

MINUTES OF REGULAR MEETING
HARRIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 102
HARRIS COUNTY, TEXAS

23 October 2017

THE STATE OF TEXAS
COUNTY OF HARRIS

The Board of Directors (the "Board") of Harris County Municipal Utility District No. 102 (the "District") of Harris County, Texas, met in regular session, open to the public, on the 23rd day of October, 2017, at the regular meeting place thereof, at 15300 Falmouth, Harris County, Texas, inside the boundaries of the District, and the roll was called of the duly constituted officers and members of the Board, to-wit:

Randal W. Ward	President
Douglas Jordan	Vice President
David Scholler	Secretary/Treasurer
Jason A. Iken	Assistant Secretary
Robert Moorman	Assistant Secretary/Treasurer and Investment Officer

and all of said persons were present with the exception of Director Scholler, thus constituting a quorum.

Also present were: Tina Kelsey of Myrtle Cruz, Inc. the District's Bookkeeper; Cathy Brittain-Drew of Assessments of the Southwest, Inc. ("Assessments"), representing Thomas Lee, the District's Tax Assessor/Collector; Dana Hollingsworth of Municipal District Services, L.L.C. ("MDS"), the District's Operator; Mike Kurzy, P.E., of AEI Engineering, L.L.C. ("AEI"), the District's Engineer; Deputy Robert Appleberry of the Harris County Sheriff's Department (the "Sheriff's Department"); Melissa Mack, a resident of the District; and Will Yale of Coats Rose, P.C. ("Coats Rose"), the District's Attorney.

Director Ward called the meeting to order.

Approval of Minutes

First, the Board considered approval of the minutes of the meeting of 25 September 2017. After discussion, upon a motion duly made and seconded, the Board voted unanimously to approve the minutes of the meeting of 25 September 2017, as written.

Public Comments

Ms. Hollingsworth reviewed with the Board an electronic mail message dated 19 October 2017 from District customer Carol Gantt, a copy of which is attached hereto as an exhibit to these minutes, in which Ms. Gantt notified the District that the cover on the water meter vault at 5815 White Hart Run had been washed away during the Hurricane Harvey flooding event (the "Flooding Event"). He noted that Ms. Gantt's electronic mail message had been forwarded to the District's Operator.

Security Patrol Report

Deputy Appleberry addressed the Board regarding security related issues. The Board reviewed the Security Patrol Report for September 2017 as prepared by the Sheriff's Department, a copy of which is attached hereto as an exhibit to these minutes. Then, after review, upon a motion duly made and seconded, the Board voted unanimously to accept the Security Patrol Report.

Solid Waste Collection Service

Next, the Directors discussed matters relating to the solid waste collection service (the "Service") being provided in the District by Waste Corporation of Texas, L.P. ("WCA"), the District's Solid Waste Collector. Ms. Hollingsworth distributed to the Board copies of the Monthly Customer Issue Listing for the Service for September 2017, as prepared by WCA. A copy of the Monthly Customer Issue Listing is attached hereto as an exhibit to these minutes. Then, after review, upon a motion duly made and seconded, the Board voted unanimously to accept the Monthly Customer Issue Listing.

Tax Assessor/Collector's Report

Ms. Brittain-Drew distributed the Tax Assessor/Collector's Report for the month of September 2017, a copy of which is attached hereto as an exhibit to these minutes. She stated that as of 30 September 2017, the District's 2016 tax levy was 98.8% collected. She noted that the District's Tax Account had a balance of \$34,169.36 as of the end of this reporting period (30 September 2017). After deducting the disbursements for payment at today's meeting and adding collections received to date, she added, the District's Tax Account ends with a balance of \$10,769.11. She noted that Assessments was requesting approval for nine checks written on the District's tax account, said checks including a transfer of \$1,088.06 in revenues from the tax for maintenance and operations to the District's Operating Fund.

