

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

August 3, 2022

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 3rd day of August, 2022, at the Lakehouse, 10000 Towne Lake Parkway, Cypress, Texas, outside the boundaries of the District, and the roll was called of the members of the Board:

Jeffrey D. Ottmann	President
Joanne E. Quintero	Vice President
Jeff P. Collins	Secretary
James Spackman	Assistant Secretary
Alan Steinberg	Asst. Vice President/ Asst. Secretary

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

Also present at the meeting were Leslie Cook of RBC Capital Markets; Lynn Kurtz of Myrtle Cruz, Inc. ("MCI"); Amanda Benzman of Environmental Development Partners, LLC ("EDP"); J.T. Gaden and Robert Atkinson of EHRA Engineering ("EHRA"); Brenda McLaughlin of Bob Leared Interests; and Katie Carner, Allison Leatherwood, and Jennifer Ramirez of Allen Boone Humphries Robinson LLP ("ABHR").

PUBLIC COMMENTS

There were no comments from the public.

CONSENT AGENDA

Director Ottmann offered Board members the opportunity to remove items from the consent agenda for individual discussion. After discussion, Director Quintero moved to approve all items on the consent agenda and direct that, where appropriate, the documents be filed appropriately and retained in the District's official records, including: (1) the minutes of the June 21, 2022, special meeting and the June 29, 2022, regular meeting; (2) the bookkeeper's report; (3) the tax assessor's report; (4) the operator's report; (5) the engineer's report; and (6) the security report. Director Collins seconded the motion, which passed unanimously. Copies of the bookkeeper's report, tax assessor's report, operator's report, the engineer's report, and the security report are attached.

ITEMS REMOVED FROM THE CONSENT AGENDA

There were no items removed from the Consent Agenda.

ADDITIONAL FINANCIAL AND BOOKKEEPING MATTERS

There was no discussion on this agenda item.

DELINQUENT TAX REPORT

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. After review and discussion, Director Quintero moved to approve the delinquent tax report. Director Spackman seconded the motion, which passed unanimously.

ADOPT RESOLUTION REGARDING DEVELOPMENT STATUS FOR 2022 TAX YEAR

The Board discussed the District's development status. After fully considering relevant data, information, and statutory definitions, Director Spackman moved to adopt a Resolution Regarding Development Status for 2022 Tax Year establishing the District as a Developed District for the 2022 tax year, pursuant to Section 49.23602, Texas Water Code, and direct that the Resolution be filed appropriately and retained in the District's official records. Director Steinberg seconded the motion, which passed unanimously.

RENEWAL OF DISTRICT'S INSURANCE POLICIES

The Board reviewed the insurance renewal proposal from Arthur J. Gallagher & Co. ("Gallagher") for the District's insurance policies.

Following review and discussion, Director Collins moved to accept the proposal from Gallagher and direct that the proposal be filed appropriately and retained in the District's official records. Director Spackman seconded the motion, which passed unanimously.

ADDITIONAL OPERATIONAL MATTERS

The Board discussed current water use demands in the District and throughout the Towne Lake Service Area. Ms. Carner stated that the District received a notice from the West Harris County Regional Water Authority ("WHCRWA") stating that the WHCRWA will be limiting the District's surface water supply at the contractual commitment amount of 2,870,000 gallons per day due to drought conditions and high water demand in WHCRWA. She stated that EDP has coordinated with Remington

Municipal Utility District No. 1 regarding potentially opening the water interconnect between the districts if necessary.

The Board then discussed the District's Drought Contingency Plan ("DCP") and reviewed correspondence from a resident in Harris County Municipal Utility District No. 501 regarding voluntary water use restrictions in the Service Area, a copy of which is attached. The Board considered creating a committee to review the District's DCP in coordination with the other participant districts and determine if there are any recommended changes. After review and discussion, the Board concurred to designate Directors Ottmann and Collins to serve on the DCP review committee.

HEARING ON TERMINATION OF WATER AND SEWER SERVICE

There were no accounts submitted for termination.

WHCRWA MATTERS

There was no discussion on this agenda item.

ADDITIONAL ENGINEERING MATTERS

There was no discussion on this agenda item.

REPORT REGARDING DEVELOPMENT IN THE DISTRICT

There was no discussion on this agenda item.

DISCUSS MEDIA COMMUNICATIONS AND, IF APPROPRIATE, ADOPT RESOLUTION ADOPTING POLICY REGARDING MEDIA COMMUNICATIONS

The Board discussed adopting a policy standardizing the District's procedures for handling media communications. Ms. Carner reviewed a proposed Resolution Adopting Policy Regarding Media Communications.

After review and discussion, Director Steinberg moved to approve Resolution Adopting Policy Regarding Media Communications and direct that the Resolution be filed appropriately and retained in the District's official records. Director Spackman seconded the motion, which passed unanimously.

REVIEW AND REVISE ACTION LIST

The Board noted there were no items on the action list at this time.

CONVENE IN EXECUTIVE SESSION TO CONSULT WITH ATTORNEY, PURSUANT TO SECTION 551.071, TEXAS GOVERNMENT CODE

The Board did not convene in Executive Session.

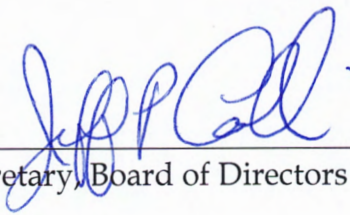
ADDITIONAL FINANCIAL AND BOOKKEEPING MATTERS (CONT'D)

Ms. Kurtz requested the Board approve additional check no. 3168 in the amount of \$14,000.00, payable to McCall Gibson Swedlund Barfoot PLLC. After review and discussion, Director Spackman moved to approve check no. 3168, as detailed above. Director Quintero seconded the motion, which passed unanimously.

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

(SEAL)




Secretary, Board of Directors

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