

MINUTES
HARRIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 359

May 2, 2018

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 2nd day of May, 2018, 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, thus constituting a quorum.

Also present at the meeting were Tor Persson, Vicky May, Jose Cailos Gonzalez, and Peggy Daniels, residents of the District; Debbie Shelton of Masterson Advisors LLC; Glenn Woodson of Storm Maintenance and Monitoring ("Storm"); Mike Berry and Neil Daniels 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.; and Tim Austin and Alyssa Ollwerther of Allen Boone Humphries Robinson LLP ("ABHR").

PRESIDENT'S COMMENTS

The President thanked Director Rathgeber for her service to the District.

APPROVAL OF THE MINUTES

The Board considered approving the minutes of the April 4, 2018, regular meeting. Upon a motion made by Director Elatassi and seconded by Director Rathgeber, the Board voted unanimously to approve the minutes as presented.

UPDATE ON DISTRICT WEBSITE

The Board discussed the District website. The Board requested that ABHR send Off Cinco a copy of the District's frequently asked questions document to publish on the District website.

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. He stated that the contractor has been waiting for the ground conditions to improve in order to complete the work accounted for in Change Order No. 1.

Mr. Carpenter reviewed a revised proposal from Uretek to address the apparent voids around the four weir structures in the berm that separates the wet basin from the dry basin. He stated that the proposal is for the installation of Uretek's product under each weir and approximately 50 feet on each side of the weirs.

The Board requested that Mr. Carpenter follow up with the Houston Parks Board ("HPB") regarding incorporating the District fence across the outfall channel into the proposed parks plan of HPB along the south side of the bayou.

After review and discussion, Director Lavin moved to (1) approve the engineer's report; and (2) approve the proposal from Uretek, in the amount of \$113,300, subject to final ABHR approval of the bonds and insurance. Director Rathgeber seconded the motion, which carried unanimously.

REVIEW STATUS OF DETENTION POND MAINTENANCE AND MOWING

Mr. Woodson reviewed a report on the detention pond maintenance and mowing, a copy of which is attached.

Mr. Woodson reported on the status of the fence separating Mike Driscoll Park from Shadowlake and stated that there are several gaps in the fencing. After discussion, Director Lavin moved to authorize Storm to repair/replace fencing where necessary, in an amount not to exceed \$1,500. Director Keller seconded the motion, which carried unanimously.

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. After review and discussion, Director Lavin moved to approve the bookkeeper's report, investment report, and payment of the bills listed in the report. Director Rathgeber seconded the motion, which passed by unanimous vote.

CITY OF HOUSTON (THE "CITY") REBATE

Director Keller provided an update on communications he had with staff members of the City regarding the rebate payment.

TRAVEL REIMBURSEMENT GUIDELINES AND DIRECTOR EXPENSES FOR THE ASSOCIATION OF WATER BOARD DIRECTORS SUMMER CONFERENCE

The Board discussed fees of office and expenses in connection with the Association of Water Board Directors ("AWBD") summer conference. After discussion and consideration of the District's Travel Reimbursement Guidelines, Director Keys moved to authorize up to three fees of office for attendance at the conference, up to three nights at a hotel at the conference rate, with reimbursement to be submitted in accordance with the District's Travel Reimbursement Guidelines. 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 96.88% of the District's 2017 taxes were collected as of the end of April, 2018. 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.

UPDATE ON BRAYS BAYOU TRAIL

There was no discussion on this agenda item.

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

There was no discussion on this agenda item.

PUBLIC COMMENT

Mr. Daniels stated that he plans to resign from Shadowlake HOA if he is elected to the District's Board of Directors following the 2018 Directors Election.

Ms. Ollwerther made comment on behalf of Gail Thompson, Community Manager of Shadowlake HOA at Ms. Thompson's request.

Mr. Berry discussed matters related to the 2018 Directors Election.

Mr. Persson discussed matters related to the 2018 Directors Election.

Ms. Shelton reported that she resigned from Hilltop and has joined a new financial advisory company called Masterson Advisors LLC.

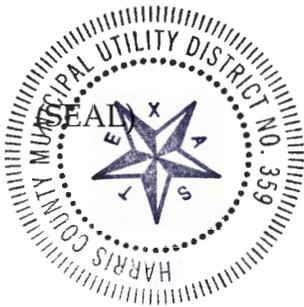
MEETING SCHEDULE AND ITEMS FOR THE NEXT BOARD MEETING

The Board discussed items for the next Board meeting and concurred to hold a special meeting on May 16, 2018, to canvass the 2018 Directors Election, and its regular meeting on June 6, 2018, at the offices of ABHR.

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



Secretary, Board of Directors



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