

**HARRIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 172**

Minutes of Meeting of Board of Directors

October 10, 2018

The meeting of the Board of Directors ("Board") of Harris County Municipal Utility District No. 172 ("District") was held at 5870 Highway 6 No., #215, Houston, TX 77084 on October 10, 2018 in accordance with the duly posted notice of said meeting, with a quorum of directors present, as follows:

Jerry M. Folmar, President  
Pat Burke, Vice President  
Jerry Stenberg, Secretary/Investment Officer  
Tom Russell, Assistant Secretary  
Mark Flynn, Director

and the following absent:

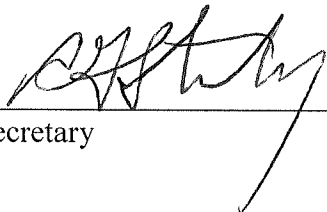
None.

Also present were Mr. Chris Hoffman, operator for the District and Mr. Corey Howell, financial advisor for the District.

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

1. Cory Howell presented several charts and analyses of various tax rates and scenarios. Potential cash flows were discussed and how they impact both the debt service and the maintenance revenue of the MUD. The Capital Improvement Plan was also reviewed and its impact on the tax rate was discussed. Jerry Folmar requested that Cory Howell prepare an analysis of debt that will mature over the next several years and present it after the first of the year. The discussion focused on what might be done to retire debt early, thus allowing the MUD to reduce the tax rate more quickly. No action was taken on setting a tax rate for 2018.

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

  
Secretary