

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

June 27, 2023

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, at Busy Bee Café, 4904 Broadway Street, Pearland, Brazoria County, Texas, open to the public, at 5:00 p.m. on June 27, 2023. 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
Mike Orlando	Secretary/Treasurer
William (Bill) Burdick	Assistant Secretary/Treasurer

All Directors were present with the exception of Director Connor, thus constituting a quorum. Director Orlando participated via telephone.

Also present were Mr. Cameron Brown of Assessments of the Southwest, Inc., the District's Tax Assessor; Mr. Louis Cevrian of Champions Hydro-Lawn, Inc., the District's Detention Pond Maintenance Provider; Ms. Dana Davis of Myrtle Cruz, Inc., the District's Bookkeeper; Mr. Russell Cosbey, P.E. of Huitt Zollars, Inc., the District's Engineer; Mr. Mark Eyring, CPA, PLLC, the District's Auditor; Mr. Walter Pasciak, a resident of the District; and Ms. Penny McDonald of Bacon, Wallace & Philbin, 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.

APPROVAL OF MINUTES

The minutes of the Board of Directors meeting held on May 23, 2023, were presented for review and approval. Upon motion duly made and seconded, the Board voted unanimously to approve the minutes as presented.

PUBLIC COMMENTS

There were no public comments.

TAX ASSESSOR/COLLECTOR'S REPORT

Cameron Brown presented the Tax Assessor/Collector's Report, a copy of which is attached hereto as an exhibit. Mr. Brown stated 98.62% of the District's 2022 tax levy had been collected as of

the previous month. He informed the Board the certified assessed values had not been received from either Harris or Brazoria County. Mr. Brown then discussed disbursements from the Tax Account, including transfers to the Debt Service Fund and the Maintenance and Operations Fund. He also reviewed the delinquent tax roll, a copy of which is attached hereto as an exhibit. 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 reviewed the Bookkeeper's Report, a copy of which is attached hereto as an exhibit. Ms. Davis discussed the District's account balances and reviewed checks being presented for approval. She stated the City of Pearland rebate in the amount of \$791,400.43 had been received and deposited in the District's TexPool account.

Ms. Davis then reviewed the eleventh month year-to-date Operating Budget, a copy of which is attached hereto as an exhibit. She also presented the Operating Budget for the fiscal year ending 2024, a copy of which is attached hereto as an exhibit. The Board discussed the Budget briefly. Upon motion duly made and seconded, the Board voted unanimously to adopt the Operating Budget for the fiscal year ending 2024 and to approve the Bookkeeper's Report as presented.

ENGINEER'S/DRAINAGE MAINTENANCE REPORT

Russell Cosbey reviewed the Engineer's Report, a copy of which is attached hereto as an exhibit. Mr. Cosbey presented the detention maintenance summary, noting the next mowing would occur in July. He informed the Board that total detention maintenance costs to date were \$130,238 and stated that all detention ponds were in good condition. The Board and Engineer entered into a brief discussion regarding the detention maintenance budget for the fiscal year ending 2024, and it was noted that the amount approved in the Operating Budget was \$138,000. Upon motion duly made and seconded, the Board voted unanimously to approve the detention maintenance budget of \$138,000 for the fiscal year ending 2024 and to approve the Engineer's Report as presented.

ENGAGEMENT OF AUDITOR

Mark Eyring addressed the Board regarding the engagement of his firm to conduct the District's 2023 and 2024 fiscal year end audits. He then presented an engagement letter, a copy of which is attached hereto as an exhibit. Mr. Eyring proposed a two year engagement at a cost of \$10,050 per year. He said this represented an increase from the previous year's cost of \$8,525, which was due to increased expenses. After discussion and upon motion duly made and seconded, the Board voted unanimously to approve the engagement letter as presented.

ATTORNEY'S REPORT

Ms. McDonald discussed the recently passed legislation which would allow the Board to establish Director per diems equal to the amount set by the Texas Ethics Commission for the Texas Legislature. She noted that effective June 18, 2023, the per diem rate would be increased from \$150 to \$221. Ms. McDonald then presented an Amended Resolution Regarding Fees of Office, a copy of which is attached hereto as an exhibit. She noted that approval of the Resolution would be ratified at the next meeting. Upon motion duly made and seconded, the Board voted unanimously to approve the Resolution as presented.

OTHER MATTERS

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




Secretary, Board of Directors