

**MINUTES OF MEETING
OF THE
BOARD OF DIRECTORS**

THE STATE OF TEXAS §

COUNTY OF HARRIS §

HARRIS COUNTY WATER CONTROL & IMPROVEMENT DISTRICT NO. 89 §

The Board of Directors of Harris County Water Control & Improvement District No. 89 met in regular session, open to the public, at its meeting place outside the boundaries of the District on June 4, 2019, whereupon, the roll of the members of the Board of Directors was called, to-wit:

Sharyn Smalls	President
Michael Smith	Vice President
Annie Jenkins	Secretary
Arthur Washington	Assistant Secretary
Byron K. Watson, Sr.	Investment Officer

All members of the Board were present; Directors Smith and Jenkins arrived late.

Also present were Chris Richardson of Strawn & Richardson, P.C.; Laney Brown of SiEnviro; Matthew Kelley of AEI; Cory Burton of Municipal Accounts & Consulting; Daniel Pereyra of Environmental Allies; Ray Arce of Wheeler & Associates; also Victoria Lastee, President of Morningside Place HOA.

WHEREUPON, the meeting was called to order by the President, and evidence was presented that public notice of the meeting had been given in compliance with the law.

- 1. OPENING PRAYER.** Director Washington led those assembled in prayer.
- 2. PUBLIC COMMENTS.** There were no public comments. Victoria Lastee stated she would like to hear an update on the District Building.
- 3. MINUTES.** The Board reviewed the minutes of the May 21, 2019 meeting. A motion was made by Director Watson, and seconded by Director Washington, to approve the minutes with revisions discussed, which motion carried 3-0.

4. DETENTION FACILITIES REPORT. Daniel Pereyra presented the pond maintenance report, and reviewed the pictures of the detention ponds with the Board. Director Washington discussed the area from the Wastewater Treatment Plant up to Beltway 8; he asked Mr. Pereyra to make sure it is mowed. Mr. Pereyra asked about his proposal to over-seed and fertilize in the District; President Smalls stated the Board has not decided to act yet.

5. TRASH SERVICES REPORT. There was no representative present; President Smalls noted the trash collection had been late this morning and stated the company should let the Board know if there is any issue.

Director Smith entered the meeting at this time.

6. SECURITY FOR DISTRICT FACILITIES. No report was presented. Director Watson stated there have been frequent automobile break-ins. Director Watson stated frequent crime puts the District facilities at risk, when security is constantly and mainly busy patrolling these certain areas within our community. President Smalls stated the Board should ask Constable Walker to attend an upcoming meeting; she asked the attorney make contact and extend an invitation.

Director Jenkins entered the meeting at this time.

7. TAX ASSESSOR'S REPORT. Ray Arce presented the tax assessor's report, a copy of which is attached as Exhibit "A". He reported the District has collected 98.733% of its 2018 taxes, and 99.24% of its 2017 taxes. He reviewed the checks on the tax account for the Board's approval. He stated the District's total 2019 Preliminary Value at HCAD is estimated to be \$555,586,190.

Following further discussion, it was moved by Director Washington and seconded by Director Watson to approve the tax assessor's report, which motion carried unanimously, 5-0.

8. BOOKKEEPER'S REPORT. Cory Burton presented the bookkeeper's report, which is attached hereto as Exhibit "B". He presented the checks for approval. He reviewed the capital projects fund breakdown, the FDIC insurance and pledged securities, the budget comparison and the debt service requirements.

Following further discussion it was moved by Director Smith and seconded by Director Washington to approve the bookkeeper's report and the checks and items as presented, which motion carried unanimously, 5-0.

9. OPERATOR'S REPORT. Laney Brown presented the operations report, a copy of which is attached as Exhibit "C". He reported there were 2,806 connections, with no permit excursions at the Wastewater Treatment Plant, which was 45.6% utilized. Mr. Brown also discussed the water accountability at 87.16%. He reviewed the delinquent list, accounts to be sent to collections, and the preventative maintenance schedule with the Board. President Smalls asked about the Water Wise Program with the HGSD and stated she would like to discuss using the Certificates for groundwater usage with the operator. She asked to have Mike Thornhill attend an upcoming meeting.

Following further discussion, it was moved by Director Watson and seconded by Director Jenkins to approve the operations report with the items presented, which motion carried unanimously, 5-0.

10. RATE ORDER. The Board took no action on the Rate Order.

11. ENGINEER'S REPORT. Matthew Kelley reviewed the engineer's report, a copy of which is attached hereto as Exhibit "D". He discussed the progress on District projects, including the Capital Projects Plan. Mr. Kelley discussed NPH Southpoint Phase II Detention Pond. He also discussed the Lift Station for the NPH project, and stated the contractor is testing the sanitary sewer facilities. Mr. Kelley discussed Water Well No. 2 and the TCEQ Approval; he

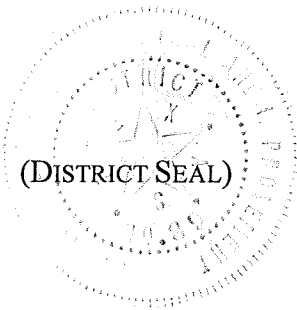
stated the approval is expected this week. Mr. Kelley discussed Water Plant No. 2 and the HPT tank rehabilitation; he stated the contractor is to begin this week. He discussed the Water Well No. 1 Rehabilitation and stated the contractor will re-televisize the well.

Mr. Kelley discussed the District Building; he stated he plans to advertise for bids to complete the building in July. The Board discussed the recent special meeting with HCFCD and asked its attorney to draft a letter seeking a partnership with HCFCD, to address and alleviate ponding and flooding.

Following further discussion, it was moved by Director Smith and seconded by Director Jenkins to approve the engineer's report along with the items presented, which motion carried unanimously, 5-0.

12. ADJOURNMENT/ FUTURE AGENDA ITEMS. There being no further business to come before the Board, it was moved and seconded that the meeting be adjourned, which motion carried unanimously.

PASSED, ADOPTED and APPROVED this 18th day of June, 2019.



Annie Jenkins
Secretary