

MINUTES
HARRIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 501

September 6, 2017

The Board of Directors (the "Board") of Harris County Municipal Utility District No. 501 (the "District") met in regular session, open to the public, on the 6th day of September, 2017, at the offices of Allen Boone Humphries Robinson LLP, 3200 Southwest Freeway, Houston, Texas, outside the boundaries of the District, and the roll was called of the members of the Board:

James Harkrider	President
Sandy Steriti	Vice President
Henry F. Abel, Jr.	Secretary
George Gentry	Assistant Secretary
Amy Markiewicz	Assistant Vice President

and all of the above were present, thus constituting a quorum.

Also present at the meeting were Curtis Brown and Jerrell Wolff of Residential Recycling & Refuse of Texas, Inc. ("RR&R"); Colette Garcia, Sandra Dahlke, and Marilyn Roberts, directors of Harris County Municipal Utility District No. 500 ("HC 500"); Tom Russell, member of the public; Shannon Waugh of Off Cinco; Rose Montalbano of F. Matuska, Inc.; Truman Edminster and Amy Swackhamer of Edminster Hinshaw Russ and Associates, Inc. ("EHRA"); Mike Ammel of Environmental Development Partners, LLC ("EDP"); Brenda McLaughlin of Bob Leared Interests; Loren Morales of RBC Capital Markets ("RBC"); and Alia Vinson, Katie Carner, and Jennifer Ramirez of Allen Boone Humphries Robinson LLP ("ABHR").

PUBLIC COMMENTS

There were no comments from the public.

APPROVE MINUTES

The Board reviewed the minutes of the August 2, 2017, regular meeting. After review and discussion, Director Markiewicz moved to approve the minutes of the August 2, 2017, regular meeting. The motion was seconded by Director Gentry and passed by unanimous vote.

DISCUSS IN-DISTRICT MEETING SCHEDULE, INCLUDING TOWN HALL

The Board discussed the meeting schedule, including possible in-District meetings.

BOOKKEEPER'S REPORT

Ms. Montalbano then presented the bookkeeper's report, a copy of which is attached, and submitted the bills for the Board's review.

After review and discussion, Director Markiewicz moved to approve the bookkeeper's report and the checks presented for payment. Director Steriti seconded the motion, which passed unanimously.

APPROVE ANNUAL REPORT AND AUTHORIZE FILING OF SAME IN ACCORDANCE WITH CONTINUING DISCLOSURE OF INFORMATION AGREEMENT

Ms. Vinson reviewed an Annual Report containing updated financial and operating data to be filed in accordance with the continuing disclosure provisions contained in the bond resolutions. She stated that the District is required to file certain financial and operating data with the Municipal Securities Rulemaking Board (the "MSRB") through EMMA in compliance with SEC Rule 15c2-12. Following review and discussion, Director Steriti moved to approve the Annual Report, subject to final review, authorize the attorney to submit the Annual Report in compliance with the continuing disclosure provisions contained in the bond resolutions and direct that the Annual Report be filed appropriately and retained in the District's official records. Director Abel seconded the motion, which passed unanimously.

ANNUAL REVIEW OF PROCEDURES FOR CONTINUING DISCLOSURE COMPLIANCE

The Board reviewed the District's procedures for continuing disclosure compliance. The Board concurred that no changes are required at this time.

TAX REPORT

Ms. McLaughlin presented the monthly tax report and stated that 99.1% of the District's 2016 taxes had been paid as of August 30, 2017. She also discussed the status of delinquent accounts.

Following review and discussion, Director Markiewicz moved to approve the tax report. Director Gentry seconded the motion, which carried unanimously. A copy of the tax assessor/collector's report is attached.

GARBAGE COLLECTION AND RECYCLING

Mr. Wolff introduced himself and Mr. Brown and updated the Board on the status of garbage and recycling services in the District after Hurricane Harvey. Director

Markiewicz and Director Gentry stated there has been inconsistent communication from RR&R regarding the service schedule. The Board also discussed ongoing issues with inconsistent service. Mr. Wolff requested that any service issues get reported to RR&R so they can be addressed promptly. He reported on measures RR&R has taken to improve communication and service.

Ms. Carner stated that the invitation for the October 28, 2017, e-waste and shredding event for District residents has been posted on the District's website and will be distributed in the September utility bills.

WEBSITE MATTERS

Ms. Waugh reported on website matters for the District, including Hurricane Harvey-related website traffic. Director Gentry commended Ms. Waugh for her work promptly updating the District's website during Hurricane Harvey.

OPERATIONS REPORT

Mr. Ammel presented an operator's report from EDP, a copy of which is attached. He reported on the installation of nine residential taps and meters.

Mr. Ammel updated the Board on the status of the Towne Lake regional facilities and District facilities after Hurricane Harvey. He noted that replacement water meter covers are currently on backorder and will be installed as quickly as possible.

Mr. Ammel stated he will provide cost estimates for smart meter installation for Directors Markiewicz and Gentry to review.

After review and discussion, Director Markiewicz moved to approve the operator's report. Director Steriti seconded the motion, which passed unanimously.

CONDUCT HEARING ON TERMINATION OF WATER AND SEWER SERVICE

Mr. Ammel submitted a list of delinquent accounts to the Board for termination of utility service. He stated that the accounts in question have been given written notification of the opportunity to appear, either in person or in writing, at the Board meeting to contest, explain, or correct the charges, services, or disconnection. Mr. Ammel noted that the accounts listed have neither attended the Board meeting nor contacted his office or the District to contest or explain the charges. After discussion, Director Markiewicz moved that the District's operator be authorized to proceed with termination of utility service to the accounts pursuant to the provisions of the District's Rate Order. The motion was seconded by Director Steriti and carried unanimously.

