

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

September 7, 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 7th day of September, 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 Travis Singleton, member of the public; Becky Ullman and Michael Crahan of Caldwell Companies; JC Reno of Storm Water Solutions, LLC; Loren Morales of RBC Capital Markets ("RBC"); 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; Alia Vinson, Katie Carner, Allison Leatherwood, and Jennifer Ramirez of Allen Boone Humphries Robinson LLP ("ABHR"); and members of the public as shown on the attached list.

PUBLIC COMMENTS

Mr. Scanlon addressed the Board regarding the plaques containing scripture verses which were removed from the sidewalk around detention pond 1H several years ago. He requested the Board authorize the plaques to be installed in their previous locations and provided the Board with letters of support from other Towne Lake residents, copies of which are attached.

Ms. Scanlon expressed her support for the plaques to be installed in their previous locations and provided the Board with a letter, a copy of which is attached. She also provided the Board with a petition from other Towne Lake residents in support of the request, a copy of which is attached.

Ms. Simberg introduced herself and discussed the services provided by Triton Consulting Group.

Several residents expressed their support for the plaques to be installed in their previous locations, including Ms. White, Ms. Fineberg, Mr. Edwards, Ms. Plaisance, Ms. Olson, and Ms. Edwards.

Director Ottmann stated that the request regarding the plaques would be discussed in the Master District meeting under agenda item no. 11.

CONSENT AGENDA

Director Ottmann offered Board members the opportunity to remove items from the consent agenda for individual discussion. After discussion, Director Spackman 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 August 3, 2022, regular meeting; (2) the bookkeeper's report; (3) the tax assessor's report; (4) the operator's report; and (5) the engineer's report. Director Quintero seconded the motion, which passed unanimously. Copies of the bookkeeper's report, tax assessor's report, operator's report, and the engineer's 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.

DISCUSS 2022 TAX RATE, SET PUBLIC HEARING DATE, AND AUTHORIZE NOTICE OF PUBLIC HEARING REGARDING ADOPTION OF TAX RATE

Mr. Morales reviewed a handout regarding the Master District contract tax payment calculations and a report on the Master District bonding capacity analysis, copies of which are attached. He then reviewed RBC's 2022 tax rate recommendation, a copy of which is attached, and recommended that the Board levy a 2022 total tax rate of \$0.947, comprised of \$0.027 per \$100 of assessed valuation to provide for the District's debt service requirements, \$0.75 to provide for the District's contract tax requirements, and \$0.17 to provide for maintenance and operation requirements. Discussion ensued regarding the proposed tax rate. Ms. Vinson discussed the two-step process for setting the District's tax rate.

Following review and discussion, Director Quintero moved to: (1) set the public hearing date for October 5, 2022; and (2) authorize the tax assessor/collector to publish notice of the District's meeting on October 5, 2022, at 12:00 p.m., to set the proposed

2022 total tax rate of \$0.947 per \$100 of assessed valuation. Director Spackman seconded the motion, which passed unanimously.

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

The Board reviewed the security report provided by the HCSO, a copy of which is attached.

The Board reviewed the Interlocal Agreement for Law Enforcement Services with Harris County for a term ending September 30, 2023. After review and discussion, Director Spackman moved to approve the Interlocal Agreement for Law Enforcement and direct that the Agreement be filed appropriately and retained in the District's official records. Director Quintero seconded the motion, which passed unanimously.

ADDITIONAL OPERATIONAL MATTERS

Ms. Carner reported on the Drought Contingency Plan ("DCP") Review Committee's meeting with representatives from the other participant districts. She stated that the DCP Review Committee is working on recommended changes. The Board tabled discussion on this matter until the next meeting.

HEARING ON TERMINATION OF WATER AND SEWER SERVICE

Ms. Benzman stated that the only account submitted for termination has since paid and no action was needed.

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

In response to an inquiry from the Board, Ms. Vinson discussed the WHCRWA's DCP. She stated that the WHCRWA triggered Stage 1 of their DCP, which involves requesting municipal utility districts to voluntarily limit water usage, and limiting surface water delivery to the contractually committed amounts.

ADDITIONAL ENGINEERING MATTERS

There was no discussion on this agenda item.

REPORT REGARDING DEVELOPMENT IN THE DISTRICT

Ms. Ullman updated the Board on the status of development in Towne Lake.

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.

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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