

MINUTES
BRAZORIA COUNTY MUNICIPAL UTILITY DISTRICT NO. 26

June 4, 2019

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 June, 2019, 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:

Caralynn Prade	President
Melissa Slade	Vice President
Edward T. Mears	Secretary
Fred E. Weary, Jr.	Assistant Vice President
Marie Ferguson	Assistant Secretary

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

Also present at the meeting were Ken Rice and Vick Rodgers, residents of the District;; F. J. Jones of Brazoria County Municipal Utility District No. 21; David Patterson of Assessments of the Southwest, Inc. ("ASW"); Tracey Scott of Myrtle Cruz, Inc.; Patrick L. Newton of LJA Engineering, Inc. ("LJA"); Javier Ortiz and Chris Williams of Shadow Creek Ranch Maintenance Association ("SCRMA"); and Lynne Humphries, Hannah Brook, and Erika Smiley of Allen Boone Humphries Robinson LLP ("ABHR").

MINUTES

The Board considered approving the minutes of the May 7, 2019, regular meeting, which were distributed to the Board in advance of the meeting. After review and discussion, Director Mears moved to approve the minutes of the May 7, 2019, regular meeting, as revised. Director Ferguson seconded the motion, which passed unanimously.

NEWSLETTER AND WEBSITE MATTERS

The Board reviewed a draft newsletter notice distributed in advance of today's meeting. Ms. Brook stated that the notice will be updated to reflect the City of Pearland ("City") City Council election after June 8, 2019. The Board reviewed an analytics report on the prior month's website activity, a copy of which is attached. Following review and discussion, the Board concurred to authorize ABHR to submit (1) the newsletter notice for publication; and (2) the website updates as posted articles become outdated including the information about the city election.

COMMENTS FROM THE PUBLIC

Ms. Jones introduced herself to the Board and discussed her campaign for Brazoria County Justice of the Peace Pct. 4.

CONVENE IN EXECUTIVE SESSION PURSUANT TO SECTION 551.076, TEXAS GOVERNMENT CODE, TO DELIBERATE THE DEPLOYMENT, OR SPECIFIC OCCASIONS FOR IMPLEMENTATION OF SECURITY PERSONNEL OR DEVICES, OR A SECURITY AUDIT

At 11:08 a.m., the Board convened in executive session. Present for the executive session include members of the Board, Officer Lucas, Mr. Ortiz, Mr. Williams, Ms. Brook, and Ms. Smiley. Officer Lucas reviewed the written security report for Shadow Creek Ranch, provided in advance of the meeting, and responded to questions from the Board.

RECONVENE IN OPEN SESSION AND AUTHORIZE APPROPRIATE ACTION REGARDING DEPLOYMENT, OR SPECIFIC OCCASIONS FOR IMPLEMENTATION OF SECURITY PERSONNEL OR DEVICES AND APPROVE ANY NECESSARY ACTIONS RELATED TO SECURITY REPORT, AND APPROVE ANY NEW SECURITY PATROL AGREEMENTS

At 11:23 a.m., the Board reconvened in open session.

DEVELOPMENT IN THE DISTRICT

There was no discussion on this matter.

FINANCIAL AND BOOKKEEPING MATTERS

Ms. Scott 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 Slade moved to approve the bookkeeper's report and payment. Director Ferguson seconded the motion, which passed unanimously.

TAX ASSESSMENT AND COLLECTION MATTERS

Mr. Patterson reviewed the tax assessor/collector's report, including the unpaid accounts tax roll and the quarterly delinquent tax attorney report. A copy of the tax assessor/collector's report is attached. He noted 98.86% of the 2018 taxes have been collected as of May 31, 2019.

Following review and discussion, Director Ferguson moved to approve the tax assessor/collector's report. Director Slade seconded the motion, which passed unanimously.

After inquiry from the Board, Ms. Humphries gave a brief update regarding legislative matters related to tax matters.

AUTHORIZE DELINQUENT TAX ATTORNEY

Ms. Brook stated that on July 1, 2019, outstanding 2018 tax accounts will be assessed an additional 20% penalty. The Board considered authorizing the District's delinquent tax attorney to proceed with the collection of delinquent taxes after July 1.

Following review and discussion, Director Ferguson moved to authorize the delinquent tax attorney to proceed with the collection of delinquent 2018 taxes on July 1, 2019. Director Slade seconded the motion, which carried by unanimous vote.

Mr. Rodgers introduced himself to the Board.

ENGINEERING MATTERS

Mr. Newton reviewed the engineer's report, a copy of which is attached.

STORM WATER PERMIT TXRQ40000; YEAR 5 ANNUAL REPORT

There was no discussion on this item.

REPORTS FROM DIRECTORS AND DISTRICT CONSULTANTS

Director Slade updated the Board on lighting for the District's trails and streets, stating that she spoke with CenterPoint Energy and is following up with the City.

Director Mears discussed the Environmental Trade Fair and Conference hosted by the Texas Commission on Environmental Quality ("TCEQ").

Mr. Ortiz discussed the Lake Irrigation and Well Repair ("the Project.") He presented a cost estimate for replacement and a cost estimate for repair of the irrigation pumps and wells, a copy of which is attached. He stated that the cost estimate will be revised to reflect the correct District boundaries and as a result the District's share will decrease. Director Weary recommended the District fund any necessary repairs in order to make the wells functional for testing.

Discussion ensued regarding SCRMA's contribution to the project and the operations and maintenance plan for wells and irrigation.

Ms. Humphries inquired about whether was necessary to SCRMA to have a water rights permit. Mr. Ortiz stated he would follow up with LJA regarding the use of surface water from the lakes in Shadow Creek Ranch. Director Mears suggested the District concentrate on lakes where the District holds an easement. The Board directed LJA to identify and exclude lakes that are not in District easements from the cost estimates.

Following review and discussion, Director Mears moved to (1) authorize preparation of a cost sharing agreement to include funding for: full replacement of the irrigation infrastructure, (2) authorize repairs to make water wells operational for testing; and (3) per test results, update the water well repair scope and provide it to the Board. Director Slade seconded the motion, which passed unanimously.

ATTORNEY'S REPORT

There was no discussion on this matter.

BLUE RIDGE LANDFILL ODOR MATTERS

There was no further discussion on this matter.

CONVENE IN EXECUTIVE SESSION PURSUANT TO SECTION 551.071, TEXAS GOVERNMENT CODE, TO CONDUCT A PRIVATE CONSULTATION WITH ATTORNEY TO DISCUSS MATTERS RELATED TO BLUE RIDGE LANDFILL, INCLUDING TCEQ AIR QUALITY MONITORING

The Board did not convene in this executive session.

MEETING SCHEDULE

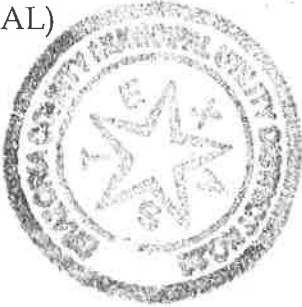
The Board discussed the meeting schedule and concurred to hold the regular meeting on July 2, 2019, at 11:00 a.m. at the offices of ABHR.

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



Secretary, Board of Directors

(SEAL)



ACTION LIST

1. Ms. Smiley will submit the newsletter notice to the community print newsletters.
2. Ms. Smiley will submit updates to the District's website, as appropriate.

LIST OF ATTACHMENTS TO MINUTES

	Minutes
	<u>Page</u>
Website analytics report.....	1
Bookkeeper's report.....	2
Tax assessor/collector's report	2
Engineer's report.....	3
Lake Irrigation and Well Repair Cost Estimate	3