

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

April 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 April 2019, at the Bellavita Clubhouse, 12284 Shadow Creek Parkway, 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 Conner	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, 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 of Huitt Zollars, Inc., the District's Engineer; Ms. Julie Williams of Rathmann & Associates, the District's Financial Advisor; Mr. Mike Fortier, Billy Potter and Joe Hearn, residents in the District; 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 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

Mike Fortier, Billy Potter and Joe Hearn, residents in the District attended the meeting.

APPROVAL OF MINUTES

Minutes for the meeting of the Board of Directors held on March 26, 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

Brittni Silva presented the Tax Assessor/Collector's Report, a copy of which is attached hereto as an exhibit. Ms. Silva reported that 97.38% of the District's 2018 tax levy had been collected. She stated that there were no delinquent tax recommendations. Upon motion duly made and seconded, the Board voted unanimously to approve the Tax Assessor/Collector's Report as presented.

BOOKKEEPER'S REPORT

Dana Davis presented the Bookkeeper's Report, a copy of which is attached hereto as an exhibit. She informed the Board that a tax transfer in the amount of \$80,000 had been received from the Debt Service Fund account. She next reported that the water and sewer rebate MUD fees had been received from the City of Pearland. Ms. Davis reviewed the Investment Report and the ninth month of the year-to-date budget, copies of which are attached hereto as exhibits. She then stated that she would review the first draft of the budget at the May meeting. 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.

FINANCIAL ADVISOR'S REPORT

Julie Williams discussed the \$8,620,000 Unlimited Tax Refunding Bonds, Series 2019 bond issue and the draft Preliminary Official Statement ('POS'), copies of which will be kept in the District's permanent files. She informed the Board that a draft of the POS had been sent to everyone. She next reviewed the numbers on the potential refunding. Ms. Williams recommended SAMCO as the lead underwriter noting that their discount was .754%. She informed the Board that a present value savings as a percent of the principal amount of the bonds being refunded was 5.51%. She recommended a minimum parameter of 3% with a total estimated savings of \$446,755. Ms. Williams asked the Board to authorize the parameter sale, and stated that she would provide a letter to summarize the details. Upon motion duly made and seconded, the Board voted unanimously to approve the distribution of the POS and authorized the parameter sale of the refunding bonds with a minimum three percent present value savings. Upon motion duly made and seconded, the Board voted unanimously to approve the disclosure letter and SAMCO Capital Markets as lead underwriter, RBC Capital Markets as co-underwriters, and Rathmann & Associates as Financial Advisor.

Mr. Wallace then presented and reviewed the required documents for the Bonds, including: 1) Bond Order, 2) Paying Agent/Registrar Agreement, 3) General Certificate, 4) Signature Identification and No litigation Certificate, 5) letters to the Attorney General and Comptroller, and among others. Copies of the Bond documents will be kept in the District's permanent files. Upon motion duly made and seconded, the Board voted unanimously to approve the documents as presented, and further to authorize the President to sign the Pricing Certificate and Bond Purchase Agreement, and the Financial Advisor and Attorney to do all things necessary to secure the closing of the Bonds.

ENGINEER'S REPORT/DETENTION POND MAINTENANCE

Jaime Salinas reviewed the Engineering and Detention Maintenance Reports, copies of which are attached hereto as exhibits. He reported that the April mowing had been completed and the next overseeding and spring fertilization had been scheduled for April. He stated that the next mowing would be in May. Mr. Salinas then informed the Board that there was no update on the Villa Masters pond new roadway. He informed the Board that home sales were progressing and he expected them to commence construction soon.

With regard to the Ravenswood Section 2 north pond, Mr. Salinas informed the Board that the area was just being mowed, and it served land in the District. He stated that the Board may want to consider overseeding and fertilizing the pond. Upon motion duly made and seconded the Board voted unanimously to approve the Engineer's Report as presented.

OTHER MATTERS

Director McDonald informed the Board that the First United Methodist Church in Pearland would be available for a meeting location; although, it was outside to the District. He stated that the address was 2314 Grand Boulevard. Upon motion duly made and seconded, the Board voted unanimously to amend the meeting location and authorize the publication as such.

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

(SEAL)




Secretary, Board of Directors