

MINUTES
HARRIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 359

July 5, 2017

The Board of Directors (the "Board") of Harris County Municipal Utility District No. 359 (the "District") met in regular session, open to the public, on the 5th day of July, 2017, at the offices of Allen Boone Humphries Robinson LLP, 3200 Southwest Freeway, Suite 2600, Houston, Texas 77027, outside the boundaries of the District, and the roll was called of the members of the Board:

Marilyn Keys	President
Janice Lavin	Vice President
Susan Rathgeber	Secretary/Records Management Officer
Rusk Elatassi	Assistant Vice President
David Keller	Assistant Secretary

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

Also present at the meeting were Neil Daniels and Mike Berry of Shadowlake Homeowners Association ("Shadowlake HOA"); Matt Carpenter of IDS Engineering Group ("IDS"); Lizandro Campos of Wheeler & Associates, Inc.; Darrell Hawthorne of Municipal Accounts & Consulting, L.P.; Tor Persson, resident of the District; and Tim Austin and Alyssa Ollwerther of Allen Boone Humphries Robinson LLP ("ABHR").

PUBLIC COMMENT

Mr. Persson commented on the effects rainfall could have related to the refilling of Shadowlake. Mr. Persson also commented on the berm repair.

Mr. Berry requested information related to the repairs of storm drains in the District.

Mr. Daniels discussed an upcoming request from the Shadowlake HOA related to the financing of surveillance cameras in the District.

PRESIDENT'S COMMENTS

Director Keys and Director Keller discussed the Association of Water Board Directors ("AWBD") summer conference.

APPROVAL OF THE MINUTES

The Board considered approving the minutes of the June 7, 2017, regular meeting. Upon a motion made by Director Keller and seconded by Director Lavin the Board voted unanimously to approve the minutes as presented.

ENGINEERING MATTERS

Mr. Carpenter reviewed the engineer's report, a copy of which is attached.

Mr. Carpenter updated the Board on the status of the berm repair.

Mr. Carpenter updated the Board on the status of the alternative water source evaluation.

REVIEW STATUS OF DETENTION POND MAINTENANCE AND MOWING

The Board did not receive a report on the detention pond maintenance and mowing.

UPDATE ON COMMUNICATIONS WITH THE CITY OF HOUSTON REGARDING THE UTILITY AND FUNCTIONS AND SERVICES ALLOCATION AGREEMENT

Mr. Austin updated the Board on communications with the City staff regarding the Second Amendment to Utility and Functions and Services Allocation Agreement.

ASSOCIATION OF WATER BOARD DIRECTORS SUMMER CONFERENCE, APPROVE REIMBURSEMENT OF ELIGIBLE EXPENSES, AND AUTHORIZE ATTENDANCE AT THE ASSOCIATION OF WATER BOARD DIRECTORS WINTER CONFERENCE

The Board discussed the Association of Water Board Directors summer conference. Mr. Hawthorne noted the expenses were submitted in accordance with the District's travel guidelines. After review and discussion, Director Keller moved to approve reimbursement of eligible expenses for the summer conference and authorize all interested directors to attend the Association of Water Board Directors winter conference. Director Keys seconded the motion, which carried by unanimous vote.

FINANCIAL AND BOOKKEEPING MATTERS, INCLUDING PAYMENT OF THE BILLS AND REVIEW OF INVESTMENTS

Mr. Hawthorne reviewed the bookkeeper's report, including a list of checks presented for payment and the quarterly investment report, copies of which are attached. The Board reviewed Change Order No. 1, increasing the original contract amount by \$2,596, payable to National Fence Company, for the cost of bonds and insurance for the fence installation project. After review and discussion, Director Lavin moved to approve the bookkeeper's report, investment report, payment of the bills listed in the report, and Change Order No. 1. Director Rathgeber seconded the motion, which passed by unanimous vote.

TAX ASSESSMENT AND COLLECTION MATTERS

Mr. Campos presented and reviewed the District's monthly tax report and delinquent tax roll, a copy of which is attached, reflecting that 98.39% of the District's 2016 taxes were collected as of the end of June, 2017. After review and discussion, Director Lavin moved to approve the tax report and payment of the invoices. The motion was seconded by Director Rathgeber and carried unanimously.

Mr. Campos distributed and reviewed a flyer for a taxation workshop on July 22, 2017 at 10:00 a.m.

UPDATE ON BRAYS BAYOU TRAIL

Director Keys updated the Board on the status of the Brays Bayou Trail.

STATUS OF PREPARATION OF A PARK MASTER PLAN BY TALLEY LANDSCAPE ARCHITECTS, INC.

The Board discussed the preparation of the master park plan.

REVIEW CITIZEN REQUEST FOR A FORMAL SURVEY OF DISTRICT'S RESIDENTS REGARDING FENCE

The Board concurred to remove this item from the agenda.

REPORT REGARDING LEGISLATIVE MATTERS

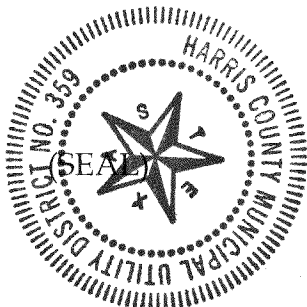
Mr. Austin distributed and reviewed a report prepared by ABHR regarding legislative matters pertaining to the 85th Regular Session of the Texas Legislature. A copy of the report is attached.

DISCUSS AUGUST AGENDA ITEMS

The Board discussed items for placement on the August agenda.

There being no further business to come before the Board, the meeting adjourned.


Secretary, Board of Directors



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