

HARRIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 172

Minutes of Meeting of Board of Directors

March 21, 2018

The meeting of the Board of Directors ("Board") of Harris County Municipal Utility District No. 172 ("District") was held at Houston National Golf Club, 16500 Houston National Blvd., Houston, Texas on March 21, 2018 in accordance with the duly posted notice of said meeting, with a quorum of directors present, as follows:

David T. Perkins, President
Jerry M. Folmar, Vice President
Pat Burke, Director
Tom Russell, Director
Jerry Stenberg, Secretary/Investment Officer

and the following absent:

none.

Also present were Mr. Chris Hoffman, Ms. Donnise Hoffman operator for the District; Mr. Cory Burton, bookkeeper for the District; Ms. Patty Rodriguez, tax assessor/collector for the District; Mr. Stephen Swindell and Ms. Kaci Schlachter, engineers for the District; Mr. Mark Flynn; Mr. Ron Brooks, representing Chesmar Homes and Mr. G. Taylor Goodall, Jr, attorney for the District.

The President called the meeting to order and declared it open for such business as might regularly come before it.

1. The Board considered the items on the Consent Agenda. It was noted that Mark Flynn's presence should be removed from the list of those present at the February meeting in the February minutes. Cory Burton then responded to an inquiry regarding an invoice for electric service. Subject to that discussion, upon motion made by Director Folmar, seconded by Director Stenberg, the Board unanimously approved the Consent Agenda.

2. The Board considered Public Comments. Derek Dsaszar introduced himself as a resident of Copper Village and made an inquiry regarding the fence line adjacent to Horse Pen Creek. The Board confirmed with Mr. Dsaszar that the fence is not a District facility or HOA facility. There was discussion regarding a water quality issue and Chris Hoffman requested that Mr. Dsaszar contact his office immediately in the future regarding any water quality issues. There was then lengthy discussion regarding Best Trash placement of trash cans and it was agreed that Director Perkins will contact Best Trash and request that a representative attend the April Board of Directors meeting.

3. The Board considered developer reports. Ron Brooks reported that Chesmar Homes development is 66% completed with 47 sales and 29 closings year to date. There was discussion regarding reimbursement for the development and it was agreed that, in addition to the reimbursement owed Chesmar, approximately an additional \$300,000.00 is owed to Caldwell Companies for detention. Mr. Brooks will contact John Howell regarding the possibility of reimbursement at this time. The issue will be further discussed in the upcoming Board meetings.

4. The Board considered an Order Declaring Unopposed Candidates Elected and Canceling Election. Upon motion made by Director Stenberg, seconded by Director Folmar, the Board unanimously approved the Order as presented.

5. The Board considered documents to be placed on the Sharefile system accessible by Board Directors. After discussion, it was decided that five years of audits and two years of January bookkeeper reports should be placed in addition to the documents already present.

6. Stephen Swindell and Kaci Schlachter presented the Engineer's Report, copy attached. After discussion and review of the report, the Board approved moving forward with a water plant inspection at a cost of \$2,000.00. Subject to further review and discussion, upon motion by Director Folmar, seconded by Director Stenberg, the Board unanimously approved the engineer's report as presented.

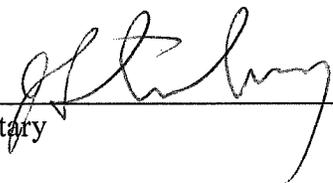
7. Chris Hoffman presented an operator's report, copy attached. The District served 1,288 connections and accounted for 96.15%. After discussion and upon motion made by Director Folmar, seconded by Director Stenberg and unanimously carried, the Board approved replacement of a check valve at water plant No. 1 and repairs to plus booster pump No. 4 in the amount of \$3,700.00 Mr. Hoffman then reviewed the proposed smartmeter informational brochure and it was decided that a one page informational sheet shall be placed in the District bills and posted on the District's website. After discussion and upon motion made by Director Stenberg, seconded by Director Russell and unanimously carried, the Board authorized the District's operator to proceed with termination of utility service pursuant to provisions of the Rate Order and approved the operator's report as presented.

8. The Board considered water conservation matters. Director Perkins noted the long term water conservation goals and reviewed the steps that the Board has taken over the years.

9. The Board considered matters associated with the Joint WWTP. Clint Wilhelm, representative of Harris County Municipal Utility District No. 155 ("No. 155"), noted that the package plant is in place and gave an update regarding the progress of plant rehabilitation. Mr. Wilhelm assured the Board that No. 155 representatives are closely monitoring the project and Stephen Swindell will coordinate a facilities tour meeting as the project nears completion. Directors Folmar and Burke will attend the upcoming Joint WWTP meeting.

10. It was decided that the Board will not have a Town Hall meeting in the coming months.

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


Secretary