Ms. Brittain-Drew informed the Board that Section 31.032 of the Texas Tax Code allows homeowners whose property was damaged in a disaster and located in a designated disaster area to pay their property taxes in four installments (the "Installment Payments"). The Directors expressed their desire to post a statement on the District's internet web site (the "Web Site") regarding the Installment Payments. After discussion, the Board directed the District's Attorney to have a statement posted on the Web Site

notifying homeowners in the District whose property was damaged by the Flooding Event that they may contact Assessments to arrange for the Installment Payments on 2017 property taxes due to the District.

The Board then reviewed the Unpaid Accounts Report dated 19 October 2017, a copy of which is included in the Tax Assessor/Collector's Report. Then, after review, upon a motion duly made and seconded, the Board voted unanimously to: (1) accept the Tax Assessor/Collector's Report; and (2) authorize payment of the checks listed therein.

Delinquent Tax Attorney's Report

Next, Ms. Brittain-Drew submitted to and reviewed with the Board the Delinquent Tax Attorney's Report dated 23 October 2017, as prepared by Perdue, Brandon, Fielder, Collins & Mott, L.L.P., the District's Delinquent Tax Attorney. A copy of the Delinquent Tax Attorney's Report is attached hereto as an exhibit to these minutes. Then, after review, upon a motion duly made and seconded, the Board voted unanimously to accept the Delinquent Tax Attorney's Report.

Hearing on Proposed Tax Rate

The Board then convened a public hearing to discuss the proposed tax rate for the 2017 tax year (the "Tax Rate"). It was noted by the Board that there were no taxpayers of the District in attendance who desired to address the Board regarding the Tax Rate.

Adopt Order Levying Taxes

Next, the Directors reviewed an ORDER LEVYING TAXES as prepared by Coats Rose, P.C., the District's Attorney. Then, upon a motion duly made and seconded, the Board voted unanimously to adopt a debt service tax rate of \$0.33 per \$100 of assessed valuation. The Board then, upon a motion duly made and seconded, voted unanimously to adopt a maintenance tax rate of \$0.31 per \$100 of assessed valuation and to adopt the ORDER LEVYING TAXES, a copy of which is attached hereto and shall be considered a part of these minutes. Also attached as an exhibit to these minutes is an Affidavit of Publication for the Notice of Public Hearing on the 2017 Tax Rate.

Amendment to Information Form

The Board then considered Amendment Number 49 to the District's Information Form (the "Amendment"), which states the District's most recent tax rate and will be filed with the Texas Commission on Environmental Quality (the "Commission") and in the Official Public Records of Real Property of Harris County, Texas. After discussion, upon a motion duly made and seconded, the Board voted unanimously to approve the

Amendment and to authorize filing of same. A copy of the Amendment as approved is attached hereto and shall be considered part of these minutes.

Payment Services Agreement First Mobile Trust, LLC

Consideration was then given to approving a Payment Services Agreement between the District and First Mobile Trust, LLC, a subsidiary of First Billing Services, LLC ("First Billing"), to provide electronic bill payment services to the owners of taxable property in the District (the "Owners") for the payment of invoices from Assessments for property taxes due to the District. The Board noted that the methods of payment to be offered by First Billing under the Payment Services Agreement would include VISA, MasterCard, Discover, American Express, eCheck, and certain other electronic payment methods. Mr. Yale pointed out to the Board that under the Payment Services Agreement, a convenience fee of 2.99% would be charged for credit and debit card transactions and a convenience fee of \$2.99 would be charged for eCheck transactions. Mr. Yale added that the District's Attorney had reviewed the form of the Payment Service Agreement.

After discussion, upon a motion duly made and seconded, the Board voted unanimously to approve the Payment Services Agreement and to authorize Director Ward to execute same. A copy of the Payment Services Agreement as approved by the Board is attached hereto as an exhibit to these minutes.

