

The regular monthly meeting of the Board of Director of Harris County Water Control and Improvement District No. 1 was held in the conference room at 125 San Jacinto Street, Highlands, Texas on August 14, 2018. The meeting was called to order by President Mullins at 6:00 P.M. In attendance were Directors Little, Birdsong, Boudreaux and Wright. Also in attendance were Mr. Mark Taylor, General Manager, Mr. Jimmy Flowers with LJA Engineering and Mr. Zach Petrov, Attorney.

The minutes for the month of July were presented. A motion was made by Director Birdsong to approve the minutes. The motion was seconded by Director Boudreaux. The motion was approved 5-0.

The accounts payable were presented for the month of July. A motion was made by Director Little to approve the report as presented. The motion was seconded by Director Wright. The motion was approved 5-0.

Discuss and approve Tax Collection Report. President Mullins presented the report. A brief discussion was held. A motion was made by Director Little to accept the report as presented. The motion was seconded by Director Wright. The motion was approved 5-0.

Citizens before the Board – Discuss potential residential development of 415 lots. Citizens present were: Areasha Hebert, Charles Meineke, Retha Hill and William Hebert. A brief discussion was held. No Action taken.

Discuss and approve LJA assignment letter to modify treatment at E. Houston Well and rehabilitate equipment to meet current standards, also to begin work on obtaining Sanitary Control Easements for both well locations. Triggered by the TCEQ Inspection on August 2, 2018. A motion was made by Director Wright to approve the said assignment letter. The motion was seconded by Director Birdsong. The motion was approved 5-0.

Discuss and or approve any necessary actions for the following items:

- A. Waterline extensions: Jones Rd, Lyndale Drive, Julie Lane and Camp Rd. –No Action taken at this time.
- B. Battlebell Water Plant Project. No action taken.
- C. Wastewater Treatment Plant Digester. -No Action taken.
- D. Bluebell Lift Station Project, sign contracts. No Action taken.

Discuss and or approve Estimate No. 10 for LJA Project E073-0520-2017 Battlebell Water Plant Renovations. A motion was made by Director Birdsong to approve the said Estimate in the amount of \$103,559.50. The motion was seconded by Director Boudreaux. The motion was approved 5-0.

Discuss 2017-18 Budget, and Set time and date for the 2018-19 Budget and Rate Ordinance Workshop, Tuesday, August 21, 2018 at 6:00pm.

Discuss and approve the proposal from Ratliff and Jentho, CPA for the 2017-18 year end audit. A motion was made by Director Birdsong to approve the said proposal. The motion was seconded by director Boudreaux. The motion was approved 5-0.

Discuss and approve FHLB LOC as collateral for the water district's deposits (Federal Home Loan Bank Letter of Credit) See Attachments. Note: This is allowed under the current investment policy. A motion was made by Director Wright to Table this Item. The motion was seconded by Director Boudreaux. The motion was approved 5-0.

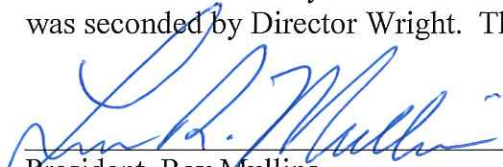
Attorney's Report:

- A. Discuss Rate Order Draft: prohibited connections, documents needed to apply for service, Volunteer Fire Department donation, fire line standby fees, deposits on multiple accounts with ¾" meters, food trucks, and assessment fees. Rates may need to be adjusted depending on budget numbers. No Action taken.

The Financial Statement was presented. A motion was made by Director Birdsong to approve the said report. The motion was seconded by Director Boudreaux. The motion was approved 5-0.

The General Managers report was presented. A brief discussion was held.

A motion was made by Director Birdsong to Adjourn the meeting at 7:22pm. The motion was seconded by Director Wright. The motion was approved 5-0.

  
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President, Ray Mullins

  
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Secretary, Harvey Little