further research.

Director Ortega stated she would like to have a Spring Extravaganza egg hunt event, and a possible Christmas event. Director Herzog stated there was a great turn out at the National Night Out event due to mailing post cards instead of door hangers about the event. Director Ortega thanked all of the consultants for donating gift cards. The Board discussed having a separate event from National Night Out, possibly Neighbors Night Out.

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

PASSED, ADOPTED and APPROVED this 11th day of November, 2019.




Secretary