

HARRIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 286

Minutes of Board of Directors Meeting

August 1, 2022

ACTIONS TAKEN

1. The Board approved the minutes of the July 5, 2022, meeting.
2. The Board approved the Tax Assessor-Collector's Report as presented by Utility Tax Service L.L.C., including the checks presented for payment.
3. The Board approved the fire hydrant repairs in the amount of \$2,771.50.
4. The Board approved the Operations and Maintenance Report presented by EDP.
5. The Board approved the award of construction contract to CFG Industries LLC in the amount of \$312,800.00 for clarifier repairs at the WWTP project.
6. The Board approved a proposal from Main Branch Tree Service in the amount of \$4,200 for the removal of trees at the park.
7. The Board approved the Engineering Report presented by Eby Engineers, Inc.
8. The Board approved the Bookkeeper's Report as presented by Claudia Redden & Associates, L.L.C., including the checks presented for payment, and approved moving funds from the Certificates of Deposit as they expire to Treasury Bills for a one (1) year term.
9. The Board designated Campioni Restaurant as an additional meeting place outside the District, approved an Order Establishing Additional Meeting Place Outside the District, authorized the President and Secretary to execute and attest same, and authorized MRPC to publish the notice of designation of same.

The Board of Harris County Municipal Utility District No. 286 ("District") met in regular session at 12779 Jones Road, Houston, Harris County, Texas 77070 on August 1, 2022, in accordance with the duly posted notice of meeting, and the roll was called of the officers and members of said Board of Directors, as follows:

David Geaslen, President
Michael Rhodes, Vice President
Steve Garner, Secretary
Rosalind Theriot, Assistant Secretary
Becky Campbell, Assistant Secretary

All of said persons were present, except Director Campbell, therefore constituting a quorum.

Also present were Claudia Redden of Claudia Redden & Associates L.L.C.; Dennis Eby of Eby Engineers, Inc. ("Eby"); Tommy Merck of Environmental Development Partners, L.L.C. ("EDP"); Roshell Arterburn of Utility Tax Service, L.L.C. ("UTS"); Captain Hoover, Deputy Paonessa and Deputy Sever of Harris County Constable's Office Precinct Four ("HCCO"); and David Marks of Marks Richardson PC ("MRPC").

The President called the meeting to order.

APPROVAL OF MINUTES

As the first order of business, the Board considered approval of the minutes of the Board of Directors meeting held on July 5, 2022. After discussion, Director Rhodes made a motion to approve the minutes of the July 5, 2022, Board of Directors meeting, as presented. Director Garner seconded the motion, which carried unanimously.

SECURITY PATROL REPORT BY THE CONSTABLE'S OFFICE

The Board next deferred consideration of the Security Patrol Report until later in the meeting.

COMMENTS FROM THE PUBLIC

The Board deferred comments from the public, as no members of the public were present.

DISCUSS STATUS OF SOLID WASTE COLLECTION AND RECYCLING SERVICES FROM TEXAS PRIDE

The Board next considered a discussion regarding the status of solid waste collection and recycling services from Texas Pride. Director Theriot reported on the recent service by Texas Pride and stated that garbage was collected early one week and late another week.

TAX ASSESSOR-COLLECTOR REPORT

The Board next considered the Tax Assessor-Collector Report. Ms. Arterburn presented the attached Tax Assessor-Collector Report (**Exhibit A**) dated July 31, 2022. The Board reviewed the total receivables, the cash balance, disbursements, and checks as reflected in the report. After discussion of the report, Director Theriot made a motion to approve the Tax Assessor-Collector Report as presented and to approve the checks identified in the report for payment. Director Garner seconded the motion, which carried unanimously.

STATUS OF INSURANCE AND FEMA CLAIMS RELATIVE TO HURRICANE HARVEY DAMAGES

The Board next considered the status of insurance and Federal Emergency Management Agency (“FEMA”) claims relative to Hurricane Harvey damages. Mr. Merck stated that the District received a check from the insurance company in the amount of \$70,578.00 for flood damaged equipment at the Water Plant. Mr. Merck stated that EDP will file closing documents with FEMA for the Water Plant.

OPERATIONS REPORT

The Board next considered the Operations and Maintenance Report (**Exhibit B**). Mr. Merck reviewed the significant utility repairs within the past month.

Mr. Merck next reported on the Water Plant No. 1 booster pump. He reminded the Board that it authorized EDP to approve replacement of the pump if the second quote did not exceed \$23,000, and, if the quote exceeded such amount, it authorized EDP to approve the repairs at a cost of \$7,324. Mr. Merck stated that EDP is still awaiting receipt of a replacement quote from the manufacturer to determine which way to proceed.

Mr. Merck reported that the annual testing of the fire hydrants is complete. He presented a Fire Hydrant Inspection Report and reviewed same with the Board. He stated that the recommended repairs total \$2,771.50. After discussion, Director Rhodes made a motion to authorize the fire hydrant repairs in the amount of \$2,771.50. Director Theriot seconded the motion, which unanimously carried.

Mr. Merck reported that the Texas Commission on Environmental Quality (“TCEQ”) conducted a routine compliance investigation of the water system on June 21, 2022. He presented correspondence from the TCEQ dated July 22, 2022 and stated that no violations were noted.

Mr. Merck next reported on drought contingency measures for the District. He stated that since the North Harris County Regional Water Authority (“NHCRWA”) implemented Stage 1 of its Drought Contingency Plan, EDP installed signs for voluntary water restrictions in the commercial areas of the District.

After discussion, Director Rhodes made a motion to approve the Operations and Maintenance Report, as presented. Director Garner seconded the motion, which carried unanimously.

