

MINUTES
HARRIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 81
OF HARRIS COUNTY, TEXAS

April 28, 2022

The Board of Directors ("Board") of Harris County Municipal Utility District No. 81 of Harris County, Texas (the "District"), met in regular session, open to the public, at 805 Hidden Canyon Drive, Katy, Texas 77450, inside the boundaries of the District, on the 28th day of April 2022, and the roll was called of the members of the Board:

George Goff	President
Patrick Cathcart	Vice President
Bruce Cox	Secretary
Donna Brown	Treasurer
Michael Olsen	Assistant Secretary

and all of said persons were present, thus constituting a quorum.

Also attending the meeting were Jennifer Hanna of BKD, LLP; Pam Redden of McLennan & Associates, L.P. ("McLennan"); Kate Hallaway and Aaron Orozco of BGE, Inc. ("BGE"); Isabelle Mata of Wheeler & Associates, Inc. ("Wheeler"); Charlie Chapline of Municipal District Services, L.L.C. ("MDS"); Starr Johnson and Doris Vogt, District employees; and Katie Carner and Kim Cannon of Allen Boone Humphries Robinson LLP ("ABHR").

PUBLIC COMMENTS

There were no public comments.

MINUTES

The Board considered approving the minutes of the March 23, 2022, special meeting and the March 24, 2022, regular meeting. After discussion, Director Brown moved to approve the minutes of the March 23, 2022, special meeting and the March 24, 2022, regular meeting. Director Cox seconded the motion, which passed by unanimous vote.

TAX ASSESSOR/COLLECTOR REPORT

Ms. Mata reviewed the tax assessor/collector's report for the month of March 2022, a copy of which is attached. She stated the report reflects that the District's 2021 taxes were 95.29% collected as of the end of March. After discussion, Director Brown

moved to approve the tax assessor/collector's report and pay the bills from the tax account. Director Cox seconded the motion, which passed by unanimous vote.

REPORT FROM REVENUE MANAGEMENT SERVICES ON BUSINESSES PAYING SALES TAX

There was no discussion on this matter.

BOOKKEEPER'S REPORT

The Board reviewed the bookkeeper's report, a copy of which is attached. Ms. Redden reviewed each District account and the bills to be paid, as well as a budget to actual comparison.

After review and discussion, Director Cox moved to approve the bookkeeper's report, and the checks presented for payment. Director Olsen seconded the motion, which passed by unanimous vote.

APPROVE AUDIT FOR FISCAL YEAR END DECEMBER 31, 2021

Ms. Hanna reviewed the draft audit for the District's fiscal year end December 31, 2021. After discussion, Director Cathcart moved to approve the audit, subject to final review. Director Cox seconded the motion, which passed unanimously.

OPERATOR'S REPORT

Mr. Chapline distributed and reviewed the operator's report, a copy of which is attached. He stated the water accountability for the month is 86.9%.

Mr. Chapline updated the Board on the District's interconnect agreement with Memorial Municipal Utility District ("Memorial") and previous unauthorized opening of the interconnect. He stated that it is unknown how the interconnect was opened, but it has since been closed. Discussion ensued regarding the potential installation of a meter and estimated cost of same. Mr. Chapline stated the interconnect usage would be monitored. The Board did not take action.

Mr. Chapline stated the generator load testing is complete. He noted that three of the four generators are functioning properly. He noted that generator no. 2 has some issues and discussed possible repair. He stated generator no. 2 is scheduled to be replaced in the near future.

The Board discussed backcharges for repairs the District has completed. Mr. Chapline stated the backcharge invoices to commercial properties are monitored and tracked.

UPDATE ON REPAIRS OF ADMINISTRATION BUILDING SIDEWALKS AND LANDSCAPE RESTORATION

There was no update on this matter.

After discussion, Director Olsen moved to approve the operator's report. Director Cathcart seconded the motion, which passed by unanimous vote.

IDENTITY THEFT PREVENTION PROGRAM

Mr. Chapline reviewed the annual report on the Identity Theft Prevention Program, a copy of which is attached to the operator's report. Mr. Chapline stated that no significant incidents of identity theft have been reported in the past year and that MDS is not recommending any changes to the policy at this time. The Board concurred not to make any changes to the policy.