ENGINEER'S REPORT

Ms. Swackhamer presented an engineer's report from EHRA, a copy of which is attached, and reviewed it with the Board.

Mr. Edminster updated the Board on the status of the grade separation at Union Pacific Railroad and intersection improvements at Highway 290 project.

Mr. Edminster reported on the performance of the regional and District facilities during Hurricane Harvey. He stated that the overall drainage system functioned as designed, and he discussed water flow over the emergency spillway at the south end of the Master District regional detention facilities by Horsepen Creek.

SUBMERGED STORM SEWER AGREEMENTS

There was no discussion on this matter.

APPROVE PLANS AND SPECIFICATIONS AND AUTHORIZE ADVERTISEMENT FOR BIDS

The Board deferred approval of plans and specifications and authorizing advertisement for bids for construction of the water, sewer, and drainage facilities to serve Towne Lake, Section 41.

APPROVE PAY ESTIMATES AND CHANGE ORDERS FOR WATER, SEWER, AND DRAINAGE FACILITIES TO SERVE TOWNE LAKE, SECTION 44

Ms. Swackhamer updated the Board on the status of the construction of water, sewer, drainage and paving facilities to serve Towne Lake, Section 44. She stated that she had no pay estimates from D. Grimm, Inc. for the Board's approval.

APPROVE PAY ESTIMATES AND CHANGE ORDERS FOR WATER, SEWER, AND DRAINAGE FACILITIES TO SERVE TOWNE LAKE, SECTION 37

Ms. Swackhamer updated the Board on the status of the construction of water, sewer, drainage and paving facilities to serve Towne Lake, Section 37. She stated that she had no pay estimates from CNS Construction for the Board's approval.

WATER, SEWER, AND DRAINAGE FACILITIES IN TOWNE LAKE, SECTION 27

The Board concurred to defer discussion on this matter until the next meeting.

REQUESTS FOR CAPACITY RESERVATION TO HARRIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 500 (MASTER) AND REQUESTS FOR UTILITY COMMITMENTS

There was no discussion on this matter.

APPROVE CONTRACT WITH STORM WATER SOLUTIONS, L.P.

There was no discussion on this matter.

ACCEPT CONVEYANCE OR ASSIGNMENT OF DEEDS AND EASEMENTS; APPROVE ABANDONMENT OF EASEMENTS; ACCEPT UTILITY DEED

There was no discussion on this matter.

REPORT ON THE WEST HARRIS COUNTY REGIONAL WATER AUTHORITY

Mr. Ammel reported on proposed pumpage and surface water fee increases by the West Harris County Regional Water Authority.

REPORT ON DEVELOPMENT

There was no discussion on this matter.

DISCUSS MASTER DISTRICT RECREATIONAL AND DETENTION FACILITIES

Ms. Vinson reported on an unconfirmed sighting of an alligator in the regional detention facilities. She stated that A All Animal Control has been notified and has indicated that they are patrolling the lake as contracted for by HC 500, as Master District.

REPORT FROM DISTRICT CONSULTANTS REGARDING DISTRICT CORRESPONDENCE AND PROVISION OF RECORDS

Ms. Vinson reported on an open records request received by the District, a copy of which is attached.

HURRICANE HARVEY RELATED MATTERS, INCLUDING STATUS OF DISTRICT FACILITIES AND OPERATIONS AND APPROVAL OF ANY RELATED AGREEMENTS AND APPLICATIONS FOR FINANCIAL ASSISTANCE

Director Gentry commended the District's consultants and directors for their work during Hurricane Harvey. Discussion ensued regarding communications and coordination throughout the storm, including District related work performed by Directors Gentry and Markiewicz. The Board concurred that Directors Gentry and

Markiewicz should submit per diem requests for substantive work related to Hurricane Harvey.

CONVENE IN EXECUTIVE SESSION PURSUANT TO SECTION 551.071, TEXAS GOVERNMENT CODE, TO CONDUCT A PRIVATE CONSULTATION WITH ATTORNEY TO DISCUSS PENDING OR CONTEMPLATED LITIGATION, OR A SETTLEMENT OFFER

The Board did not convene in executive session.

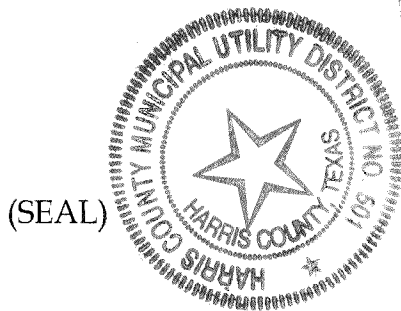
GARBAGE COLLECTION AND RECYCLING (CONT'D)

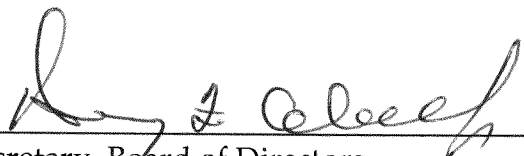
The Board discussed sending a letter documenting service issues and overall disappointment with the service received from RR&R. After review and discussion, the Board concurred to authorize ABHR to prepare the letter for discussion at the next meeting.

PUBLIC COMMENTS

There were no public comments.

There being no further business to come before the Board, the Board concurred to adjourn the meeting.




Secretary, Board of Directors

LIST OF ATTACHMENTS TO MINUTES

	Minutes
	<u>Page</u>
Bookkeeper's report.....	2
Tax assessor/collector's report	2
Operator's report.....	3
Engineer's report.....	4
Correspondence received by the District	5