Operator's Report

Next, Ms. Hollingsworth distributed the Operator's Report prepared by MDS for the month of September 2017. She reviewed the Water Production portion of the Operator's Report in detail. Ms. Hollingsworth reported that the District had produced 8,792,000 gallons of water and had purchased 20,038,000 gallons of water from the West Harris County Regional Water Authority (the "Authority") during the period of 15 August through 15 September 2017, with an accountability rate of 98.8%. She reported that the District had provided 37,000 gallons of water to Harris County Municipal Utility District No. 250 during the reporting period. The District currently has 3,004 active service connections, she told the Board. Then Ms. Hollingsworth reviewed the Wastewater Treatment portion of the Operator's Report. She noted that the District's Wastewater Treatment Plant (the "Plant") operated at 66.6% of design capacity during the September 2017 reporting period, with an average daily flow of 1,802,000 gallons per day ("gpd").

Ms. Hollingsworth reviewed and discussed with the Board the repairs and maintenance performed on the District's water distribution system and wastewater collection system, as listed in the Operator's Report. She reviewed with the Board the Preventive Maintenance Log for the District's facilities, a copy of which is included with the Operator's Report. The Board then reviewed (1) charts depicting the monthly groundwater pumpage from the District's active water wells during the period of 1 January 2012 to September 2017; and (2) charts depicting the influent and effluent

testing results for September 2017 at the Plant, copies of which are included with the Operator's Report.

After review, upon a motion duly made and seconded, the Board voted unanimously to accept the Operator's Report, a copy of which is attached hereto and shall be considered to be a part of these minutes.

Wastewater Treatment Plant / Permit Excursions

Ms. Hollingsworth next reported that during the period of 1 to 3 September 2017 the 2-hour peak flows at the Plant exceeded the permitted 2-hour peak flow limit of 3,611 gallons per minute. She then informed the Board that grab samples with E. Coli counts that exceeded the permitted limit of 197 colony forming units per milliliter were taken from the Plant on 3, 4, 20, and 25 September 2017. She stated that the Noncompliance Notifications to be filed with the Commission would include a notation that the permit excursions were related to the Hurricane Harvey Flooding Event.

District Facilities / Hurricane Harvey

Ms. Hollingsworth presented a report regarding the repairs made to the District's facilities (the "Facilities") following the landfall of Hurricane Harvey on the Texas coast on 25 August 2017 and the Flooding Event. She informed the Board that the District's Operator had (1) completed the top cleaning of the on-site lift station at the Plant; (2) installed a temporary dechlorination system at the Plant; (3) replaced the fuel pump on the auxiliary generator at the Plant; and (4) replaced the phase monitor and had reset the main breaker at Lift Station No. 1. Ms. Hollingsworth added that the District's Operator had filed a claim with Arthur J. Gallagher & Co., the District's insurance agent, in connection with the damage caused to the Facilities by the Flooding Event.

The Board then discussed the status of the District's Request for Public Assistance ("RPA") to be filed with the Federal Emergency Management Agency ("FEMA") for reimbursement of the District's costs incurred in response to the Hurricane Harvey Flooding Event that were not covered by the District's insurance policies. Ms. Hollingsworth informed the Board that Director Ward had executed the Designation of Applicant's Agent form on behalf of the District in connection with the RPA. She stated that MDS was working to complete the RPA and file same with FEMA.

Service Accounts / Hurricane Harvey

Next, Ms. Hollingsworth reported that the District's Operator had received two requests by electronic mail from District customers for the Board to consider granting relief on water bills for those customers who were affected by the Flooding Event. She added that MDS had received letters from two District customers who experienced water meter leaks during the Flooding Event but whose water meters could not be examined or repaired until after the flood water receded. Ms. Hollingsworth stated that

the District's Operator had issued credit adjustments to the aforementioned service accounts.

A discussion then ensued as to how the District should handle the service accounts of those customers whose residences were damaged by the Flooding Event. The Directors agreed to waive termination of water service and the imposition of penalties on delinquent service accounts for the September 2017 billing period. The Board then directed the District's Operator to include a message with the bills for water and sewer service (the "Message") encouraging customers who experienced flood damage at their residence and had questions regarding their service account to contact MDS by telephone or electronic mail. The Directors then authorized Off Cinco, the District's Webmaster, to (1) post the Message on the Web Site; and (2) distribute the Message to the District's customers via text message and electronic mail.

