

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

May 23, 2017

THE STATE OF TEXAS       §  
  §  
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 May 2017, at the City of Pearland Recreation Center, 4141 Bailey Road, 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:

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

All members of the Board were present, thus constituting a quorum.

Also present were Ms. Dana Davis of Myrtle Cruz, Inc., the District's Bookkeeper; Ms. Esther Kumaga of Assessments of the Southwest, Inc., the District's Tax Assessor/Collector; Mr. Jaime Salinas, P.E., of Huitt Zollars, Inc., the District's Engineer; Ms. Stacey Wagner of Champions Hydro-Lawn; and Mr. John R. Wallace of Bacon & Wallace, L.L.P., the District's Attorney.

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 Boyer led the meeting in the Pledge of Allegiance.

APPROVAL OF MINUTES

Minutes for the meeting of the Board of Directors held on April 25, 2017 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

Esther Kumaga presented the Tax Assessor/Collector's Report, a copy of which is attached hereto as an exhibit. Ms. Kumaga reported that 97.93% of the District's 2016 tax levy had been collected. Upon motion duly made and seconded, the Board voted unanimously to approve the Tax Assessor/Collector's Report and the disbursements from the tax account.

## 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 one Certificate of Deposit had been renewed. She stated \$1,890,000 had been transferred from the Compass Bank Debt Service Fund account to the Texpool Debt Service Fund account. Ms. Davis reported that the City of Pearland (the "City") tax rebate had been received in the amount of \$887,219.21 and she had reviewed the rebate schedule. It was noted that Tommy Lee of the Brazoria County tax office had confirmed with Esther Flores that the City was previously not including Harris County portions and have corrected their calculation formula. She presented the correct Tax Rebate Tax Year 2016 schedule, a copy of which is attached hereto as an exhibit. The Board discussed the monthly fees received from the City based on the house count. The Board noted that the fees were previously estimated and are now based on the actual number of houses, since the District is built out.

With regard to the tax rebate, Ms. Davis stated the District needed to obtain a detailed report of taxes by year. She then reviewed the Investment Report and presented the draft budget for fiscal year ending June 30, 2018, copies of which are attached hereto as exhibits. 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.

## ENGINEER'S REPORT/DETENTION POND MAINTENANCE

Jaime Salinas presented the Engineer's Report, a copy of which is attached hereto as an exhibit. He informed the Board that the detention ponds were in good condition. He indicated that the mowing had been completed for May and the next scheduled mowing would be in July 2017.

Mr. Salinas informed the Board that he had spoken with the City regarding the Villa D' Este Section 2 storm water quality fixture, and the City had agreed to maintain it. Director McDonald informed the Board that the structure was still holding water and Champions Hydro-Lawn was still cleaning the channel. He said water was coming from the sprinkler system. A discussion ensued among the Board. Upon motion duly made and seconded, the Board voted unanimously to approve a \$250.00 expenditure for a new sign for Town Lakes Estates.

Director McDonald and Director Boyer informed the Board they had registered for the Association of Water Board Directors conference. Ms. Davis stated she would confirm their registration.

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



Richard W. Woch  
Secretary, Board of Directors