

**FORT BEND COUNTY MUNICIPAL UTILITY DISTRICT NO. 37**

**MINUTES OF MEETING OF BOARD OF DIRECTORS**

**JUNE 20, 2018**

The Board of Directors (the "Board" or the "Directors") of Fort Bend County Municipal Utility District No. 37 (the "District") met in regular session at 7:00 p.m., at 1301 Misty Bend, Katy, Texas 77494, on Wednesday, June 20, 2018, pursuant to notice of said meeting posted in accordance with Chapter 551 of the Texas Government Code. The roll was called of the members of the Board, to-wit:

Kenneth L. Comeaux	President/Co-Tax Compliance Officer
Stephen Berckenhoff	Vice President
David A. Carp	Secretary
Rudy Ammer	Treasurer /Co-Tax Compliance Officer
Larry W. Davis	Assistant Secretary /Investment Officer

All members of the Board were present, with the exception of Director Berckenhoff, thus constituting a quorum. Also attending all or portions of the meeting were: Terry Holland of Myrtle Cruz, Inc. (the "Bookkeeper" or "MCI"), bookkeeper for the District; Jeff Sonnheim of Equi-Tax, Inc. (the "Tax Assessor/Collector" or "Equi-Tax"), tax assessor/collector for the District; Bob Ring of Inframark (the "Operator" or "Inframark"), operator for the District; David Leyendecker of Clay & Leyendecker, Inc. (the "Engineer"); Zachary A. Petrov of Johnson Petrov LLP (the "Attorney" or "JP"), attorneys for the District; James Ross, General Manager of Katy Mills; and Todd Carrico, a resident of the District.

The President, after finding that the notice of the meeting was posted as required by law and determining that a quorum of the Board was present, called the meeting to order and declared it open for such business as may regularly come before it.

1. Public Comment. Mr. Ross introduced himself as the new General Manager of Katy Mills Mall. He asked if the District had a list of anyone who tied into the Katy Mills drainage. Mr. Leyendecker responded that there is no list, but rather that those whom Katy Mills sold property to that would be the owners using that drainage system. The Board also discussed the berm maintenance. Mr. Carrico then discussed the resident's concerns on drainage, including drainage with today's rain, and a letter that he distributed to Directors Comeaux and Carp, which discussed drainage and the spillway. Mr. Carrico requested any new information on the cell towers.

2. Approval of Minutes. The Board then considered approval of the May 16, 2018 regular meeting minutes. Upon motion by Director Davis, seconded by Director Ammer, after full discussion and with all Directors present voting aye, the Board approved the minutes with one (1) correction.

3. Bookkeeper's Report and Investment Report. Mr. Holland reviewed with the Board the Bookkeeper's Report and Investment Report, copies of which are attached hereto as Exhibit "A".

a. Mr. Holland first reviewed the written reports and responded to questions.

b. Mr. Holland then reviewed the current and year-to-date revenue and expenditures against the District's budget for the fiscal year ending August 31, 2018.

Upon motion by Director Davis, seconded by Director Ammer, after full discussion and with all Directors present voting aye, the Board approved the Bookkeeper's Report and Investment Report, as presented, authorized payment of checks numbered 1186 through 1222 from the Operating Account.

4. Tax Assessor/Collector Report. The Tax Assessor/Collector's Report was presented by Mr. Sonnheim, a copy of which is attached hereto as Exhibit "B".

a. Mr. Sonnheim reviewed the written report and responded to questions from the Board.

b. The Tax Assessor/Collector's Report reflected 97.4% of the 2017 taxes had been collected as of May 31, 2018.

Upon motion by Director Ammer, seconded by Director Carp, after full discussion and with all Directors present voting aye, the Board approved the Tax Assessor/Collector's Report, as presented and authorized payment of check numbers 2175 thru 2177 from the Tax Account.

5. Operations Report. Mr. Ring presented the Operations Report, a copy of which is attached hereto as Exhibit "C".

Mr. Ring reviewed the written report and responded to questions from the Board. He also reported problems at WWTP due to people flushing items that aren't toilet paper. The Board requested the Operator to distribute information to the public on what not to flush. He also noted that the WWTP Exceeded the Ammonia limit because the lift station in the subdivision held for several days before pumping and that nine (9") inch EDI diffusers were purchased for the WWTP.

Upon motion by Director Davis seconded by Director Carp, after full discussion and with all Directors present voting aye, the Board approved i) the Operations Report.

6. Engineering Report. Mr. Leyendecker reported on the current development in the vicinity of the District.

Mr. Leyendecker reported that he received two (2) phone calls from landowners regarding potential annexations for apartments. He invited them to attend an upcoming Board meeting. He also responded to questions from the Board.

Upon motion by Director Davis seconded by Director Ammer, after full discussion and with all Directors present voting aye, the Board approved the Engineer's Report.

7. New Business.

a. City of Katy Water Supply Interconnect Contract. Mr. Zachary Petrov presented the City of Katy Water Supply and Interconnect Contract for the Board's signature, a copy of which is attached hereto as Exhibit "D". The Board had previously approved the Interconnect at their December meeting. No additional action was taken.

b. Pin Oak HOA. The Board received a letter from Pin Oak HOA, a copy of which is attached hereto as Exhibit "E." Discussion ensued regarding the letter. No formal action was taken.

8. Old Business.

a. Status of Maintenance of the Katy Mills berm and Katy Mills Management District. No action taken.

THERE BEING NO FURTHER BUSINESS TO COME BEFORE THE BOARD, the meeting was adjourned.

SIGNED, PASSED and APPROVED this 18<sup>th</sup> day of July, 2018.

[DISTRICT SEAL]

  
Secretary, Board of Directors

EXHIBITS:

- A - Bookkeeper's Report
- B - Tax Assessor/Collector's Report
- C - Operations Report
- D - City of Katy Water Supply Interconnect Contract
- E - Letter from Pin Oak HOA