District Facilities / Flooding Event on 18 April 2016

The Board then discussed matters relating to the District's RPA filed with FEMA in 2016 for reimbursement from FEMA of the District's costs incurred in response to the major flooding event that occurred on 18 April 2016 (the "2016 Flooding Event") in portions of Harris County that were not covered by the District's insurance policies. Ms. Hollingsworth recalled that the FEMA auditor sent a list of documents and questions regarding the District's cost for the collection of storm debris by WCA (the "Debris Collection") to be addressed by WCA. She stated that WCA had submitted the requested documents and information to FEMA on 10 October 2017. Following review of the documents, she continued, FEMA had requested that the District agree to a revised RPA claim in the amount of \$199,494.50, which amount is \$2,601.01 less than the amount sought by the District in connection with the cost incurred for the Debris Collection. Ms. Hollingsworth remarked that the District's Attorney had recommended that the District recover the difference of \$2,601.01 directly from WCA.

Welcome Packet for New Customers

The Directors briefly discussed matters relating to the proposed Welcome Packet for new customers in the District as prepared by MDS that would provide information relating to (1) contacting the District's Operator; (2) options for the payment of bills from the District; (3) the Service Agreement for water and sanitary sewer service; (4) the District's drinking water disinfection method; (4) the proper disposal of household grease, so-called "flushable wipes," and similar non-dispersing rags; and (5) a Notice of Right to Request Confidentiality. Mr. Yale stated that the District's Attorney was preparing language to be added to the Welcome Packet with regard to a customer opting to receive communications from the District's Operator by text message or electronic mail message.

Termination of Service

Consideration was then given to the termination of water and sewer service to certain delinquent accounts. The President recognized Ms. Hollingsworth, who recalled that the Directors had agreed at the Board's meeting on 6 September 2017 to waive termination of water service to delinquent accounts for the August and September 2017 billing periods in view of Hurricane Harvey and the Flooding Event. Accordingly, no action was taken by the Board at this time with regard to the termination of water service to delinquent accounts.

Engineer's Report

Mr. Kurzy presented the Engineer's Report for the Board's review. A copy of the Engineer's Report is attached hereto as an exhibit to these minutes.

Maintenance of Detention Ponds

The Directors discussed matters relating to the maintenance (the "Detention Pond Maintenance") of the detention ponds (the "Detention Ponds") serving Waldron Estates Subdivision and Concord Colony Subdivision, Section 2, by Storm Water Solutions, L.P. (called "SWS"). Mr. Kurzy submitted to and reviewed with the Board the Inspection Report for the Detention Pond Maintenance for October 2017 as prepared by AEI, a copy of which is attached hereto as an exhibit to these minutes.

Inspection of 10,000-Gallon North Hydropneumatic Tank / Water Plant No. 1

Mr. Kurzy submitted to and reviewed with the Board an Evaluation Report prepared by AEI in connection with the inspection conducted on 13 October 2017 of the 10,000-gallon north hydropneumatic tank (the "North HPT") at Water Plant No. 1. A copy of the Evaluation Report is attached hereto as an exhibit to these minutes. Mr. Kurzy reported that the external coating system is in fair overall condition, with environmental staining and light corrosion on the drain line flange (the "Flange") and air-line piping (the "Piping"). The internal coating system on the North HPT is in poor condition, he continued, with moderate corrosion, coating failure, staining at and below the water level, and sediment accumulation on the floor. Mr. Kurzy noted that the inspection of the 10,000-gallon south HPT was on hold pending a determination on the North HPT.

Mr. Kurzy then recommended the following actions regarding the North HPT: (1) power-wash the exterior; (2) power-tool clean and spot recoat areas of corrosion on the Flange and Piping; (3) near-white metal blast clean (SSPC-SP10) and recoat the interior with three-coat epoxy; and (4) maintain the current one-year evaluation schedule for the North HPT.

