

HARRIS COUNTY WATER CONTROL AND IMPROVEMENT DISTRICT NO. 70
Minutes of Meeting of Board of Directors
June 3, 2020

The Board of Directors (“Board”) of Harris County Water Control and Improvement District No. 70 (“District”) met by teleconference on June 3, 2020, in accordance with the duly posted notice of said meeting, with a quorum of Directors present, as follows:

Bobby Crippens, President
Terry Lutz, Vice President
Randall Keith Adams, Secretary
Jim Raines, Director/Treasurer
Steve Kimes, Director

and the following absent:

none

Also present were, Bob Ideus, Greg Lentz, Sam Werner, Caryn Adams, G. Taylor Goodall, Jr. and representatives of the landowners seeking to have land excluded from the District.

The President called the meeting to order and declared it open for such business as might regularly come before it.

1. The Board considered the minutes of the meeting held on May 13, 2020. After brief review and discussion, upon motion duly made and seconded, the Board unanimously approved the minutes as presented.

2. The Board then discussed the request for Exclusion of Land from the District. The Board reviewed the offer of the landowners with Mr. Lentz and Mr. Goodall. Mr. Lentz provided a financial analysis of the proposed transaction. The transaction would allow the District to retire debt ahead of schedule. The Board was divide regarding the benefit to the District. Director Adams noted that he felt the District would be better served by having the land remain in the District because, once excluded, the District will not receive tax revenue generated by the land in question. Other members of the Board felt that the landowners should offer more money or were in favor of the deal as presented. The Board tabled the matter.

3. The Board tabled discussion of the Amendment of the Rate Order.

4. The Board reviewed an operator’s report. After review brief review and discussion of the report, upon motion duly made and seconded, the Board authorized the District’s operator to proceed with termination of utility service pursuant to provisions of the Rate Order and approved the operator’s report as presented.

5. Sam Werner presented an engineer’s report. The engineer discussed the water plant No. 1 ground storage tank replacement project and presented and recommended approval of Pay Application No. 1 in the amount of \$5,850.00 to C3 Constructors, LLC. Upon

motion duly made and seconded, the Board approved Pay Application No. 1. After discussion, the Board approved the engineer's report as presented.

6. The Board then reviewed a billing and collections report. The District collected \$20,031.47 during the month. After further discussion, upon motion duly made and seconded, the Board unanimously approved the billing and collections report as presented.

7. Mr. Bob Ideus presented the bookkeeper's report. The District's operating fund balance is \$1,646,749.00. After brief review and discussion, upon motion duly made and seconded, the Board approved the bookkeeper's report as presented and authorized disbursement of the funds and action items contained therein.

8. The attorney then described the annual conflict of interest questionnaire. The Board members are to complete the questionnaires and provide copies for the District's records .

9. It was mentioned that the next meeting should be in person if possible to allow for more discussion regarding the offer in exchange for the property exclusion.

There being no further business to consider, the meeting was adjourned.

Secretary