

MINUTES
HARRIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 500
(Internal)

January 7, 2019

The Board of Directors (the "Board") of Harris County Municipal Utility District No. 500 (the "District") met in regular session, open to the public, on the 7th day of January, 2019, at the offices of Allen Boone Humphries Robinson LLP, 3200 Southwest Freeway, Houston, Texas, outside the boundaries of the District, and the roll was called of the members of the Board:

Colette Garcia	President
Marilyn Roberts	Vice President
Saundra Dahlke	Secretary
Jeffry D. Ottmann	Assistant Secretary
Joanne E. Quintero	Assistant Vice President

and all of the above were present except Directors Roberts and Garcia, thus constituting a quorum.

Also present at the meeting were Gerald P. Mathers and Tom Russell, members of the public; Karen Young of the Towne Lake Community Association ("HOA"); Carl Fromen of Texas Dewatering LLC; Brian Toldan of McCall Gibson Swedlund Barfoot PLLC; Blake Kridel of Storm Water Solutions, LLC; Fran Matuska and Rose Montalbano of F. Matuska, Inc.; Michael Ammel of Environmental Development Partners, LLC ("EDP"); Amy Downhour and Truman Edminster of Edminster Hinshaw Russ and Associates, Inc. ("EHRA"); Kent Puckett of Caldwell Companies; Brenda McLaughlin of Bob Leared Interests ("BLI"); Robert DeForest of KGA DeForest Design, LLC ("KGA"); Loren Morales of RBC Capital Markets; and Alia Vinson, Katie Carner, and Jennifer Ramirez of Allen Boone Humphries Robinson LLP ("ABHR").

PUBLIC COMMENTS

There were no comments from the public.

APPOINTMENT OF DIRECTOR

ACCEPT RESIGNATION OF DIRECTOR GARCIA AND APPOINT NEW DIRECTOR

The Board considered accepting the resignation of Director Garcia. After review and discussion, Director Ottmann moved to accept the resignation of Director Garcia. Director Dahlke seconded the motion, which passed unanimously.

The Board discussed the appointment of a new director to fill the vacancy on the Board. After discussion, Director Ottmann moved to appoint Gerald P. Mathers to the Board of Directors for a term ending May 2, 2020. Director Quintero seconded the motion, which passed by unanimous vote.

APPROVE SWORN STATEMENT, OFFICIAL BOND, AND OATH OF OFFICE

Ms. Carner reviewed the Sworn Statement, Official Bond, and Oath of Office for Director Mathers. After review and discussion, Director Ottmann moved to approve the Sworn Statement, Official Bond, and Oath of Office for Director Mathers and direct that the documents be filed appropriately and retained in the District's official records, and that the Oath of Office be filed with the Secretary of State as required by law. Director Quintero seconded the motion, which passed unanimously.

OPEN MEETINGS ACT AND PUBLIC INFORMATION ACT TRAINING REQUIREMENTS

Ms. Carner reviewed a memorandum regarding the Texas Open Meetings Act and Texas Public Information Act prepared by ABHR, a copy of which is attached.

CONFLICT OF INTEREST DISCLOSURE AND LIST OF LOCAL GOVERNMENT OFFICERS

Ms. Carner next reviewed Chapter 176 of the Texas Local Government Code, which requires directors and consultants to disclose certain conflicts of interest. She reviewed the forms adopted by the Texas Ethics Commission for making disclosures under Chapter 176, noted that the forms are required to be filed with the records administrator for the District, and reviewed time periods for such filings. Ms. Carner also reviewed the List of Local Government Officers. After review and discussion, Director Ottmann moved to approve and authorize execution of the List of Local Government Officers and direct that the List be filed appropriately and retained in the District's official records. Director Quintero seconded the motion, which passed by unanimous vote.

