

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

Minutes of Meeting of Board of Directors

September 18, 2018

The Board of Directors of the Montgomery County Municipal Utility District No. 18 (the "District") held a regular meeting, open to the public, September 18, 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  
Susan McFarland, Treasurer

and the following directors absent:

Gary Montgomery, Secretary  
Nancy Busen, Assistant 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, John Bleyl, P.E. of Bleyl & Associates, Brian Edwards, Fire Chief of ESD #2, and Earl Fuller.

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

The board appointed Louis Tichacek as Secretary Pro-Temp for today's meeting.

The board approved the minutes of the board meeting held on August 21, 2018.

Wendy Austin reported as to bookkeeping matters in the District.

Kenneth Byrd reported as to the status of tax collections in the District. The District is 99.3% collected for 2017.

John Wright reported as to operational matters in the District. There are 2,253 connections in the District.

John Bleyl reported as to engineering matters in the District. The board approved Pay Est. No. 4 and final to Nunn Construction for Water Plant #1 Improvements in the amount of \$108,305.50 and Deductive Change Order No.1 for \$59,645.00. The board unanimously approved

a contract with T&G Construction for Wastewater Treatment Plant Fine Air Diffuser Replacement, as awarded by the board at their August meeting.

Brian Edwards, the Fire Chief of ESD #2 addressed the board to request that the board consider selling to the ESD the land that they are currently leasing from the district.

President Cambern announced that one purpose of this board meeting is to conduct a public hearing on the District's proposed tax rate for 2018. 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. President Cambern 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 2018, which was reviewed by the board, passed, and adopted upon motion duly made, seconded and unanimously carried authorizing a tax rate of \$0.19 for debt service and \$0.14 for maintenance and operation purposes for a total tax rate of \$0.33 per \$100 valuation for 2018.

John Bleyl presented a request for a consent to encroachment for Stephanie Vaught at Sec. 24, Block 1, Lots 24 & 25. After discussion with the engineer, and being no utilities in easement, the board granted conditional approval of the Consent to Encroachment, contingent on the execution of approved documents and payment of fees, unless the owner moves their construction plans out of the District's easement.

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