

MONTGOMERY COUNTY MUNICIPAL UTILITY DISTRICT NO. 18

Minutes of Meeting of Board of Directors

April 18, 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 April 18, 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:

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

and the following directors absent:

None

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, Jeff Williams, Scott Shelburn and Trey Halberdier of Halberdier Real Estate, Steve Seay of Bentwater Yacht and Country Club, LLC. Terry Gent and Morris Bayard.

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 March 21, 2017.

Scott Shelburn and Trey Halberdier discussed a 35 acre development across FM 1097 and possible annexation.

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 97.3% collected for 2016.

John Wright reported as to operational matters in the District. There are 2,195 connections in the District.

The board discussed bulkhead drainage issues and authorized the operator to proceed with repairing the storm outfall failure on Edgewood.

The board discussed a schedule for generator testing.

John Bleyl reported as to engineering matters in the District. The board approved Pay Estimate 6 and final for Water Plant No. 2 emergency Generator Project to Teal Services, LLC for \$43,816.75. The board approved reconciliation change order No. 1 for a saving of \$9,500.00. The board approved the project as complete.

The board discussed Water Well No. 4 Construction and Corrosivity issues. The board authorized the engineer to proceed with additional testing of water corrosivity and respond to TCEQ request.

Steve Seay, project manager of Bentwater Yacht and Country Club, LLC presented his report for an access easement request.

After discussion, the board has determined to not grant an access easement and instead proceed toward a land swap to solve Bentwater Yacht and Country Club, LLC's access issue. The board authorized the operator and engineer to evaluate potential land for the transaction.

Morris Bayard, a resident in the District, discussed water pressure concerns at his residence and operator will look into options to remedy the issue.

President Pierce announced the board's entry into an Executive Session, pursuant to the authority of the Texas Water Code and with the provisions of the Open Meetings Act, Texas Government Code Sec. 551.071, as amended, and in compliance therewith stated:

1. A quorum consisting of the following board member will be present at this Executive Session:

Linda B. Pierce, President

Louis J. Tichacek, Vice President

Rex Cambern, Secretary

Gary Montgomery, Assistant Secretary

Susan McFarland, Treasurer

2. Also present was Courtney Young of Young & Brooks and John Bleyl.
3. In accordance with Texas Government Code Sec. 551.074, the items of business to be considered and transacted at said Executive Session are as follows:

Legal Matters.

All the conclusion of the Executive Session, an announcement was made to all present in the office that the Executive Session had adjourned, and the public session of the meeting was reconvened.

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 Directors