REORGANIZE BOARD AND ELECT OFFICERS

The Board considered reorganizing the Board of Directors. Following discussion, Director Ottmann moved to reorganize the Board as follows:

Joanne E. Quintero	President
Jeffry D. Ottmann	Vice President
Sandra Dahlke	Secretary

Gerald P. Mathers
Marilyn Roberts

Assistant Secretary
Assistant Vice President

Director Dahlke seconded the motion, which passed by unanimous vote.

DISTRICT REGISTRATION FORM

The Board then considered authorizing filing of an updated District Registration Form with the Texas Commission on Environmental Quality ("TCEQ"), reflecting the new Board of Directors. Following review and discussion, Director Ottmann moved to authorize filing of the updated District Registration Form with the TCEQ and direct that the District Registration Form be filed appropriately and retained in the District's official records. Director Dahlke seconded the motion, which passed by unanimous vote.

APPROVE MINUTES

The Board reviewed the minutes of the December 5, 2018, regular meeting. After review and discussion, Director Ottmann moved to approve the minutes as submitted. The motion was seconded by Director Dahlke and passed by unanimous vote.

FINANCIAL AND BOOKKEEPING MATTERS

Ms. Montalbano presented the bookkeeper's report and submitted the bills for the Board's review. A copy of the bookkeeper's report is attached. Upon a motion made by Director Ottmann and seconded by Director Dahlke, the Board voted unanimously to approve the bookkeeper's report and the payments presented.

ACCEPT ANNUAL DISCLOSURE STATEMENTS OF THE BOOKKEEPER AND INVESTMENT OFFICER

Ms. Carner stated that the District's bookkeeper and investment officer are required to execute annual disclosure statements that disclose certain relationships with banks and brokers who seek to sell investments to the District. She noted that the disclosure statements will be filed with the Texas Ethics Commission. Following review, Director Ottmann moved to accept the annual disclosure statements of the bookkeeper and investment officer and direct that the disclosure statements be filed appropriately and retained in the District's official records. Director Dahlke seconded the motion, which was approved by unanimous vote.

ANNUAL REPORT REGARDING POST-ISSUANCE COMPLIANCE POLICY

Ms. Carner reported on the District's compliance activities during the prior calendar year related to bond financings. She stated that no changes to the policy are required at this time.

TAX ASSESSMENT AND COLLECTION MATTERS

Ms. McLaughlin presented the monthly tax assessor/collector's report, a copy of which is attached.

Ms. McLaughlin also reported on an update from Perdue, Brandon, Fielder, Collins & Mott L.L.P. regarding the status of the District's 2017 delinquent tax accounts.

Following review and discussion, Director Dahlke moved to approve the tax report. Director Ottmann seconded the motion, which carried unanimously.

ADOPT RESOLUTION REQUESTING APPRAISAL OF PROPERTY AND CERTIFICATE OF ESTIMATED APPRAISED VALUE

The Board discussed adopting a Resolution Requesting Appraisal of Property and Certificate of Estimated Appraised Value as of January 1, 2019. After discussion, Director Ottmann moved that the Board adopt the Resolution Requesting Appraisal of Property and Certificate of Estimated Appraised Value and direct that the Resolution be filed appropriately and retained in the District's official records. Director Dahlke seconded the motion, which carried by unanimous vote.

SECURITY MATTERS, INCLUDING APPROVE COST SHARING AGREEMENT FOR LAW ENFORCEMENT SERVICES WITH THE TOWNE LAKE COMMUNITY ASSOCIATION, INC.

The Board considered approving a Cost Sharing Agreement for Law Enforcement Services with the HOA to pay 50% of the cost of the HOA's contract for law enforcement services, effective upon the expiration of the Master District's agreement with the HOA. After review and discussion, Director Ottmann moved to approve the Cost Sharing Agreement for Law Enforcement Services with the HOA and direct that the Agreement be filed appropriately and retained in the District's official records. Director Dahlke seconded the motion, which passed by unanimous vote.

WEBSITE MATTERS

The Board discussed content on the District's website. Ms. Vinson stated that eSiteful provided a monthly analytics reports that was distributed via email to the Board.

