

MINUTES
HARRIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 71

November 27, 2017

The Board of Directors (the "Board") of Harris County Municipal Utility District No. 71 (the "District") met in special session, open to the public, on the 27th day of November, 2017, at the District Administration Building, 21437 Clay Road, Katy, Texas, inside the boundaries of the District, and the roll was called of the members of the Board:

Katrina Thornhill	President
Pam Kerr	Vice President
Mary DuBois	Secretary
Jennifer Elms	Assistant Secretary
Phillip Smith, Jr.	Assistant Vice President

and all of the above were present, thus constituting a quorum.

Also present were Scott Barr, Ginny Woodring and James Woodring of Regional Water Corporation ("RWC"); Nick Cooke of Mike Stone Associates, Inc. ("MSA"); Alene Efaw of BGE, Inc. ("BGE"); Justin Cox and Oscar Fumero of Storm Water Solutions, LP ("SWS"); Mike Thornhill of the West Harris County Regional Water Authority ("WHCRWA"); and Katie Carner and Jane Miller of Allen Boone Humphries Robinson LLP ("ABHR").

COMMENTS AND WEBSITE INQUIRIES FROM THE PUBLIC

Mr. Woodring reviewed website inquiries requiring no Board action.

EXECUTIVE SESSION PURSUANT TO SECTION 551.076, TEXAS GOVERNMENT CODE, TO DELIBERATE THE DEPLOYMENT, OR SPECIFIC OCCASIONS FOR IMPLEMENTATION OF SECURITY PERSONNEL OR DEVICES

The Board determined it was not necessary to convene in executive session.

MINUTES

The Board considered approving the minutes of the October 30, 2017, special meeting. Following review and discussion, upon a motion by Director Smith and a second by Director Elms, the Board voted unanimously to approve the October 30, 2017, special meeting minutes.

REPORT ON PARK, LANDSCAPE AND LAKE MAINTENANCE AND REPAIR AND DEVELOPMENT OF DISTRICT LAKES, PARKS AND RECREATIONAL FACILITIES

Mr. Cooke reviewed a Parks Management Report, a copy of which is attached to these minutes, and reported on maintenance and repair previously approved and underway or completed, including landscape maintenance, irrigation inspection and emergency items repaired at Director's Park and Bundy Lake Park under \$500; District detention ponds; District common areas; and the District Administration Building.

Mr. Cooke first discussed ongoing maintenance and repairs in Director's Park, including schedules for trimming the crape myrtles and reinstalling holiday lights in front of the administration building before Holiday in the Park. Mr. Cooke also discussed getting proposals to install a wireless internet access system in the administration building.

Mr. Cooke then discussed ongoing maintenance and repairs in Bundy Lake Park, including the status of replacement of a wheel stop on the back parking lot and resetting the lighting timer at the Bundy Lake monument.

Mr. Cooke next reported ongoing maintenance and repairs at District detention ponds and said Lake Management Services will be in District tomorrow to repair lighting on the back fountain at Mirror Lake.

Mr. Cooke next discussed the status of design of the proposed Bundy Lake Park Enhancements, and requested authorization for BGE to survey the area from the fence to the lake for an estimated cost not to exceed \$10,500. Mr. Cooke said the new survey is necessary to design sidewalks and retaining walls planned as part of the enhancement project.

Discussion ensued regarding options for installing an underground or above ground cistern for a reclaimed water system at the splash pad, future maintenance costs, potential irrigation cost savings to the District, potential credits available from the WHCRWA and cost estimates for an all-inclusive installation. Mr. Cooke said he would get with Native Land Design to determine how many gallons the irrigation system in Directors' Park uses for a cost savings analysis.

Mr. Cooke and Ms. Efaw updated the Board regarding the District's pending application to the Federal Emergency Management Agency ("FEMA") for reimbursement of costs for repair of the water line over Mayde Creek.

