

**MINUTES OF THE MEETING OF THE BOARD OF DIRECTORS
OF HARRIS COUNTY W.C.I.D. NO. 50
SEPTEMBER 5, 2018**

MEMBERS OF THE BOARD PRESENT:

Mario Runco Sheila Brown J.L. Restivo M. B. Eisenbarth George Shea Jr.

GUESTS & STAFF PRESENT:

Davis Bonham David Baker Sabrina Herod Jonathan Liu Janice Makinen Bob Kosar
Charles Requadt

President Mario Runco called the meeting to order at 7:00 p.m. and declared the presence of a quorum.

1. The Minutes of the Meeting of August 17, 2018 were reviewed. A motion to approve the minutes as written was made by M. B. Eisenbarth. The motion was seconded by George Shea and it passed by a unanimous vote
2. Citizen's Comments – Charles Requadt of Lake Arbor Drive addressed the meeting regarding repairs he would like to effect on his bulkhead that is adjacent to a District outfall pipe. President Runco thanked Mr. Requadt for following proper protocol in bringing his plans forward where District property was involved and requested that finalized plans for repairs be provided to the District for evaluation to avoid any impacts to the District's outfall. Mr. Bob Kosar addressed the board regarding the report he submitted after reviewing storm drain video the District provided to him and what he felt needed to be addressed in the way of possible additional cleaning and repairs. Mr. Kosar then inquired about possible additional authorizations for future projects, if any.
3. Status of District Litigation with Seagate HOA – Davis Bonham addressed the board with regard to the additional party to be included into the District's previously filed suit against the Seagate Condos HOA.
4. Review Proposed Tax Rate for 2018; Call Public Hearing on Proposed Tax Rate – A discussion was held as to the District's Financial Advisor's recommended 2018 Tax Rate for the upcoming year broken down into a Maintenance & Operations rate of 0.20500/\$100 and Debt Service rate 0.11700/\$100 (\$0.32200/\$100 valuation), which would be the same rate as the 2017 Tax Rate. After reviewing the Certified Appraisal Roll from Harris County Appraisal District (HCAD) and discussing the District's necessity to meet its obligations and sustain operations within budget, a motion to authorize publication of recommended rate as the proposed rate for 2018 and to set a date for the required public hearing was made by Sheila Brown. The motion was seconded by M. B. Eisenbarth and approved by a unanimous vote. The notice will be placed in the Bay Area Citizen for the next available publication.
5. District Drainage System – Jonathan Liu presented the report (copy attached). Some items discussed were: a). The majority of the storm sewer debris removal has been completed, as coordination with the contractor (Texas Pride) to finalize the project continues. The report provided by Mr. Kosar has been extensively reviewed (Item 2). The areas cited by Mr. Kosar have been reviewed and it has been determined that they would not affect hydraulic efficiency of the pipes; however, given that some of the areas are easily accessible near manholes and the contractor is still engaged, those areas will be cleaned. b). Data collection for model calibration is continuing.
6. Engineer's Report – Jonathan Liu presented the report (copy attached). Some items discussed were: a). The Wastewater Treatment Plant Lift Station Replacement project is complete. Pay Application No. 7 (Final) from Reddico Construction Company, Inc. in the amount of \$77,646.91 is presented for approval and payment. A motion to approve the pay application as presented was made by J. L. Restivo. The motion was seconded by George Shea and approved by a unanimous

vote. b). The Final TPDES permit has been approved and received. c). Design for the Sanitary Sewer Rehabilitation Project Phase II is ongoing. The requested cost estimate for smoke testing the entire district after completion of the project is presented.

7. Financial Reports – Reports were tabled. Frost Maintenance Fund Checks #5497 through #5554 as well as Frost Capital Projects Account Check #3049 through 3050 were presented for review, discussion, and approval. A motion to approve the checks presented was made by Sheila Brown. The motion was seconded by George Shea and approved by all.

8. Superintendent's Report – David Baker presented the report (copy attached). Some items discussed were: a). Repaired a water break at 1502 Mirror Lake Dr. b). Field personnel inspected all of the storm drain outfalls in the District, all are clear. c). Cleaned, organized, and inventoried maintenance spare parts and materials in garage. d). Sheila Brown addressed the meeting with regard to the purchase of the seeds necessary for the proposed pollinator habitat to be placed on the District's property. A motion to approve the purchase of the seeds was made by M. B. Eisenbarth. The motion was seconded by George Shea and approved by all.

9 Office Manager's Report – Sabrina Herod presented the report. The new billing software is working well. Infosend has begun printing and mailing out statements as of this billing cycle. The link for enrollment to receive E-statements has been placed on the website and requires customers to set up account information. Information has been accumulated and prepared for transfer to the auditor for the Annual Review of the District's financial position.

10. Review of the Rate Order and Utility Rates – This item was tabled.

11. Renew District Insurance – Sabrina Herod presented the information regarding the upcoming Renewal of the District's Liability Insurance. The rerate exposure listing was forwarded to the District's Engineering Firm for review and recommendations. A motion to approve the renewal to include any recommendations made by the Engineering Firm was made by Sheila Brown. The motion was seconded by J. L. Restivo and approved by a unanimous vote.

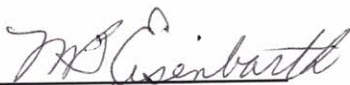
12. Executive session to consider pending or threatened litigation in accordance with Texas Government Code §551.071 – This item was tabled.

13. Items for inclusion on Board's Next Agenda – Annual Review of the District's Retirement Account, Public Hearing on Proposed Tax Rate; Adoption of 2018 Tax Rate, Certification of the Appraisal Roll.

14. Pending Business – Sheila Brown addressed the necessity of the continued barricade at the Taylorcrest Boat Ramp that was put in place for safety reasons. President Runco and David Baker addressed Mrs. Brown's concerns. The barricade was erected as a precautionary measure to remind citizens to use caution around this area pending pipe and bulkhead inspections at extreme low tides in January 2019 and possible subsequent repairs.

M. B. Eisenbarth made a motion to adjourn the meeting at 8:25 p.m. J. L. Restivo seconded the motion and all approved it.

Respectfully submitted,



M. B. Eisenbarth, Secretary
Board of Directors