Request for Service / Redeemed Christian Church of God – House of David

The Directors briefly discussed matters relating to the request for service from the Redeemed Christian Church of God – House of David (the "Church") in connection with its intent to construct a community center in addition to the existing Church facilities in the District. Mr. Kurzy stated that he had nothing new to report on this matter.

Sanitary Sewer Overflow Initiative

The Directors next discussed the status of the District's participation in the Sanitary Sewer Overflow Initiative (the "SSO Initiative") being promulgated by the Commission. Mr. Kurzy reported that AEI was updating the map (the "Map") denoting the rehabilitation of the District's sanitary sewer system for use with future progress reports. He noted that the Map would need to be completed by January 2018. Mr. Kurzy then reported that the District's Engineer had commenced work on the annual report to the Commission addressing the progress of the SSO Initiative (the "Annual Report"). He noted that the Annual Report must be submitted to the Commission by January 2018.

Request for Service / 10-acre Tract / Schellite, LLC

Next, the Directors discussed matters relating to the proposed development by Schellite, LLC of a 10-acre tract located at 6010 Addicks-Satsuma Road (the "Schellite Tract"). Mr. Kurzy stated that he had nothing of significance to report with regard to the Schellite Tract.

Hurricane Harvey Flooding Event

Mr. Kurzy then distributed to the Board a report prepared by the District's Engineer that (1) details the maximum quantity of rainfall recorded in Harris County during the Hurricane Harvey Flooding Event (1 Hour, 24 Hours, 2 Days, and 4 Days); (2) compares the maximum rainfall from the Hurricane Harvey Flooding Event to Tropical Storm Allison, the April 2016 Flooding Event, and the October 1994 flood; (3) lists the 4-Day Peak Rainfall Frequency in Harris County during the period of 25 to 29 August 2017; (4) lists the rainfall accumulation recorded at various locations in the Addicks Reservoir; and (5) includes Google Earth images dated 30 August 2017 of the Savannah Estates Subdivision, Georgetown Colony Subdivision, Charlestown Subdivision, and Concord Colony Subdivision. A copy of the report is attached hereto as an exhibit to these minutes.

Wastewater Treatment Plant / Effluent Basin

Next, Mr. Kurzy discussed matters related to the investigation conducted by the District's Engineer of the effluent basin at the Plant (the "Basin"). He reviewed with the Board a 20-Year Life Cycle Cost Analysis & Comparison (the "Analysis") as prepared by AEI with respect to (1) repairing the ultraviolet disinfection system in the Basin (the "UV

Repairs"); and (2) permanently converting the disinfection system in the Basin to operate with bleach instead of the ultraviolet disinfection system (the "Conversion"). A copy of the Analysis is included with the Engineer's Report. Mr. Kurzy remarked that the Total Present Worth calculation for the UV Repairs over a 20-year period totaled \$2,293,000, while the Total Present Worth calculation for the Conversion over a 20-year period totaled \$2,158,000. He explained that the Total Present Worth calculation for the Conversion included the initial capital construction cost plus the 10-year disinfection equipment replacement, the annual chemical cost, and the annual maintenance cost. He then explained that the Total Present Worth calculation for the UV Repairs included the initial repair cost plus the cost for additional repairs every five years, the annual maintenance costs, and the annual power cost. Mr. Kurzy noted that the Conversion would require the expansion of the Basin and a minor amendment to the District's discharge permit.

Sanitary Sewer Lift Stations / Proposed Flood-Proofing

The Directors then discussed possible options for the proposed flood-proofing of the District's sanitary sewer lift stations (the "Lift Stations"). Mr. Kurzy reported that the District's Operator and Engineer conducted site meetings on 3 October 2017 at Lift Stations Nos. 1, 2, and 3, and the on-site Lift Station at the Plant, in order to discuss the proposed flood-proofing of the Lift Stations (the "Flood-Proofing"). He submitted to and reviewed with the Board a memorandum dated 20 October 2017 from the District's Engineer regarding the proposed Flood-Proofing. A copy of the memorandum is attached hereto as an exhibit to these minutes.

