

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

Minutes of Meeting of Board of Directors

September 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 September 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:

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

and the following directors absent:

Linda B. Pierce, President  
Susan McFarland, Treasurer

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, Tiana Smith of Waste Management, and Nancy Busen.

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 August 15, 2017.

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 99.1% collected for 2016.

Vice President Tichacek announced that one purpose of this board meeting is to conduct a public hearing on the District’s proposed tax rate for 2017. The board noted that the District tax assessor has published the required notice for the public hearing and that the public hearing is also noted on the agenda for this board meeting. The board reviewed discussions at the previous meetings leading to the proposed tax rate as reflected in the published notice. Vice President Tichacek then declared the public hearing open and invited questions and comments from the public.

There were no questions or comments from the public, the public hearing was closed.

The board then considered the attached Order Establishing Ad Valorem Tax Rate for 2017, which was reviewed by the board, passed, and adopted upon motion duly made, seconded and unanimously carried authorizing a tax rate of \$0.20 for debt service and \$0.13 for maintenance and operation purposes for a total tax rate of \$0.33 per \$100 valuation for 2017. The directors present were authorized to execute the Amendment to District Information Form.

John Wright reported as to operational matters in the District. There are 2,223 connections in the District. The District's facilities operated as expected during and following Hurricane Harvey. A determination of possible home flooding is being conducted.

John Bleyl reported as to engineering matters in the District. The board unanimously accepted a bid and awarded a contract to Rebel Contractors, Inc. for Bentwater Lift Station 17 Driveway and Section 63 Bulkhead & Ditch Rehabilitation, for a total bid amount of \$72,190.

The board authorized the operator to proceed with construction of a drainage swale at the church, pending review and approval by the attorney of an agreement related thereto.

The Engineer and board discussed feasibility of the Halberdier development. The board unanimously moved to accept the feasibility study as presented by the engineer.

The board approved and consented to a Correction Special Warranty Deed for tracts in the District owned by the Terry and Karen McLachlan Family Trust.

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