

HARRIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 172
Minutes of Meeting of Board of Directors
May 16, 2019

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 May 16, 2019 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 and Ms. Donnise Hoffman, operators for the District; Mr. Cory Burton, bookkeeper for the District; Mr. Stephen Swindell, engineer for the District; Patty Rodriguez, tax collector; Bill Tartaglia; Mr. Rand Key; Keith Grouhaus; and G. Taylor Goodall, Jr. of Smith, Murdaugh, Little & Bonham, L.L.P.

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 Consent Agenda. Upon motion made by Director Russell, seconded by Director Burke, the Board approved the Consent Agenda.

2. The President then solicited public comments. Seeing none the President continued with the agenda.

3. Mr. Goodall confirmed that his office reviewed a proposed Right of Entry Agreement for the benefit of the WHCRWA and found it to be in order. The WHCRWA will use it to install an electronic meter on an HOA well. Subject to that discussion, upon motion by Director Flynn, seconded by Director Russell, the Board approved the Right of Entry Agreement as presented.

4. Mr. Bill Tartaglia gave a presentation on behalf of Mueller Water Systems, provided a brief overview of the system and answered questions submitted in advance. Mr. Tartaglia also noted that the District is currently using Mueller’s older “legacy” platform and the Board may want to consider moving to the newer platform. The Board voiced concerns that Mueller had not previously notified the Board of the newer platform despite the fact that Board members specifically lodged complaints regarding certain “bugs” on the current platform. Mr. Hoffman will coordinate a special meeting to discuss the new platform with the Board. The Board discussed parameters to be set for leak alerts.

5. Stephen Swindell presented an engineer's report, copy attached. Mr. Swindell gave an update on the Water Plant Improvements project as well as the West Road Sanitary Sewer Rehabilitation Program. Mr. Swindell noted that he continues to work with the attorney and bookkeeper regarding any "true-up" payments that may be due to the District from Lone Star College District and Cy-Fair ISD pursuant to cost-sharing agreements. Mr. Swindell answered questions posed by Director Burke regarding the manholes. Mr. Rand Key & Keith Grouhaus briefly described the proposed annexation and service of a tract owned by Lone Star College District. The Board has no objection to the District's engineer conducting a feasibility study to analyze the potential annexation and service of said tract. Subject to that discussion, upon motion made by Director Russell, seconded by Director Folmar, the Board unanimously approved the engineer's report as presented.

6. Chris Hoffman presented an operator's report, copy attached. The District accounted for 94.30% of water produced. The operator noted that the annual diesel filtration and generator load tests are being done in advance of hurricane season. The Board then reviewed a proposed 2018 Consumer Confidence Report and the operators will post to the internet as required by law. After discussion, upon motion made by Director Burke, 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.

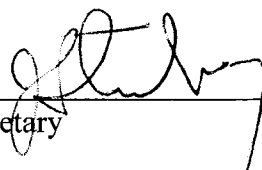
7. Chris Hoffman reviewed proposed changes to the Operator's contract with the Board, copy attached. The Board instructed Mr. Hoffman and Mr. Goodall's office to work together to dedicate new official posting locations for District agendas in an effort to save money. The Board will review the proposed changes and discuss approval of a new operator's contract at a future Board of Directors meeting. There may be the need for a special meeting to consider proposed changes to the contract and Mr. Hoffman will forward a proposed draft in advance of the June meeting.

8. The Board declined to take any action on the contract with Today's Integration for security services.

9. The Board considered matters associated with the Joint WWTP. Stephen reported that he has been in contact with Jim Gerdes regarding the proposed valve project at the WWTP.

10. Director Burke requested clarification regarding the change to the annual District audit discussed at the previous meeting. Mr. Goodall will reach out to the auditor for clarification. Director Russell reported that he has been asked to be part of a multi-district water conservation consortium.

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


Secretary