

NORTHWEST HARRIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 5
Minutes of Meeting of Board of Directors
April 18, 2019

The Board of Directors (“Board”) of Northwest Harris County Municipal Utility District No. 5 (“District”) met at 14701 Spring Cypress Road, Cypress, Harris County, Texas, on April 18, 2019, in accordance with the duly posted notice of the meeting, with a quorum of directors present as follows:

Jeff P. Collins, President
Larry L. Milberger, Vice President
James Adams, Secretary
Charles Fischer, Treasurer

and the following absent:

Bruce Gallun, Director.

Also present were Mr. Bob Wanniger of Lakeland Development Company, Ms. Kayla Crigger of Municipal Accounts and Consulting, Mr. Dane Plumbley of Lennar Homes, Mr. James Parker and Mr. Jon VanderWilt of Costello, Inc., Ms. Katie Golzarri of Clark Condon, Mr. Austin Muse of Municipal District Services, LLC, Mr. Jarrod Payne of Caldwell Companies, Mr. David Beyer of Storm Water Solutions, officers from the Harris County Constable’s Office, and Mr. James D. Bonham, attorney for the District.

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

1. The Board recognized officers from the Harris County Constable’s Office who presented the law enforcement report for the previous month.

2. The Board considered the minutes of the meeting of March 21, 2019, and upon motion duly made, seconded and unanimously carried, the Board approved the minutes as presented.

3. The Board reviewed the attached bookkeeper’s report, including the invoices reflected thereon and a schedule of District investments. The Board also reviewed a schedule of deposit refunds paid by check executed by the bookkeeper pursuant to the Board’s authorization. The Board also reviewed the general fund comparison of actual versus budgeted revenues and expenditure for the fiscal year ending July 31, 2019. After review and discussion, upon unanimous vote, the Board approved the bookkeeper’s report and the checks listed thereon.

4. The Board then reviewed the operator’s report reflecting 41 taps during the previous month bringing the total connections in the District to 7,164. The Board reviewed the billing and collections summary and the operation of the water plants and the wastewater treatment plants. It appeared that 86.6% of the water pumped during the previous month had been accounted for, and the report reflected no waste discharge permit violations during the reporting period. The operator presented a draft Consumer Confidence Report (drinking water

quality report) which was reviewed and approved by the Board. Mr. Muse also discussed with the Board efforts to locate leaks in the water system to increase the water accountability factor and advised that a two-inch waterline leak had been identified and repaired. The operator presented an appeal on the Joanna Diaz account and after discussion the Board agreed to waive the disconnect fee and waive the additional deposit. The operator presented a proposal from NTS for repair and replacement of pumps at the wastewater treatment plant which was approved by the Board. The Board also reviewed a proposal from Preventative Services for inspection and recoating of the hydropneumatic tank No. 1 at water plant No. 3. The Board accepted the proposal and requested the operator provide a schedule for inspection of all hydropneumatic tanks in the District. The Board discussed repairs and maintenance to the District's facilities since the last Board meeting. After discussion by the Board, upon unanimous vote, the Board approved the operator's report and authorized termination of service to all customers appearing on the delinquent list in accordance with the District's Rate Order. The Board also authorized the operator to proceed with all action items reflected in the report.

5. The attorney for the District then advised that based on information provided by the Harris County Tax Assessor's Office, the District's 2018 taxes are 98.38% collected.

6. The Board then recognized Mr. Jon VanderWilt who presented the engineer's report. The Board recognized Mr. David Byer of Storm Water Solutions who presented an inspection report for all properties maintained by Storm Water Solutions. The report identified certain repair and remediation items and upon unanimous vote the Board accepted the Storm Water Solutions proposals for completing the same. Mr. VanderWilt discussed with the Board the revised analysis of the reclaimed water system project reflecting the need for additional revenue to pay debt service on the proposed revenue bonds. The Board agreed that the District should request additional contribution from the North Harris County Regional Water Authority to the project and then reconsider the justification for the project. The engineer reported on the status of the sixteenth bond application pending before the Texas Commission on Environmental Quality and reported on the status of annexations in the District. The Board approved the pay applications reflected in the report and the status of all matters reflected therein. After further discussion, upon unanimous vote, the engineer's report was approved by the Board.

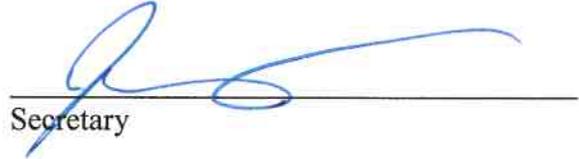
7. The Board considered an Interlocal Agreement with Harris County for the relocation of utilities in the Grant Road Expansion Phase B. After discussion the Interlocal Agreement was approved by the Board.

8. The Board then considered an Interlocal Agreement with Harris County Flood Control for construction of the District's hike and bike trail on Harris County property which was approved by the Board pending review by the District's attorney and landscape architect.

9. The Board considered a request for consent to collateral assignment of the CC Spring Cypress Reimbursement Agreement and upon unanimous vote the consent document was approved by the Board.

10. The Board then recognized Ms. Katie Golzarri who reported on the schedule for the Augusta Landscape installation of the Grant Road landscaping and reported on the status of acquiring easements for the hike and bike trail as well as approval of plans by Harris County for the project.

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



Secretary