Mr. Kurzy stated that Neil Technical Services, Corp. ("NTS") had provided the following cost estimates for the proposed Flood-Proofing: (1) \$30,000 for Lift Station No. 1, to consist of raising the auxiliary generator and transformer an additional 3 feet; raising the transfer switch and control panel an additional 1 foot; raising the wet well enclosure an additional 2 feet; and sealing the manhole with an inflow protection barrier; (2) \$20,000 for Lift Station No. 2, to consist of raising the auxiliary generator, control panel, and safety switch an additional 2 feet; and sealing the wet well enclosure to prevent infiltration; and (3) \$30,000 for the Plant Lift Station, to consist of raising the disconnect switch an additional 2 feet; raising the vent an additional 3 feet; sealing the wet well enclosure to prevent infiltration; and sealing the manhole with an inflow protection barrier.

Mr. Kurzy added that NTS had also estimated a cost of \$20,000 to install inflow protection barriers in approximately 200 sanitary sewer manholes in the District's wastewater collection system. He noted that there were no apparent signs of flooding at Lift Station No. 3. Mr. Kurzy went to say that the estimated cost for the Flood-Proofing as described above, including engineering fees and contingencies, totals approximately \$135,000.

With regard to the District's Water Plant No. 1, Mr. Kurzy reported that the District's Operator had coordinated with NTS to repair to the damages at Water Plant

No. 1 that resulted from the Hurricane Harvey Flooding Event. He stated that there was not sufficient room within the existing control building at the Water Plant No. 1 to raise the control panels above the water line for the Hurricane Harvey Flooding Event. Accordingly, he continued, Flood-Proofing the control panels would necessitate storing them in a sealed enclosure.

Proposed Capital Improvement Projects

The Board then discussed matters relating to the revised Capital Improvement Plan (the "CIP") as prepared by the District's Engineer and reviewed at the Board's meeting on 6 September 2017. Mr. Kurzy reported that the District's Engineer had revised the CIP to include items relating to the Hurricane Harvey Flooding Event. He called the Board's attention to the list of CIP projects that were designated as Priority 1, 2, 3, and 4, a copy of which is included with the Engineer's Report. He pointed out to the Board that the Priority 1 projects listed in the CIP (the "Priority 1 Projects") include the proposed Conversion and Flood-Proofing improvements discussed earlier in the meeting.

A discussion ensued regarding the CIP. The Directors expressed their desire to investigate the possibility of selling bonds to finance the construction of the Priority 1 Projects. Mr. Yale stated that the District's Attorney would ask David Smalling of Robert W. Baird & Company, the District's Financial Advisor, to prepare a report regarding the proposed sale of bonds to fund the Priority 1 Projects.

Then, after review, upon a motion duly made and seconded, the Board voted unanimously to accept the Engineer's Report.

Bookkeeper's Report

Ms. Kelsey presented the Bookkeeper's Report, a copy of which is attached hereto and shall be considered to be part of these minutes. She reviewed the District's revenues and expenses for the month of September 2017 as well as the investments for each of the accounts maintained by the District. She reported that the balance of the District's Operating Fund, including the collections account, checking account, and investments, totals \$4,197,825.33 as of this date. Ms. Kelsey informed the Board that the District had received a payment of \$9,174.22 from the City of Houston (the "City") for the District's share of sales tax collections during July 2017 pursuant to the Strategic Partnership Agreement with the City for limited purpose annexation of commercial property in the District.

Ms. Kelsey then reported that the balance of the District's Debt Service Fund, including investments, totals \$384,526.37 and the balance of the District's Capital Projects Fund, including investments, totals \$220,710.07 as of this date. The Board then reviewed: (1) the District's Operating Budget for the fiscal year ending 30 September 2018; (2) the Summary of Costs relating to the District's Series 2014 Bonds; (3) the table listing the District's power consumption and the amount billed to the

District; (4) the Schedule of Investments; (5) the balance of deposits paid by developers for legal and engineering fees incurred by the District for their respective projects; and (6) the Pledged Security Report. Copies of these documents are included with the Bookkeeper's Report.

