

**MINUTES OF REGULAR MEETING
FOUNTAINHEAD MUNICIPAL UTILITY DISTRICT
SEPTEMBER 18, 2019**

The Board of Directors of Fountainhead Municipal Utility District of Harris County, Texas, met in regular session, open to the public, at the regular meeting place thereof, on September 18, 2019, and the roll was called of the duly constituted officers of the Board, to-wit:

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|---------------------|-------------------------------|
| Sidney A. Hubbard | President |
| Paul Cemer | Vice President |
| Bob Grace | Secretary |
| Norm Warwick | Treasurer |
| Joseph Lee Saunders | Assistant Secretary/Treasurer |

and all of said Directors were present, thus constituting a quorum.

Persons also present included DeWayne and Christine High of WET Services, Inc.; Teague Harris of IDS Engineering Group; Rene Andel of Wheeler & Associates; Sarah and later Claudia Redden of Claudia Redden & Associates; and Michael Cole of Michael A. Cole, P.C.

CUSTOMER COMMENTS

There were none.

SECURITY REPORT

There was none.

MINUTES

Director Cemer moved the approval of the September 4, 2019 meeting minutes and Director Warwick seconded the motion, which carried by unanimous vote.

ENGINEER REPORT

Mr. Harris submitted the report. Among other matters he said that the District would owe about \$322,400 for the UV system to be installed at the 109 wastewater treatment plant which system was being designed by the 109 Engineer; the project manager of the HCFCD drainage project that included Sarti has changed and he continues to pursue assisting the Flood Control on the project; and he is “cleaning up” the capital improvement plan for District improvements and repairs and it will include the 109 work, recoating of tanks other than just the hydropneumatic tank that had been done recently, replacing the Ground Storage Tank at Water Plant No. 1 and possibly moving the power line to the plant. He suggested that upgrades to the Wastewater treatment plant at 109 could

cost the District in excess of \$700,000. He suggested that the “CIP” could be considered at the October 2 meeting and then later an on the ground walk through facilities could be scheduled. Director Warwick suggested that perhaps the roof to the Storage Tank at Water Plant No. 2 needs replacement, to which the Engineer responded he would look at that. Discussion returned to the power lines serving Water Plant No. 1 and the expense of same. Director Cemer suggested that perhaps when the tank was replaced it be done with a taller tank of the same capacity which with a smaller foot print might obviate having to move the power line. Teague Harris thanked the Director for what might prove to be a good way to minimize the cost to the District and said he would explore that possibility. Director Grace suggested that if the boat restaurant is not doing well perhaps that land could be purchased which would make more land available for the site of the ground storage tank. At the conclusion of the report **it was approved on the motion of Director Cemer, the second of Director Warwick and the unanimous vote of the Board.**

BOOKKEEPER AND INVESTMENT OFFICER REPORT

Ms. Redden submitted her report. The report noted that \$20,000 had been received from the Emergency Services District No. 29 for its share of the generator at the Elevated Water Storage Tank; that \$5,120,000+ had been received from the City of Houston for its SPA with the District; and that the TexPool rate had increased to 2.1%. At the conclusion of the report **Director Cemer moved its approval including the investment officers report and the bills, which motion was seconded by Director Grace and carried unanimously.** The bills as approved for payment are reflected in the report.

TAX ASSESSOR-COLLECTOR REPORT

There was no report to be given.

UTILITY OPERATOR REPORT

DeWayne High submitted the written report. Among other facts presented the operator reported there had been 18,231,670 gallons ground water pumped and surface water supplied which had been sold for the month which was up 2,000,000 gallons from the prior month but remained less than that for the same period last year. He also stated that there was apparently a 10 percent discrepancy in what the Authority was charging the district for water and what the District’s meters suggested should have been billed to the District. He indicated that the Authority folks expressed a willingness to work with the District to determine what should have been charged and if warranted to make adjustments. It was explained that the District’s own meters for water production and what was being taken from the Authority had just been calibrated so they should be accurate. The Board was also told that while there were 60 accounts up for termination, no terminations had been necessary for the prior month period. The Board reviewed the proposed terminations at the conclusion of which **Director Cemer moved the approval of the report and authorization for the termination of those accounts all of whom had been notified of their delinquency and right**

to appear before the Board to contest such termination for non-payment of their account. The motion was seconded by Director Warwick and carried unanimously.

ATTORNEY REPORT

The attorney stated that there was no report to be made.

NORTH HARRIS COUNTY REGIONAL WATER AUTHORITY REPORT

Director Warwick reported that a number of small projects were reported upon at the meeting of the Authority and that Al Rendl had appeared before the Fountainhead R&M.

P3, PRESIDENT AND DISTRICT 109 REPORTS

Director Hubbard said that the 109 Engineers continued to work on the design of the UV disinfection system and other improvements for the plant and that Fountainhead MUD would set the tax rate at the next meeting.

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

(SEAL)


Secretary, Board of Directors

CUMULATIVE COMMITMENTS FOR ACTION
FOUNTAINHEAD MUNICIPAL UTILITY DISTRICT
MEETING OF SEPTEMBER 18, 2019

1. **ATTORNEY** no action was required of the Attorney.
2. **OPERATOR** to continue working with Authority to correct or better calculate the amount of water being charged to the District as supplied by the Authority.
3. **ENGINEER** complete the CIP, inspect roof to No. 2 Ground Storage Tank, and review the suggestion of a smaller diameter ground storage tank to obviate moving power line to plant.

[commitments that are unchanged are shown in italics.]