OPERATION OF DISTRICT FACILITIES

Mr. Ammel presented the operator's report from EDP, a copy of which is attached.

After review and discussion, Director Ottmann moved to approve the operator's report. Director Dahlke seconded the motion, which passed unanimously.

CONDUCT HEARING ON TERMINATION OF WATER AND SEWER SERVICE

Mr. Ammel submitted a list of delinquent accounts to the Board for termination of utility service. He stated that the accounts in question have been given written notification of the opportunity to appear, either in person or in writing, at the Board meeting to contest, explain, or correct the charges, services, or disconnection. Mr. Ammel noted that the accounts listed have neither attended the Board meeting nor contacted his office or the District to contest or explain the charges. After discussion, Director Ottmann moved that the District's operator be authorized to proceed with termination of utility service to the delinquent accounts pursuant to the provisions of the District's Rate Order. The motion was seconded by Director Dahlke and carried unanimously.

DISCUSS PARTICIPATION IN WATER CONSERVATION COALITION

The Board considered participating in a Water Conservation Coalition with representatives of the other Participant districts to promote water conservation efforts in Towne Lake. After review and discussion, the Board concurred to authorize Directors Ottmann and Mathers to participate in the Water Conservation Coalition on behalf of the District.

ENGINEERING MATTERS

Ms. Downhour presented an engineer's report from EHRA, a copy of which is attached, and reviewed it with the Board.

APPROVE SUBMERGED STORM SEWER AGREEMENTS

There was no discussion on this matter.

REQUESTS FOR CAPACITY RESERVATION TO HARRIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 500 ("MASTER DISTRICT")

There was no discussion on this matter.

CONVEYANCE OF EASEMENT/DEEDS; APPROVE ENCROACHMENT AGREEMENTS; APPROVE ABANDONMENT OF EASEMENTS

There was no discussion on this matter.

WEST HARRIS COUNTY REGIONAL WATER AUTHORITY ("WHCRWA")
MATTERS

The Board requested the link to the WHCRWA page be added to the District's website, if there is not already one.

REPORT REGARDING DEVELOPMENT IN THE DISTRICT, INCLUDING REQUEST
FOR POSSIBLE ANNEXATION OF TRACT(S) INTO DISTRICT

Mr. Puckett updated the Board regarding the pending purchase of an approximately 14-acre tract of land outside the boundaries of the District. He stated that the tract is intended to be developed for commercial usage, but noted that a land plan is unavailable at this time. Mr. Puckett stated that the closing is scheduled for February 2019.

Mr. Puckett discussed development in Towne Lake. In response to an inquiry from the Board, he stated that the developer will not proceed with the development of the Towne Lake Amphitheater.

REPORT FROM DISTRICT CONSULTANTS REGARDING DISTRICT
CORRESPONDENCE AND PROVISION OF RECORDS

The Board reviewed correspondence from the Harris-Galveston Subsidence District, a copy of which is attached.

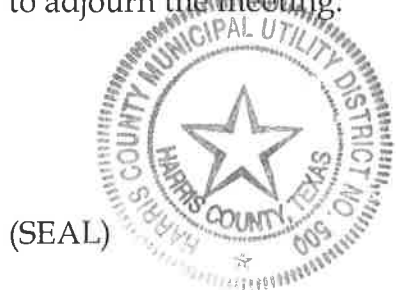
DISCUSS MEETING SCHEDULE

Ms. Carner reminded the Board that the February regular meeting is scheduled for February 6, 2019, at 11 a.m.

CONVENE IN EXECUTIVE SESSION PURSUANT TO SECTION 551.076, TEXAS
GOVERNMENT CODE, TO DELIBERATE THE DEPLOYMENT, OR SPECIFIC
OCCASIONS FOR IMPLEMENTATION OF SECURITY PERSONNEL OR DEVICES,
OR A SECURITY AUDIT

The Board did not convene in executive session.

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



Secretary, Board of Directors

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