

SPRING CREEK FOREST PUBLIC UTILITY DISTRICT

Minutes of Meeting of Board of Directors

April 9, 2019

The Board of Directors ("Board") of Spring Creek Forest Public Utility District ("District") met at 2727 Allen Parkway, Suite 1100, Houston, Texas, on April 9, 2019, in accordance with the duly posted notice of said meeting, with a quorum of directors present, as follows:

R. W. (Rick) Kehlenbach, President
Wayne Cherry, Vice President
Janet E. Frakes, Secretary
Tom Buffington, Director

and the following was absent:

Kennon Evett, Jr., Director.

Also present were Ms. Claudia Redden, representing the District's bookkeeper, Ms. Cindi Oliver representing the District's tax assessor/collector; Mr. Mark Ivy, representing the District's operator; Ms. Amber Hurd, representing the District's engineer; Ms. Anthea Moran, representing the District's financial advisor; and Ms. Lori G. Aylett, attorney for the District.

The President called the meeting to order and declared it open for such business as might properly come before it.

1. Minutes of the meeting held March 12, 2019 were presented for the Board's review and approval. Upon motion duly made, seconded and unanimously carried, the Board approved the minutes as presented.

2. Ms. Cindi Oliver presented the tax assessor/collector's report, a copy of which is attached. The report reflects that 2018 taxes are 96.5% collected. All prior years' tax collections are over 99% collected. Three checks were presented for the Board's review and approval. Upon unanimous vote, the Board approved the tax assessor/collector's report as presented.

3. Mr. Mark Ivy presented an operations report, a copy of which is attached. The District accounted for 97.73% of the water produced during the month of February. The District billed \$72,160.13 and collected \$73,143.30. The District has 811 connections. 4.342 million gallons of water came from the North Harris County Regional Water Authority, and the District pumped 0.670 million gallons of water from its wells. The operator reported they are working on installing the new fire hydrant. The operator then presented a write-off list in the amount of \$2,891.64. The operator suggested that during the next regular review of the Rate Order, the Board should consider increasing the customer deposit amount. This action may serve to lessen the write-offs. Upon unanimous vote, the Board approved the operations report as presented.

4. Ms. Amber Hurd presented an engineer's report, a copy of which is attached. The engineer reported Resicom has completed 92% of the force main replacement.

The engineer recommended approval of Pay Application No. 7 in the amount of \$109,369.46, and the Board concurred. The engineer reported they still need to abandon the old force main. Ms. Hurd noted she will make sure the neighboring district's operator gets paid for the repairs caused by Resicom hitting their water line.

Ms. Hurd reported they met with the Harris County Flood Control District to discuss the Spring Gully channel improvements. The Flood Control District promised to take care of all the erosion and silting issues if the District will deed over properties and easements. The engineer next reviewed the attached Bammel sewage treatment plant project report. Upon unanimous vote, the Board approved the engineer's report as presented.

5. The Board next considered the attached Order Amending the Drought Contingency Plan. Upon unanimous vote, the Board adopted the attached Drought Contingency Plan as presented.

6. The Board then considered the attached Order Adopting Water Conservation Plan. Upon unanimous vote, the Board adopted the Water Conservation Plan as presented.

7. The Board then ratified termination of its contract with TechRadium.

8. The Board conveyed certain property and rights-of-way to the Harris County Flood Control District for permanent maintenance, in accordance with the engineer's recommendation and in consideration of the promise of Harris County Flood Control District to make necessary channel improvements.

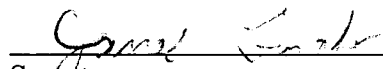
9. Anthea Moran presented a proposal to refund certain outstanding bonds of the District to achieve a net present value savings. At present, the District can achieve approximately 4.14% present value savings. The City of Houston requires 3% present value savings for a bond issue to be feasible. After discussion, the Board voted unanimously to authorize the financial advisor to proceed with the plan of financing and marketing for proposed Series 2019 Refunding Bonds.

The financial advisor presented a list of underwriters. Upon unanimous vote, the Board selected Robert W. Baird & Co., Inc. to act as underwriter in the proposed refunding bond transaction.

10. Ms. Claudia Redden presented a bookkeeper's report, a copy of which is attached. After discussion, upon unanimous vote, the Board approved the bookkeeper's report and payment of the bills listed thereon.

11. The Board asked that the garbage contractor attend the next meeting to discuss terms of service.

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


Secretary