

MINUTES
HARRIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 18

June 10, 2024

The Board of Directors (the "Board") of Harris County Municipal Utility District No. 18 (the "District") met in regular session, open to the public, on the 10th day of June, 2024, at the offices of Baxter & Woodman, Inc., 11450 Compaq Center Drive, Suite 660, Houston, Texas 77070, outside the boundaries of the District, and the roll was called of the members of the Board:

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| Robert A. Bernardini | President |
| Karl Skarboszewski | Vice President |
| Michael L. Murr | Secretary |
| Vally Swann | Assistant Secretary |
| Charlie Kennedy, Jr. | Assistant Vice President |

and all of the above were present, thus constituting a quorum.

Also present at the meeting were: John Alford of American Generator Services NA; Roshell Arterburn of District Data Services, Inc.; Isabel Mata of Wheeler & Associates, Inc.; Janice Noeldner of Baxter & Woodman, Inc. ("Baxter & Woodman"); TR Riley of Eagle Water Management, Inc. ("Eagle"); and Adisa Harrington and Faye Simonds of Allen Boone Humphries Robinson LLP.

PUBLIC COMMENT

There were no public comments.

MINUTES

The Board considered approving the minutes of the May 13, 2024, regular meeting. After review and discussion, Director Skarboszewski moved to approve the minutes as presented. Director Swann seconded the motion, which passed unanimously.

SECURITY MATTERS

The Board reviewed the security report and discussed security matters in the District. A copy of the security report is attached.

FINANCIAL AND BOOKKEEPING MATTERS

Ms. Arterburn reviewed the bookkeeper's report, including the energy consumption report and budget comparison, and the District's bills presented for payment. A copy of the bookkeeper's report is attached. The Board discussed the District's budget for the current fiscal year, including back charge/damages, laboratory expenses, and repair and maintenance line items.

The Board reviewed and discussed the District's reserve fund.

Following review and discussion, Director Bernardini moved to approve the bookkeeper's report and payment of the bills. Director Swann seconded the motion, which passed unanimously.

TAX ASSESSMENT AND COLLECTION MATTERS

Ms. Mata reviewed the tax assessor/collector's report and the delinquent tax roll, copies of which are attached. Director Murr requested confirmation of the number of residents with a homestead exemption for the last five years.

The Board considered authorizing the delinquent tax attorney, Perdue, Brandon, Fielder, Collins & Mott, to proceed with the collection of delinquent taxes as of July 1, 2024.

Following review and discussion, Director Bernardini moved to: (1) approve the tax assessor/collector's report and payment of the tax bills; and (2) authorize the delinquent tax attorney to proceed with collection of 2023 delinquent taxes. Director Swann seconded the motion, which passed unanimously.

ENGINEERING REPORT

Ms. Noeldner reviewed the engineer's report, a copy of which is attached.

Ms. Noeldner then reviewed a summary of current and anticipated future capital projects, a copy of which is attached to the engineer's report.

Ms. Noeldner gave an update on Lake Forest Plant Advisory Committee ("LFPAC") activities and reviewed the Plant engineer's report, a copy of which is attached to the engineer's report.

Ms. Noeldner gave an update on the District's water system model and evaluation, as reflected in the engineer's report.

Ms. Noeldner updated the Board on Phase IV sanitary sewer cleaning and televising, as reflected in the engineer's report.

Ms. Noeldner updated the Board on the Malcomson Road water plant generator replacement, fence replacement, and site improvement project. Ms. Harrington stated that she has contacted the City of Houston regarding the applicability of its noise level restriction ordinance to the District's proposed new generator and is awaiting a response. The Board discussed adding springs to mitigate the vibration of the new generator. Ms. Noeldner then requested the Board approve the plans and specifications for the Malcomson Road water plant generator replacement, fence replacement, and site improvement project, subject to finalization, and authorize Baxter & Woodman to advertise for bids. Ms. Noeldner updated the Board on the Texas Public Utility Commission's Texas Energy Fund.

Ms. Noeldner updated the Board on the water plant coating improvements, as reflected in the engineer's report.

Ms. Noeldner updated the Board on the water plant improvements, as reflected in the engineer's report.

Ms. Noeldner updated the Board on the Oak Bluff water plant ground storage tank rehabilitation project, as reflected in the engineer's report.

Ms. Noeldner updated the Board on the Hidden Falls detention pond evaluation.

Ms. Noeldner updated the Board on the District's lead service line inventory, as reflected in the engineer's report.

Ms. Noeldner updated the Board on the District's Emergency Preparedness Plan that has been submitted to the Texas Commission on Environmental Quality.

Following review and discussion, and based on the engineer's recommendation, Director Bernardini moved to: (1) approve the engineer's report; and (2) approve the plans and specifications for the Malcomson Road water plant generator replacement, fence replacement, and site improvement project, subject to City of Houston approval and finalization, and authorize Baxter & Woodman to advertise for bids including an alternate to add springs to the generator. Director Murr seconded the motion, which passed unanimously.

Mr. Alford introduced himself to the Board and discussed the services that American Generator Services NA provides.

OPERATION OF DISTRICT FACILITIES AND HEARING ON TERMINATION OF WATER AND SEWER SERVICE

Mr. Riley stated that Eagle received a request from a customer for an adjustment to their water bill due to a leak. Following discussion, the Board concurred to adjust the customer's water bill to the lowest water rate tier.

Mr. Riley stated that Eagle received a request from a customer to install an additional sewer tap for an outdoor sink. Discussion ensued regarding cross contamination, inspections, installation of the tap by Eagle, and the deposit to be collected prior to commencement of the work.

Mr. Riley presented the operator's report, a copy of which is attached, and reported on maintenance work in the District. He stated that the District's water accountability for the previous month was 90.02%.

The Board conducted a hearing on the termination of utility service. Mr. Riley reported that the residents on the termination list provided to the Board were mailed written notice prior to the meeting in accordance with the District's Rate Order, notifying them of the opportunity to appear before the Board to explain, contest, or correct the utility service bill and to show reason why utility service should not be terminated for reason of nonpayment.

The Board discussed emergency response training. Mr. Riley stated that he is awaiting receipt of the two new antennas. The Board concurred to test the radios by two Directors at a time when the antennas are received.

Following review and discussion, Director Bernardini moved to: (1) accept the operator's report; (2) authorize Eagle to prepare an estimate for the installation of an additional sewer tap and inspections by Eagle and request a deposit from the customer prior to commencement of the work; and (3) terminate utility service in accordance with the procedures set forth in the District's Rate Order because the residents on the termination list were neither present at the meeting nor had presented any statement on the matter, and direct that the delinquent customer list be filed appropriately and retained in the District's official records. Director Skarboszewski seconded the motion, which passed unanimously.

NORTH HARRIS COUNTY REGIONAL WATER AUTHORITY ("NHCRWA") MATTERS

Director Murr updated the Board on NHCRWA matters.

LAKE FOREST PLANT ADVISORY COUNCIL MATTERS

Director Skarboszewski reported on LFPAC matters.

WEBSITE AND COMMUNICATION MATTERS

The Board discussed website and communication matters.

OPERATIONS (CONTINUED)

Ms. Harrington updated the Board regarding the District's pending damage claim, noting that a demand letter has been sent to Ezee Fiber.

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

/s/ Michael Murr
Secretary, Board of Directors



(SEAL)

LIST OF ATTACHMENTS TO MINUTES

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