

MINUTES OF REGULAR MEETING  
BRAZORIA COUNTY MUNICIPAL UTILITY DISTRICT NO. 18  
HARRIS AND BRAZORIA COUNTIES, TEXAS

July 23, 2019

THE STATE OF TEXAS

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HARRIS AND BRAZORIA COUNTIES

The Board of Directors (the "Board") of Brazoria County Municipal Utility District No. 18 (the "District") of Harris and Brazoria Counties, Texas, met in regular session, open to the public, at 5:00 p.m., on the 23rd day of July 2019, at the First United Methodist Church, 2314 N. Grand Blvd., Pearland, Brazoria County, Texas, outside the boundaries of the District, and the roll was called of the duly constituted officers and members of the Board, to-wit:

Kerri Connor	President
Wesley J. Boyer	Vice President
Ronald Gerlach	Assistant Vice President
Richard W. Wach	Secretary/Treasurer
O.E. (Mickey) McDonald	Assistant Secretary/Treasurer

All members of the Board were present, with the exception of Director Boyer, thus constituting a quorum.

Also present were Ms. Brittini Silva of Assessments of the Southwest, Inc., the District's Tax Assessor/Collector; Ms. Dana Davis of Myrtle Cruz, Inc., the District's Bookkeeper; Mr. Jaime Salinas, P.E. of Huitt Zollars, Inc., the District's Engineer; Mr. Mark Eyring of Mark C. Eyring, CPA., PLLC., the District's Auditor; Ms. Kim Cosco of Champions Hydro-Lawn, the District's Detention Maintenance provider; and Mr. John R. Wallace of Bacon & Wallace, L.L.P., the District's Attorneys.

WHEREUPON, following a notation that notices of the meeting had been duly posted in accordance with the law, copies of which are attached hereto as exhibits, the meeting was called to order.

PLEDGE OF ALLEGIANCE

Director McDonald led the meeting in the Pledge of Allegiance.

PUBLIC COMMENTS

There were no public comments.

## APPROVAL OF MINUTES

Minutes for the meeting of the Board of Directors held on June 25, 2019, were presented for review and approval. Upon motion duly made and seconded, the Board voted unanimously to approve the minutes as presented.

## TAX ASSESSOR/COLLECTOR'S REPORT

Brittini Silva presented the Tax Assessor/Collector's Report, a copy of which is attached hereto as an exhibit. Ms. Silva reported that 98.7% of the District's 2018 tax levy had been collected. She next reviewed Perdue, Brandon, Fielder, Collins & Mott, L.L.P., delinquent tax report, a copy of which is attached hereto as an exhibit. She stated that more research was needed on the Thomas A. Ferguson account. Ms. Silva reported that Mr. Ferguson was deceased, and the property was for sale. Ms. Silva next requested Board approval to waive the penalty and interest paid to Harris County for taxes; although she noted no payment had been received from the District. Ms. Silva informed the Board that she could not identify if the District or the agent had made a mistake. Mr. Wallace stated there was no legal basis to grant a waiver.

Ms. Silva informed the Board that the 2019 certified values for the District and Harris County would be presented at the September meeting. Upon motion duly made and seconded, the Board voted unanimously to approve the Tax Assessor/Collector's Report.

## BOOKKEEPER'S REPORT

Dana Davis presented the Bookkeeper's Report, a copy of which is attached hereto as an exhibit. Ms. Davis informed the Board that the City of Pearland's MUD fees had been received. She reported that the next debt service payment was due September 1, 2019. Ms. Davis reviewed the twelfth month of the year-to-date budget, a copy of which is attached hereto as an exhibit. She reported that the District had a surplus of \$50,191.77. Ms. Davis then reviewed the budget for the fiscal year ending 2020. Upon motion duly made and seconded, the Board voted unanimously to adopt the budget for the fiscal year ending 2020. Upon motion duly made and seconded, the Board voted unanimously to approve the Bookkeeper's Report, the Investment Report, and payment of checks as presented.

## CONSIDER PROPOSAL FOR PINE HOLLOW DRAINAGE CHANNEL

Mr. Salinas stated he would review the proposal with the new HOA representative.

## ENGINEER'S REPORT/DETENTION POND MAINTENANCE

Mr. Salinas reviewed the Engineering and Detention Maintenance Reports, copies of which are attached hereto as exhibits. He reported that the July mowing and summer fertilization had been completed.

Mr. Salinas reported that there was one dead spot at Bella Vita pond, and it should improve with the recent rains. He stated that the developer had commenced work on the driveway and landscaping for the Villa Masters remote pond.

Mr. Salinas stated that he inspected the ponds several weeks ago before the expected storm, and they had to remove some debris. He informed the Board that he would review the maintenance schedule and repair projects with Kim Cosco. Upon motion duly made and seconded, the Board voted unanimously to approve the Engineer's Report as presented.

#### APPROVE AUDITOR'S CONTRACT

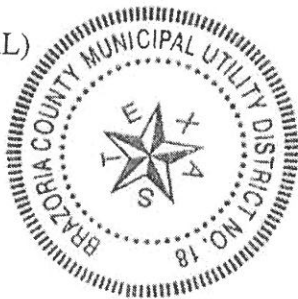
Mark Eyring presented his firm's letter of understanding to prepare the District's Annual Audit Report for the fiscal year ending 2020, a copy of which is attached hereto as an exhibit. He informed the Board that the annual \$8,525 fee would cover fiscal year ending 2019 and 2020. Mr. Eyring next proposed that the Board consider holding the price for the next two years. Upon motion duly made and seconded, the Board voted unanimously to approve the Auditor's letter of understanding

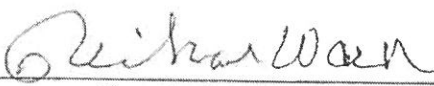
#### ATTORNEY'S REPORT

Mr. Wallace reviewed Senate Bill 239, and he informed the Board that there would be changes to the tax rollback limit starting in the 2020 tax year. Mr. Wallace informed the Board that the District would likely be classified as a Developer's District. He stated that if the rollback rate exceeded last year's rate of 1.035, then a rollback election would be automatic. Mr. Wallace said there would not be a petition process.

There being no further business to come before the Board, the meeting was adjourned.

(SEAL)



  
Secretary, Board of Directors