Then, after review, upon a motion duly made and seconded, the Board voted unanimously to: (1) accept the Bookkeeper's Report and (2) authorize payment of the checks listed therein.

Request for Service / 2-acre Tract on Addicks-Satsuma Road / Bayou Sports Bar

The Board discussed matters relating to the request from Tie Deng of Seven Star Plus, Inc. ("Seven Star Plus") for utility service to a proposed development in a certain 2-acre tract of land located on Addicks-Satsuma Road, outside the boundaries of the District (the "Deng Tract"), in which the Bayou Sports Bar is located. Mr. Yale submitted to and reviewed with the Board the draft Agreement for Out-of-District Service between the District and Seven Star Plus (the "Service Agreement") as prepared by the District's Attorney. He explained that under the Service Agreement the District would provide service to the existing Bayou Sports Bar but not to the proposed reception hall to be constructed on the Deng Tract. A discussion ensued regarding the Service Agreement. The Board then directed Mr. Yale to revise Section 3 – Term of the Service Agreement to state that the initial contract term for the Service Agreement would be for three years rather than 10 years, after which the Service Agreement would continue for additional one-year periods unless terminated by either party by providing six months written notice to the other party. After further discussion, the Board authorized the District's Attorney to transmit the revised Service Agreement to Seven Star Plus for review.

Contract for Landscaping Services

Consideration was then given to renewal of the Contract for Landscaping Services (the "Landscaping Contract") between the District and Venture Landscape Systems, L.L.C. ("Venture"). Mr. Yale reviewed the Landscaping Contract with the Board and noted that the monthly cost to the District for the services to be provided under the Landscaping Contract would be \$3,498.67, for a total annual cost of \$41,984.04. He added that the one-year term of the Landscaping Contract would commence on 1 January 2018. After discussion, upon a motion duly made and seconded, the Board voted unanimously to approve the Landscaping Contract and to authorize Director Ward to execute same. A copy of the Landscaping Contract as approved by the Board is attached hereto and shall be considered to be part of these minutes.

Power Supply Issues / Public Power Pool

Next, the Directors discussed matters pertaining to the aggregate purchase of electricity under the auspices of the Public Power Pool ("P3"). Mr. Yale distributed

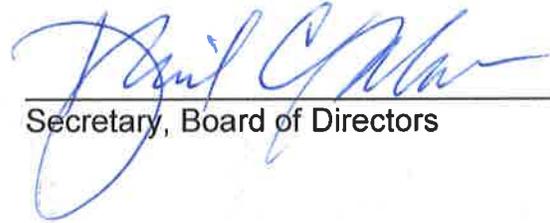
copies of a newsletter from P3 dated 10 October 2017, a copy of which is attached hereto.

Attorney's Report

Mr. Yale stated that there were no additional items to be discussed under the Attorneys Report.

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




Secretary, Board of Directors

Harris County Municipal Utility District No. 102
Meeting of 23 October 2017
Attachments

1. Visitor Attendance Sheet;
2. Email from Carol Gantt;
3. Security Patrol Report;
4. Solid Waste Collection Report;
5. Tax Assessor/Collector's Report;
6. Delinquent Tax Attorney's Report;
7. ORDER LEVYING TAXES;
8. Affidavit of Publication for the Notice of Public Hearing on the 2017 Tax Rate;
9. Amendment Number 49 to the District's Information Form;
10. Payment Services Agreement;
11. Operator's Report;
12. Engineer's Report;
13. Detention Pond Maintenance Report;
14. Evaluation Report / North HPT at Water Plant No. 1;
15. Report on Hurricane Harvey Flooding Event;
16. Memo from AEI / proposed flood-proofing of lift stations;
17. Bookkeeper's Report;
18. Contract for Landscaping Services; and
19. P3 Newsletter.