

MINUTES
HARRIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 365

June 14, 2018

The Board of Directors (the "Board") of Harris County Municipal Utility District No. 365 (the "District") met in regular session, open to the public, on the 14th day of June, 2018, at the offices of Allen Boone Humphries Robinson LLP, 3200 Southwest Freeway, Suite 2400, Houston, Texas, outside the boundaries of the District, and the roll was called of the members of the Board:

Joe Myers	President
Greg Coleman	Vice President
Alan Silverman	Secretary
Jeff McClellan	Assistant Secretary
Angela Small	Assistant Vice President

and all of the above were present, except Directors Silverman and McClellan, thus constituting a quorum.

Also present at the meeting were Odette McMullen of Bob Leared Interests, Inc.; Allyson Baker of McLennan & Associates; Brian Bare of Si Environmental, LLC ("SI"); Erik Miller of Sander Engineering Corp. ("SEC"); and Holly Huston, Whitney Higgins and Jane Miller of Allen Boone Humphries Robinson LLP ("ABHR").

CONSENT AGENDA

Director Myers offered Board members and consultants the opportunity to remove items from the consent agenda for individual discussion. Director Coleman then moved to approve all items on the consent agenda. Director Small seconded the motion, which passed by unanimous vote. Copies of all documents approved as part of the consent agenda are attached.

PUBLIC COMMENT

The Board received correspondence from Lucinda Henrichson, a resident in Harris County Municipal Utility District No. 364 ("No. 364").

ADDITIONAL BOOKKEEPING MATTERS

Ms. Baker said the Joint Facilities draft budget will be submitted to No. 364 in accordance with the Joint Facilities Agreement, as amended.

ADDITIONAL TAX ASSESSMENT AND COLLECTION MATTERS

The Board considered authorizing Perdue, Brandon, Fielder, Collins & Mott, LLP to proceed with the collection of delinquent 2017 taxes. Following review and discussion, Director Small moved to authorize Perdue, Brandon, Fielder, Collins & Mott, LLP to proceed with the delinquent tax collection. Director Coleman seconded the motion, which was approved by unanimous vote.

Ms. McMullen also reviewed preliminary values for 2017 for taxable property within the District received from the Harris County Appraisal District.

INSURANCE POLICY RENEWAL

The Board discussed expiration of District insurance policies. Following discussion, the Board concurred to defer action on this agenda item.

ADDITIONAL OPERATING MATTERS

Mr. Bare discussed the status of sectional flushing to alleviate issues with brown water from dormant irrigation lines.

Mr. Bare next reviewed a proposal in the amount of \$47,005 to repair the step screen at the wastewater treatment plant and discussed the schedule for future replacement of the step screen when the wastewater treatment plant is expanded. Following review and discussion, Director Small moved to approve the proposal and authorize ABHR to provide proper notification to No. 364 of the proposed and necessary repair pursuant to the notice provision within the District's Joint Facilities Agreement with No. 364, as amended. The motion was seconded by Director Coleman and passed unanimously.

HEARING ON TERMINATION OF WATER SERVICE TO DELINQUENT CUSTOMERS AND AUTHORIZE TERMINATION OF SERVICE

The Board then conducted a hearing on the termination of utility service to delinquent accounts. Mr. Bare reported that the persons on the termination list provided to the Board were mailed written notice prior to this meeting in accordance with the Rate Order, notifying them of the opportunity to appear before the Board of Directors to explain, contest, or correct the utility service bill and to show reason why utility service should not be terminated for reason of nonpayment. Director Small moved that, since the customers on the termination list were neither present at the meeting nor had presented any statement on the matter, utility service should be terminated in accordance with procedures set forth in the District's Rate Order. Director Coleman seconded the motion, which carried unanimously.

WATER WISE PROGRAM

Ms. Higgins reported that the participation cost for the 2018-2019 school year will increase to \$36.46 per student and presented a participation agreement for the Board's review and approval. Following review and discussion, upon a motion by Director Small and a second by Director Coleman, the Board voted unanimously to approve an Interlocal Agreement with Harris-Galveston Subsidence District for Water Wise participation for the 2018-2019 school year.

ADDITIONAL ENGINEERING MATTERS

Mr. Miller updated the Board regarding ongoing rehabilitation of the commercial ditch and discussed a failure in the concrete outfall structure downstream of the current work area. Mr. Miller presented a proposal in the amount of \$11,094 from Storm Water Solutions, LLC to stabilize the pipe failure at the north end of the commercial ditch. Discussion ensued regarding authorizing SEC to design a permanent repair solution and posting a no trespassing sign at the end of the street and at the end of Dundee Court.

Discussion ensued regarding ongoing investigation of drainage in The Park at Arbordale. Mr. Miller discussed an estimate in the amount of \$3,816.49 to survey gutter line and slab elevations.

Mr. Miller next discussed an inquiry regarding potential development and/or annexation of a tract east of the District's boundary.

Following review and discussion, Director Small moved to (1) approve the engineering report; (2) approve a proposal in the amount of \$11,094 from Storm Water Solutions, LLC to stabilize the pipe failure at the north end of the commercial ditch; (3) approve an estimate in the amount of \$3,816.49 to survey gutter line and slab elevations in The Park at Arbordale, as discussed; and (4) authorize posting of no trespassing signs, as discussed. The motion was seconded by Director Coleman and passed unanimously.

ADDITIONAL PARKS MATTERS

Ms. Higgins updated the Board regarding coordination with the Cole's Crossing Community Association, Inc. ("CCCAI") regarding sidewalk construction, maintenance and conveyance of property for District facilities.

ATTORNEY REPORT

There was no additional discussion for this agenda item.

JULY 2018 REGULAR AND SPECIAL AGENDAS

The Board discussed meeting on the following dates in July, 2018: July 19, regular meeting and July 17, special meeting at 13050 Barker Cypress Road.

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



Secretary, Board of Directors

(SEAL)



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