

**MINUTES OF REGULAR MEETING
FOUNTAINHEAD MUNICIPAL UTILITY DISTRICT
JUNE 19, 2024**

The Board of Directors of Fountainhead Municipal Utility District of Harris County, Texas, met in regular session, open to the public on June 19, 2024, and the roll was called of the duly constituted officers of the Board, to-wit:

Sidney A. Hubbard	President
Paul Cemer	Vice President
Bob Grace	Secretary
Norm Warwick	Treasurer
Lee Joseph Saunders	Assistant Secretary/Treasurer

and all of said Directors were present, excepting Director Warwick, thus constituting a quorum.

Persons also present included DeWayne High, Christine High and Wesley High of WET Services Inc; Sarah Redden of Claudia Redden & Associates; Ashlie Whittemore of Wheeler & Associates; Eric Johnson of IDS Engineering; and Michael Cole and Cindy Nichols of Michael A Cole, P.C.

SECURITY REPORT

There was no security report presented. It was noted that Sgt. Berkheimer has been busy training more Deputies.

MINUTES

Director Grace moved approval of the June 5, 2024 meeting minutes, which motion was seconded by Director Cemer and carried by unanimous vote.

ENGINEER'S REPORT

Eric Johnson presented his report, a copy of which is filed in the District's electronic records. He reported that Fannie Mae has waived the requirement of an appraisal for the Shaw's easement for the Sarti drainage project; and the work at Water Plant #2 was completed in May and the plant is back online. **Nova Paintings has been working on the elevated storage tank for 6 days per week and requests the Board's approval to work 7 days pers week, to which the Board approved.** Nova anticipates completion of its contract by August 15th, and Pay Application No. 6 in the amount of \$33,277.50 is presented for the Board's approval. The engineer is preparing plans and specifications for the replacement of the hydropneumatic tank 2 at Water Plant No. 2, the estimated cost of which is \$198,000, and the engineer will go out for bids for the work. The North Harris County Regional Water Authority project for the extension of a surface water line to the Bammel UD water plants is complete, and testing of the lines is scheduled. Fountainhead MUD's share may need to be reduced to 10% rather than 19% because Bammel UD will now have capacity to serve 2,500 ESFC's of which Fountainhead MUD only owns 250 ESFC's. The roof of Bammel

UD's ground storage tank at its Water Plant No. 2 has significant degradation, and Bammel UD is going to take bids for a new tank because the cost of replacing just the roof is expensive. District 109's Board has asked its engineer if it is worth re-rating its regional wastewater treatment plant; and the contractor for the District 109 wastewater treatment plant improvements is onsite. Mr. Johnson said that he is still reviewing the draft bond application report. Director Cemer requested that the engineer give the bond application priority, to which Mr. Johnson agreed he would review it next week. **At the conclusion of the engineer's report, Director Cemer moved approval of the report and Pay Application No. 6 from Nova Paintings in the amount of \$33,277.50. The motion was seconded by Director Grace and carried by unanimous vote.**

TAX ASSESSOR-COLLECTOR'S REPORT

Ashlie Whittemore presented the tax assessor-collector's report to the Board, a copy of which is filed in the District's electronic records. Among other matters she reported that the District's preliminary assessed valuation received from Harris County Appraisal District is \$421,992,718. **At the conclusion of the tax assessor-collector's report, Director Cemer moved approval of the report and tax bills, which motion was seconded by Director Grace and carried by unanimous vote.**

BOOKKEEPER AND INVESTMENT OFFICER REPORT

Sarah Redden presented the bookkeeper and investment officer reports, copies of which are filed in the District's electronic records. **Director Cemer moved approval of the bookkeeper and investment officer reports and bills, which motion was seconded by Director Grace and carried by unanimous vote.**

UTILITY OPERATOR'S REPORT

DeWayne High presented the utility operator's report to the Board, a copy of which is filed in the District's electronic records. He reported 15,754,410 gallons water usage for May; the NHCRWA flow meter accountability is 110%; and the accountability of the NHCRWA bill is 71%, which is due to meter replacements which are now up to date. Director Cemer requested the operator to build a surplus of meters to have on hand, to which Christine High responded that she will prepare a cost estimate for the Board's approval.

It was next reported there are 1,851 ESFCs; water accountability is 96%; there are 518 past due accounts, with 202 delinquent notices sent; there were 19 service terminations last month due to non-payment; and there are 128 accounts proposed for service termination for non-payment for the Board's approval.

Christine High gave an explanation of efforts being made to make keeping up with District funds easier for the bookkeeper. **At the conclusion of the utility operator's report, Director Cemer moved approval of the report and proposed service terminations noting that no customers had appeared to show cause why water service should not be terminated. The motion was seconded by Director Grace and carried by unanimous vote.**

ATTORNEY REPORT

Michael Cole presented his attorney's report, a copy of which is filed in the District's electronic records. Mr. Cole reported that the wastewater treatment capacity agreement with Bammel UD is being amended to add the Pub, and he will request that the cost of adding a generator at the lift station also be added. At the conclusion of the **attorney's report and discussion, Director Cemer moved approval of the attorney's report, which motion was seconded by Director Grace and carried by unanimous vote.**

There being no other business to come before it the meeting was adjourned.

Secretary, Board of Directors

CUMULATIVE COMMITMENTS FOR ACTION
FOUNTAINHEAD MUNICIPAL UTILITY DISTRICT
MEETING OF JUNE 19, 2024

UTILITY OPERATOR to *continue to work toward completion of the comprehensive valve survey which had been agreed to in a prior meeting*; and prepare cost estimate for the Board's approval for building a surplus of meters.

ENGINEER to *prepare a bond application for the remainder of the authorization and to better prepare an accounting of all the projects to be undertaken by the District, both for the remaining authorization and beyond*; and make review of the draft bond application a priority.

ATTORNEY to work with Mark Brooks for amendment of the wastewater treatment plant agreement to include the Pub and the cost of adding a generator at the lift station.

[commitments that are unchanged are shown in italics.]