Following review and discussion, Director Smith moved to (1) approve the Parks Management Report; and (2) authorize BGE to survey from the fence to the lake around Bundy Lake for an amount not to exceed \$10,500. The motion was seconded by Director Kerr and passed unanimously.

REPORT FROM STORM WATER SOLUTIONS

Mr. Cox reviewed a Drainage Facilities Report, a copy of which is attached to these minutes, and updated the Board regarding general maintenance, mowing and over seeding schedules and the status of previously approved repairs.

In response to questions from Director Smith, Mr. Cox said SWS is working on options and pricing to fabricate a finer screen over an outfall opening at the Lakes of Bridgewater detention facilities and pricing for routine maintenance of pilot channels. He also reported that trash thrown over residential fences onto District property has been removed.

OPERATION OF DISTRICT FACILITIES

Mr. Woodring requested authorization to repair the clarifier unit at the wastewater treatment plant for an estimated amount of \$18,000, which will be submitted to the District's insurance carrier as a claim. Following discussion, Director Kerr moved to authorize any necessary change order or proposal for an amount not to exceed \$18,000 to repair the clarifier unit. The motion was seconded by Director DuBois and passed unanimously.

ENGINEERING MATTERS

Ms. Efaw updated the Board regarding pipe delivery schedules for emergency repair of the 12-inch potable water line that spans Mayde Creek.

Ms. Efaw next discussed the status of a pending feasibility report for a proposed development and annexation of a 14 acre tract and options for development of a joint detention facility with the adjacent, in-District property owner/developer Mark Ward. Ms. Carner discussed utility, annexation and financing agreements necessary to move forward with annexation and development of a joint detention facility. Following review and discussion, Director Elms moved to authorize preparation of documents necessary to petition the District for annexation and submit a petition to the City of Houston requesting consent to the proposed annexation, all subject to Mark Ward's approval of estimated costs to develop joint detention, as discussed, and to reallocate capacity from his tract to the proposed annexation tract. The motion was seconded by Director Thornhill and passed by a vote of 4 to 0, with Director DuBois being absent during the vote.

FINAL ARBITRAGE REBATE REPORT FOR SERIES 2007 BONDS

The Board reviewed a report from Omnicap, LLC concluding that there were no excess earnings in the District's Series 2007 Bonds and that no rebate for cumulative

yield restriction liability is due to the Internal Revenue Service at the computation date for the Series 2007 bonds.

HOLIDAY IN THE PARK

Ms. Woodring updated the Board on preparation for the District's annual Holiday in the Park event scheduled for December 16, 2017. Discussion ensued regarding availability of Trees for Houston to provide free trees for District residents. The Board concurred to invite Trees for Houston to provide such trees, if a Trees for Houston employee could attend the event to distribute same.

ACTION LIST

The Board reviewed and discussed items removed and added to the Action List.

AGENDA FOR DECEMBER 2017 REGULAR MEETING

The Board confirmed its regular meeting on December 11, 2017 and discussed agenda items for the regular meeting.

DIRECTORS' AND DISTRICT CONSULTANTS' REPORTS ABOUT DISTRICT OPERATIONS

The Board requested that B&A Municipal Tax Service, LLC attend the January, 2018 Board meeting to update the Board regarding management of the District's sales tax collections.

Discussion ensued regarding a pending request from the Westside Baptist Church to reduce their capacity allocation. Following discussion, Director Thornhill moved to (1) approve a reduction of capacity allocated to Westside Baptist Church to 2 equivalent single family connections; and (2) authorize ABHR to prepare the utility commitment agreement for same. Director Elms seconded the motion, which passed unanimously.

There being no additional business to consider, Director Thornhill moved to adjourn the meeting at 7:43 p.m. Director Smith seconded the motion, which passed unanimously.




A Secretary, Board of Directors

LIST OF ATTACHMENTS TO MINUTES

Minutes
Page

parks management report.....2