

**MONTGOMERY COUNTY MUNICIPAL UTILITY DISTRICT NO. 18**

Minutes of Meeting of Board of Directors

January 17, 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 January 17, 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:

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

and the following directors absent:

Linda B. Pierce, President

Also present at the meeting were Courtney L. Young of Young & Brooks, Wendy Austin of District Data Services, Ken Byrd of Equi-Tax, Inc., John Wright of Hays Utility Service Corporation, John Bleyl, P.E. of Bleyl & Associates, Mark Eyring of Roth & Eyring, PLLC, and Terry Gent.

The vice 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 December 13, 2016.

Wendy Austin reported as to bookkeeping matters in the District.

Ken Byrd reported as to the status of tax collections in the District. The District is 99.6% collected for 2015.

John Wright reported as to operational matters in the District. There are 2,188 connections in the District.

John Bleyl reported as to engineering matters in the District. The board unanimously approved Pay Estimate No. 3 to Teal Services, LLC, in the amount of \$12,915.00 for emergency generator at Water Plant No. 2. The board approved Pay Estimate No. 3 to W. W. Payton Corporation in the amount of \$396,675.00 for Water Plant No. 1 improvements.

The board unanimously approved Third Amended and Restated Drought Contingency Plan.

Mark Eyring presented the audit for the fiscal year ending September 30, 2016. After discussion upon motion duly made, seconded and unanimously adopted, the board approved the audit for the fiscal year ending September 30, 2016, as amended.

The board approved corrected Change Order No. 1 to W. W. Payton Corporation for Water Plant No. 1 improvements, for change of cooling towers, correcting change order amount to \$19,000.00.

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.

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Secretary, Board of Directors