

MINUTES
BRAZORIA COUNTY MUNICIPAL UTILITY DISTRICT NO. 26

April 4, 2017

The Board of Directors (the "Board") of Brazoria County Municipal Utility District No. 26 (the "District") met in regular session, open to the public, on the 4th day of April, 2017, at the offices of Allen Boone Humphries Robinson LLP, 3200 Southwest Freeway, Suite 2600, Houston, Texas, outside the boundaries of the District, and the roll was called of the members of the Board:

Michael Parks	President
Herbert Fain	Vice President
Melissa Slade	Secretary
Caralynn Prade	Assistant Vice President
Fred E. Weary, Jr.	Assistant Secretary

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

Also present at the meeting were Aly Long and Paul Wisdom of Shadow Creek Ranch Maintenance Association ("SCRMA"); Christina Garcia of Myrtle Cruz, Inc.; David Patterson of Assessments of the Southwest, Inc.; Officer James White of the City of Pearland ("City") Police Department; James Ross of LJA Engineering, Inc.; and Lynne Humphries, Hannah Brook, and Tracie Brownlee of Allen Boone Humphries Robinson LLP ("ABHR").

MINUTES

The Board considered approving the minutes of the March 7, 2017, regular meeting, which were provided in advance. After review and discussion, Director Prade moved to approve the minutes of the March 7, 2017, regular meeting, as presented. Director Fain seconded the motion, which passed unanimously.

COMMENTS FROM THE PUBLIC

There were no members of the public who wished to address the Board.

DEVELOPMENT IN THE DISTRICT

There was no discussion on this matter.

FINANCIAL AND BOOKKEEPING MATTERS

Director Weary entered the meeting.

Ms. Garcia distributed and reviewed the bookkeeper's report, including the investment report, budget comparison, debt service payment schedule, and list of checks presented for approval, a copy of which is attached. After review and discussion, Director Prade moved to approve the bookkeeper's report and payment of the bills. Director Fain seconded the motion, which passed unanimously.

TAX ASSESSMENT AND COLLECTION MATTERS

Ms. Humphries entered the meeting.

Mr. Patterson reviewed the tax assessor/collector's report, including the unpaid accounts tax roll. A copy of the tax assessor/collector's report is attached. He noted 97.57% of the 2016 taxes have been collected as of March 31, 2017. Mr. Patterson responded to questions and took direction from the Board regarding the delinquent tax roll and following up with property owners identified by the Board. Following review and discussion, Director Prade moved to approve the tax assessor/collector's report. Director Fain seconded the motion, which carried by unanimous vote.

ENGINEERING MATTERS

Mr. Ross distributed and reviewed the engineer's report, a copy of which is attached.

Mr. Ross provided an update regarding the City's wastewater treatment plant expansion.

Mr. Ross reported that the City's website announced the official opening of the Shadow Creek Ranch Sports Complex ("Sports Complex"). He noted he has received no response from the City regarding his inquiry on the construction status of the Sports Complex maintenance building.

Ms. Brook reviewed an email from Assistant City Manager Trent Epperson regarding how City funds made available upon the District's funding of the water, sewer, and drainage facilities to serve the Sports Complex were spent. Discussion ensued. In response to a request from the Board, Mr. Ross and Ms. Brook said they will ask Mr. Epperson for clarification regarding his email.

Following review and discussion, the Board concurred to accept the engineer's report.

RECREATIONAL FACILITIES IN AND NEAR THE DISTRICT

The Board reviewed a report from Earthcare Management for the mowing and maintenance of the temporary ball fields, a copy of which is attached. Ms. Brook reported on correspondence from the City in response to the District's request for the City to assume maintenance of the temporary ball fields. She stated the City will grant

the District's request upon the District's termination of the lease for the acreage where the temporary ball fields are located and release of the District's usage scheduling rights. The Board requested ABHR inquire with the City regarding replacement of the District's sign upon the City's assumption of the temporary ball fields' maintenance. After discussion, Director Fain moved to terminate (1) the lease with the City for the acreage where the temporary ball fields are located; and (2) the Service Agreement with Earthcare Management for maintenance of the temporary ball fields upon acceptance by the City of the lease termination and the City's provision of a maintenance assumption start date. The motion was seconded by Director Parks and passed unanimously.

Officer White entered the meeting.

SECURITY SERVICES REPORT

Officer White reviewed the attached written security report for Shadow Creek Ranch ("SCR") and responded to questions from the Board. Ms. Humphries left the meeting.

ARTICLES FOR NEWSLETTERS AND WEBSITE

The Board reviewed a draft of the notice for submission to the Shadow Creek Community Newsletter and The Connection newsletter and considered updates for the District's website. The Board requested the District's website and the newsletter include the upgrades to the Sports Complex constructed with funds made available as a result of the District's funding of the water, sewer, and drainage facilities to serve the Sports Complex. The Board reviewed an analytics report on activity on the website for the prior month, a copy of which is attached. Following review and discussion, the Board directed ABHR to submit the notice to the newsletters and make the requested change to the District's website.

ATTORNEY'S REPORT

Ms. Brook generally reviewed updates posted on the City's website regarding Blue Ridge Landfill.

The Board considered adopting a Resolution Nominating Michael Parks to the Board of Trustees of the Association of Water Board Directors - Texas (the "Board of AWBD"). Director Parks stated he is running for re-election. Following review and discussion, Director Fain moved to adopt the Resolution Nominating Michael Parks to the Board of Trustees of the Association of Water Board Directors - Texas, and direct that the Resolution be filed appropriately and retained in the District's official records. Director Prade seconded the motion, which carried unanimously.

STORM WATER PERMIT TXRQ40000

There was no discussion on this matter.

REPORTS FROM DIRECTORS AND DISTRICT CONSULTANTS

Director Parks updated the Board on the Association of Water Board Directors ("AWBD") efforts regarding proposed water district legislation.

Director Prade reported that she plans to attend the 2017 AWBD Spring Breakfast.

Mr. Wisdom reported on SCRMA activities and responded to questions from the Board.

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


Asst. Secretary, Board of Directors

(SEAL)



ACTION LIST

1. ABHR will submit the approved notice to the community newsletters.
2. ABHR will submit updates to the District's website as requested.
3. ABHR will send the City a notice of termination of the lease agreement for the acreage where the temporary ball fields are located.
4. ABHR will send Earthcare Management a notice of termination of the Service Agreement regarding maintenance of the temporary ball fields.

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