

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

February 3, 2021

The Board of Directors (the “Board”) of Harris County Municipal Utility District No. 500 (the “District”) met in regular session, with access by telephone available to the public, pursuant to Texas Government Code Section 551.125 and Governor Greg Abbott’s emergency disaster declaration dated March 13, 2020, on the 3rd day of February, 2021, and the roll was called of the members of the Board being present by telephone:

Joanne E. Quintero	President
Jeffrey D. Ottmann	Vice President
Sandra Dahlke	Secretary
James Spackman	Assistant Secretary
James Ross	Asst. Vice President/ Asst. Secretary

and all of the above were present, thus constituting a quorum.

Also present at the meeting via teleconference were George Gentry and John Casey, directors of Harris County Municipal Utility District No. 501; Fran Matuska of F. Matuska, Inc.; Michael Ammel of Environmental Development Partners, LLC; Truman Edminster and J.T. Gaden of Edminster Hinshaw Russ and Associates, Inc.; Jerry Hlozek and Jessie Carrasco of Caldwell Companies; Brenda McLaughlin of Bob Leared Interests; Loren Morales and Leslie Cook of RBC Capital Markets; and Katie Carner and Jennifer Ramirez of Allen Boone Humphries Robinson LLP.

Ms. Carner reviewed certain recommended protocols for conducting the District’s meeting via teleconference. She announced that the meeting was being recorded and that consultant reports presented at the meeting were posted online and available to the public in the form of an “agenda packet” prior to the start of the meeting at www.districtdirectory.org/agendapackets/hcmud500.

PUBLIC COMMENTS

There were no comments from the public.

CONSENT AGENDA

Director Quintero offered Board members the opportunity to remove items from the consent agenda for individual discussion. Ms. McLaughlin requested that item no. 2.d. be removed from the consent agenda. After discussion, Director Spackman moved

to approve all items on the consent agenda, except for item no. 2.d., and direct that, where appropriate, the documents be filed appropriately and retained in the District's official records, including: (1) the minutes of the January 6, 2021, regular meeting; (2) the bookkeeper's report; (3) authorizing reimbursement of eligible expenses from the Association of Water Board Directors ("AWBD") winter conference and authorizing any interested Board members to attend the AWBD summer conference; (4) the website analytics report; (5) the operator's report; and (6) the engineer's report. Director Dahlke seconded the motion. A roll call vote of the Board was taken and the motion passed by a vote of 4-0 with Director Ottmann temporarily absent from the meeting. Copies of the bookkeeper's report, the memorandum regarding annual cybersecurity training, website analytics report, operator's report, and engineer's report are attached.

ITEMS REMOVED FROM THE CONSENT AGENDA

TAX ASSESSMENT AND COLLECTIONS MATTERS

The Board reviewed the monthly tax assessor/collector's report, including the District's delinquent tax roll, a copy of which is attached. Ms. McLaughlin noted that the District's 2020 taxes are 97.5% collected as of today.

The Board reviewed a delinquent tax report from Perdue, Brandon, Fielder, Collins & Mott L.L.P. regarding the status of the District's delinquent tax accounts, a copy of which is attached.

Following review and discussion, Director Ross moved to approve the tax report. Director Ottmann seconded the motion. A roll call vote of the Board was taken and the motion passed unanimously.

ADDITIONAL FINANCIAL AND BOOKKEEPING MATTERS

Ms. Matuska reviewed with the Board the proposed District budget for the fiscal year ending March 31, 2022. After discussion, the Board concurred to defer action on adopting the budget for the fiscal year end March 31, 2022, pending further review and comment by the District's directors and consultants and the finalization of the Master District budget.

SECURITY MATTERS, INCLUDING PROPOSAL FOR LAW ENFORCEMENT SERVICES FROM HARRIS COUNTY SHERIFF'S OFFICE ("HCSO") AND, IF APPROPRIATE, APPROVE INTERLOCAL AGREEMENT WITH HARRIS COUNTY

The Board reviewed a proposal from the HCSO for supplemental law enforcement services, a copy of which is attached. Discussion ensued. After discussion, Director Ottmann moved to approve the HCSO proposal in the amount of \$74,367.00 for one deputy for 70% coverage, to include weekends. Director Spackman seconded

the motion. A roll call vote of the Board was taken and the motion passed unanimously. Ms. Carner stated that ABHR would coordinate with the HCSO to obtain the Interlocal Agreement draft.

ADOPT RESOLUTION CONCERNING EXEMPTIONS FROM TAXATION

Ms. Carner reviewed the various optional tax exemptions the District may offer its residents and noted that the District currently grants a 5% residential homestead exemption. Ms. McLaughlin discussed qualifying accounts, pursuant to information from the Harris County Appraisal District. After discussion, the Board concurred to table this agenda item until the next regular meeting.

REPORT FROM WATER CONSERVATION COALITION

There was no discussion on this agenda item.

ADDITIONAL OPERATIONAL MATTERS

There was no discussion on this agenda item.

CONDUCT HEARING ON TERMINATION OF WATER AND SEWER SERVICE

There were no accounts submitted for termination.

ADDITIONAL ENGINEERING MATTERS

There was no discussion on this agenda item.

REPORT REGARDING DEVELOPMENT IN THE DISTRICT

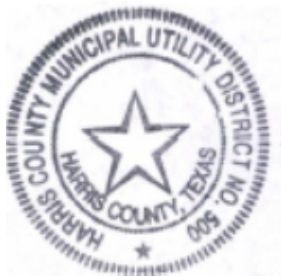
Mr. Hlozek reported on development in Towne Lake.

REVIEW AND REVISE ACTION LIST

The Board reviewed the action list and noted items to be included and removed from the list.

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

(SEAL)



/s/ Saundra Dahlke
Secretary, Board of Directors

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