APPROVE CONSUMER CONFIDENCE REPORT ("CCR") AND AUTHORIZE AUDITOR TO DISTRIBUTE THE CCR AND FILE CERTIFICATE OF MAILING WITH THE TEXAS COMMISSION ON ENVIRONMENTAL QUALITY

Mr. Chapline distributed and reviewed the 2021 CCR, a copy of which is attached to the operator's report. After review and discussion, Director Cathcart moved to approve the CCR and authorize distribution and filing of same. Director Cox seconded the motion, and the motion passed unanimously.

TERMINATION OF SERVICE

The Board conducted a hearing regarding termination of water and sewer services. Mr. Chapline presented to the Board a list of delinquent customers. Ms. Johnson informed the Board that all of the residents on the termination list were delinquent in payment of utility bills and were given written notification prior to the meeting of the opportunity to appear before the Board of Directors to explain, contest, or correct their utility service bills and show reason why utility services should not be terminated for reasons of nonpayment.

Following review and discussion, Director Brown moved to authorize that because none of the residents on the list were present at the meeting nor had presented any written statement on the matter, the utility service for the customers on the list should be terminated on May 4, 2022, if their utility bills are not paid in accordance with the District's Rate Order, and direct that the delinquent customer list be filed appropriately and retained in the District's official records. Director Cox seconded the motion, which passed by unanimous vote.

ENGINEER'S REPORT

Ms. Hallaway presented the engineer's report, a copy of which is attached.

CAPITAL IMPROVEMENT PLAN ("CIP")

Ms. Hallaway stated BGE has completed preparation of the draft updated CIP for District facilities and will present it at next month's meeting.

MEMORIAL PARKWAY, SECTIONS 1 AND 2, SANITARY SEWER LINE REHABILITATION

Ms. Hallaway stated that Texas Pride Utilities is the contractor for this project. She stated the total amount of the project is \$705,664.10. Ms. Hallaway stated BGE is awaiting the final pay estimate.

PARK YORK FORCE MAIN REPLACEMENT

Ms. Hallaway stated BGE will restart work on this project next month.

HARRIS COUNTY STORM SEWER AND DRAINAGE FACILITY IMPROVEMENTS, INCLUDING ADDITIONAL DETENTION/MITIGATION AND JOINT PARTICIPATION INTERLOCAL AGREEMENT

Ms. Hallaway stated that BGE currently is under contract with Harris County for the design of the drainage improvements for Memorial Parkway and Cimarron Sections 2, 3, 4 and 5.

Ms. Hallaway stated that Harris County has redefined the Memorial Parkway project. She stated the project will include additional detention/mitigation volume. She stated the Harris County is going to prepare the Interlocal Agreement for this project.

Ms. Hallaway stated that, due to bidding issues, Harris County may need to re-bid the Cimarron Sections 2, 3, 4 and 5 drainage improvement project. She noted this delay will impact the start date for the work. The Board requested that Harris County place physical signs with director contact information for a project representative on the streets most impacted by the project.

WATER PLANT NOS. 1, 2 AND 4 GROUND STORAGE TANK ALTERNATE FILL LINE INSTALLATION

Ms. Hallaway stated the contractor for the water plant nos. 1, 2 and 4 ground storage tank fill line installation is Blastco Texas, Inc. Director Cathcart noted that the water plant tanks are painted two different shades of blue. Ms. Hallaway stated she would investigate the paint issue.

DISINFECTION SYSTEM UPGRADES AT WATER PLANT NOS. 1, 2, 3 AND 4

Ms. Hallaway stated that W. W. Payton Inc. is the contractor for this project. She stated that BGE is awaiting the final pay estimate.

WATER PLANT NO. 2 GENERATOR REPLACEMENT

Ms. Hallaway stated BGE has received approval of the plans and specifications for the water plant no. 2 generator replacement project from Harris County. She stated bidding is scheduled for May 11, 2022.

