

MONTGOMERY COUNTY MUNICIPAL UTILITY DISTRICT NO. 18

Minutes of Meeting of Board of Directors

December 19, 2017

The Board of Directors of the Montgomery County Municipal Utility District No. 18 (the "District") held a regular meeting, open to the public, on December 19, 2017, at the Bentwater Country Club, 800 Bentwater Drive, Montgomery, Texas, inside the boundaries of the District with a quorum of directors present as follows:

Rex Cambern, President
Louis J. Tichacek, Vice President
Gary Montgomery, Secretary
Nancy Busen, Assistant Secretary
Susan McFarland, Treasurer

and the following directors absent:

None

Also present at the meeting were Courtney Young of Young & Brooks, Stephanie Viator of District Data Services, Ken Byrd of Equi-Tax, Inc., John Wright of Hays Utility Service Corporation, John Bleyl, P.E. of Bleyl & Associates, Wayne Ausmus of Ausmus Premier Properties, Terry Gent, and Sherry Wagoner.

The president called the meeting to order and declared it open for such business as may come before the board.

The board approved the minutes of the board meeting held on October 17, 2017 and November 21, 2017 as amended.

Wayne Ausmus of Ausmus Premier Properties discussed potential development across from the Bentwater West Gate and requested water and sewer service from the District.

Stephanie Viator reported as to bookkeeping matters in the District.

Ken Byrd reported as to the status of tax collections in the District. The District is 99.2% collected for 2016.

John Wright reported as to operational matters in the District. There are 2,233 connections in the District.

John Bleyl reported as to engineering matters in the District. The Board authorized the engineer to commence work to design and bid a project including: Wastewater Plant No. 1 GST Painting, Wastewater Plant No. 1 check valve replacement, Wastewater Plant No. 1 hydro tank replacement, and Wastewater Plant No. 1 booster pump rehab. The Board approved Pay Estimate No. 1 and Final to Rebel Contractors, Inc. in the amount of \$61,640 for lift station driveway, bulkhead, and ditch rehab. The Board also approved Change Order No. 1, a deductive change order to reconcile the final project amount, \$10,550 under budget.

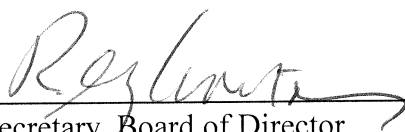
The Board discussed a utility reimbursement for sections 98 and 99 and requested the engineer research whether the original line was reimbursed in a previous bond issue of the District. Prior to the time when the developer re-routed the same at additional cost.

The Board considered expenditure limits for repairs deemed necessary prior to board meetings. The Board unanimously authorized repairs up to the amount of \$5,000 prior to board meetings with Director Montgomery's approval of the same

The Board unanimously approved a Consent to Encroachment for Scott and Tina Thames on Lots 5 and 6, Block 3, Section 37, subject to an exhibit revision by the engineer.

There was presented to the board a list of bills for the approval of payment, a copy of which is attached hereto. After discussion, upon motion duly made, seconded and unanimously carried, the board approved said bills and ordered checks to be issued on the appropriate accounts of the District in payment thereof.

There being no further business to come before the board, the meeting was duly adjourned.


Secretary, Board of Director