DROUGHT CONTINGENCY PLAN

The Board next considered review and approval of amendments to the District's Drought Contingency Plan (the "Plan"). The Board discussed removing pools and hot tubs from the terms describing aesthetic water use and non-essential water use in the Plan. The Board deferred action on the matter until next month's meeting.

SECURITY PATROL REPORT BY THE CONSTABLE'S OFFICE

The Board next considered the Security Patrol Report, a copy of which is attached hereto as **(Exhibit C)**, and the status of security monitoring services within the District. Deputy Paonessa reviewed the report and discussed the activity within the past month.

ENGINEERING REPORT

The Board next considered the Engineering Report **(Exhibit D)**.

The Board next discussed the Chasewood Park mitigation project. Mr. Eby stated that the contractor, No Limit Construction, owes the District approximately \$4,000 to \$5,000. He stated that the contractor was working on a project in an adjacent district and took dirt from the District's detention site and damaged a District manhole. Mr. Eby stated that EDP paid for the repairs to the manhole and passed on the costs associated with the repairs to the adjacent district.

Mr. Eby reported on the status of the permit application for the WWTP Discharge Permit renewal. He stated that he is working on a response to an information request from the TCEQ and once complete, it will go to the TCEQ technical review team.

The Board next considered the review of bids and award of construction contract for clarifier repairs at the WWTP. Mr. Eby stated that he received one (1) bid for the project from CFG Industries LLC ("CFG") in the amount of \$436,000.00. He stated that CFG made some calculation errors on the bid and submitted a revised bid in the amount of \$312,800.00 for the project. After discussion, Director Theriot made a motion to award the construction contract to CFG in the amount of \$312,800.00 for the clarifier repairs at the WWTP. Director Garner seconded the motion, which unanimously carried.

Mr. Eby next reported that he did not receive the monthly checklist and related invoice from Patriot Production & Rental Services, LLC for July.

Mr. Eby next presented and reviewed proposals for the removal of trees at the park. He presented a proposal from Main Branch Tree Service in the amount of \$4,200 and reviewed same with the Board. After discussion, Director Theriot made a motion to approve the proposal from

Main Branch in the amount of \$4,200 for the removal of trees at the park. Director Rhodes seconded the motion, which unanimously carried.

Mr. Eby reported that the construction of the Performing Arts Building at Lone Star College is underway. He also stated that he received plans from Lone Star College to separate utilities and sell off the building. Mr. Eby stated that Lone Star College submitted a deposit of \$3,000 to cover the engineering costs for review of the plans.

The Board next considered an update on Microgrid implementation. Mr. Eby discussed Microgrid implementation and stated that it is currently in the discussion stage. He requested a deposit of \$2,500 to cover the costs associated with working with the Public Utilities Commission on legislation related to Microgrids. The Board discussed the matter in detail and deferred action at this time.

After discussion, Director Garner made a motion to approve the Engineering Report. Director Theriot seconded the motion, which carried unanimously.

The Board noted that the electricity contract expires in January 2023. The Board concurred to wait until the November Board meeting to obtain proposals for the extension of the electricity contract.

BOOKKEEPING REPORT

The Board next considered the Bookkeeper's Report. Ms. Redden reviewed the Bookkeeping Report (**Exhibit E**), including the checks presented for payment. The Board discussed moving the funds from the Certificates of Deposit as they expire to Treasury Bills for a one (1) year term. After discussion, Director Rhodes made a motion to approve the Bookkeeper's Report, including the checks presented for payment, and authorize moving funds from the Certificates of Deposit as they expire to Treasury Bills for a one (1) year term. Director Theriot seconded the motion, which carried unanimously.

ADOPT OPERATING BUDGET

The Board next considered adoption of the operating budget for the fiscal year ending September 30, 2022 (**Exhibit F**). Ms. Redden reviewed the draft budget with the Board. The Board deferred adoption of the budget until next month's meeting.

DISCUSS CHANGE OF MEETING PLACE

The Board next discussed a change in the meeting place for monthly meetings. The Board discussed adopting an additional meeting place outside the boundaries of the District at Campioni Restaurant located at 13850 Cutten Road. After discussion, Director Rhodes made a motion to designate Campioni Restaurant as an additional meeting place outside the District, approve an Order Establishing Additional Meeting Place Outside the District (**Exhibit G**), authorize the President and Secretary to execute and attest same, and authorize MRPC to publish the notice of designation of same. Director Theriot seconded the motion, which unanimously carried.

The Board discussed the upcoming Board meeting and concurred to hold the meeting on Tuesday, September 6, 2022.

WATER CONSERVATION MEETING

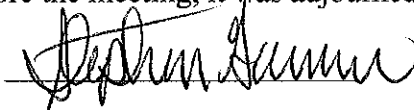

The Board next deferred a discussion regarding the annual Water Conservation Meeting and requested that the item be removed from the agenda hereafter.

ITEMS FOR FUTURE AGENDAS

The Board next considered matters for possible placement on future agendas.

ADJOURNMENT OF BOARD MEETING

There being no further business to come before the meeting, it was adjourned.


 Secretary, Board of Directors

LIST OF EXHIBITS

August 1, 2022

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| Exhibit A | Tax Assessor-Collector's Report |
| Exhibit B | Operations and Maintenance Report |
| Exhibit C | Patrol Report |
| Exhibit D | Engineering Report |
| Exhibit E | Bookkeeping Report |
| Exhibit F | Draft Budget |
| Exhibit G | Order Establishing Additional Meeting Place Outside the District |