

MONTGOMERY COUNTY MUNICIPAL UTILITY DISTRICT NO. 18

Minutes of Meeting of Board of Directors

August 21, 2018

The Board of Directors of the Montgomery County Municipal Utility District No. 18 (the "District") held a regular meeting, open to the public, August 21, 2018, 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
Nancy Busen, Assistant Secretary
Susan McFarland, Treasurer

and the following directors absent:

Gary Montgomery, Secretary

Also present at the meeting were Courtney Young of Young & Brooks, Wendy Austin of District Data Services, Kenneth Byrd of Equi-Tax, Inc., John Wright of Hays Utility Services Corporation North, Jennifer Steen, P.E. of Bleyl & Associates, Tiana Smith of Waste Management, Drew Masterson of Masterson Advisors, Terry Gent, Earl Fuller, and Trey Halberdier.

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 July 17, 2018.

Wendy Austin reported as to bookkeeping matters in the District. The board discussed the budget for the 2018-2019 fiscal year. The board unanimously approved the budget for fiscal year ending September 30, 2019, as amended to reflect additional \$100,000.00 as discussed.

Kenneth Byrd reported as to the status of tax collections in the District. The District is 98.9% collected for 2017. The board unanimously approved writing off a delinquent account as recommended by Tax Assessor.

John Wright reported as to operational matters in the District. There are 2,250 connections in the District.

Jennifer Steen reported as to engineering matters in the District. The board unanimously

accepted the bid and awarded the contract for Wastewater Treatment Plant Fine Air Diffuser Replacement to T&G Construction for \$207,000.

The board unanimously authorized the engineer to proceed with design work for the Water Plant No. 2 Cooling Tower Replacement.

Tiana Smith discussed the Waste Management schedule change.

The board unanimously approved Insurance Renewal Proposals for Property and General Liability, Boiler and Machinery, Directors and Officers Liability , and Consultant Bonds.

Trey Halberdier discussed a new design concept for the 35 acre tract.

Drew Masterson discussed the 2018 tax rate. After discussion and motion duly made, seconded and unanimously adopted, the Board authorized publication of the 2018 tax rate at \$0.19 for debt service and \$0.14 for maintenance and operation purposes for a total 2018 tax rate of \$0.33.

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