POTENTIAL SANITARY SEWER FLOW REROUTING

Ms. Hallaway stated that BGE has reviewed alternatives for flow rerouting and has determined it is not cost effective. She stated BGE would prepare a memorandum summarizing their findings.

UPDATE ON BOND APPLICATION NO. 9

Ms. Hallaway stated BGE is currently preparing bond application no. 9 and will be able to complete preparation once the Memorial Parkway drainage improvements Interlocal Agreement is finalized.

Following review and discussion, and based on the engineer's recommendation, Director Olsen moved to approve the engineer's report. Director Cox seconded the motion, which passed by unanimous vote.

WEST MEMORIAL MUNICIPAL UTILITY DISTRICT ("WEST MEMORIAL") SEWAGE TREATMENT PLANT MEETING AND PROPOSED PLANT IMPROVEMENTS

Director Cox updated the Board on the West Memorial Plant site and reported on the West Memorial Sewage Treatment Plant meeting.

LEGAL CONFLICTS WAIVER

Ms. Carner reminded the Board that ABHR also represents Interstate Municipal Utility District and Cimarron Municipal Utility District. She reviewed with the Board a legal conflicts waiver with respect to the preparation of the new Wastewater Treatment Plant Agreement for the West Memorial Sewage Treatment Plant. After review and discussion, Director Olsen moved that the Board approve the legal conflicts waiver. Director Cox seconded the motion, and the motion passed unanimously.

OPERATION, REPAIR, AND MAINTENANCE OF ADMINISTRATIVE OFFICE AND DISTRICT WEBSITE, COMMUNICATION, AND EMPLOYMENT MATTERS

Ms. Johnson stated the MDM Apartments at Katy requested a reimbursement of delinquent fees in the amount of \$1,487.89. She stated they provided a confirmation showing the check was received at the District P.O. Box address timely on January 15, 2022, but it was not entered into the billing system as paid until January 24, 2022.

Ms. Johnson stated a resident on Park Lane has requested a replacement trash can. The Board discussed the Best Trash contract and noted that the homeowner is responsible for replacement of the trash can. The Board requested Ms. Johnson direct residents to contact Best Trash directly for garbage and recycling matters.

Director Cathcart discussed the awning at the Administration Building and stated it needs pressure washing.

Ms. Carner stated that Memorial has requested that the District consider installing or sharing in the cost of installing audiovisual equipment at the District Administration Building for use at Board meetings. Discussion ensued.

Following review and discussion, Director Olsen moved to (1) approve the reimbursement of the requested delinquent fees to MDM Apartment at Katy in the amount of \$1,487.89; (2) authorize City Maintenance to pressure wash the awning, as discussed; and (3) deny the request from Memorial to install audiovisual equipment at the District Administration Building for meetings. Director Cox seconded the motion, which carried by unanimous vote.

DISCUSS DISTRICT ADMINISTRATION BUILDING RENTAL POLICIES

The Board discussed the Administration Building rental policies and cleaning fees for rentals and meetings. Director Brown noted a fee of \$130.00 was collected for an event held on March 26, 2022, after the Board had rescinded the supplemental policies requiring such fee. After discussion, the Board concurred to refund the \$130.00 cleaning fee.

WEST HARRIS COUNTY REGIONAL WATER AUTHORITY

There was no discussion on this matter.

AUTHORIZE RENEWAL OF DISTRICT'S INSURANCE POLICIES

The Board reviewed a proposal from McDonald & Wessendorff Insurance ("McDonald") for renewal of the District's insurance policies. Following review and discussion, Director Olsen moved to accept the proposal from McDonald for renewal of the District's insurance policies and direct that the proposal be filed appropriately and

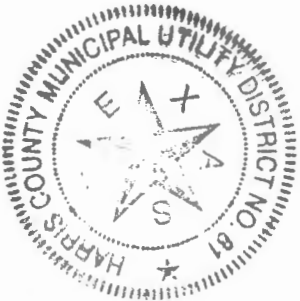
retained in the District's official records. Director Brown seconded the motion, and the motion passed unanimously.

There being no further business to come before the Board, the Board concurred to adjourn the meeting.



Secretary, Board of Directors

(SEAL)



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