

MINUTES
WEST HARRIS COUNTY REGIONAL WATER AUTHORITY

July 14, 2021

The Board of Directors (the "Board") of the West Harris County Regional Water Authority (the "Authority") met in regular session by teleconference and videoconference, with access by video or telephone available to the public, pursuant to Texas Government Code Section 551.125 and Governor Greg Abbott's directive suspending certain open-meeting requirements due to the COVID-19 public health emergency, dated March 16, 2020, on the 14th day of July, 2021, and the roll was called of the members of the Board being present by video and/or telephone:

Eric Hansen	President
Larry Weppler	Vice President
Douglas (Cam) Postle	Secretary
Gary Struzick	Assistant Vice President
Michael Thornhill	Assistant Secretary
Mark Janneck	Director
Michael Owens	Director
Dennis Gorden	Director
John "Jay" Wheeler	Director

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

Also attending the meeting were Bryan Thomas of Inframark Water Infrastructure Operations ("Inframark"); Barbara Payne of Payne Communications & Associates; Wayne Ahrens and Melinda Silva of DEC; Erin Garcia of Myrtle Cruz, Inc.; Ryan Nesmith of Robert W. Baird & Co. Incorporated; and Alia Vinson, Sanjay Bapat, and Cheryl Panozzo of Allen Boone Humphries Robinson LLP ("ABHR"). Also attending the meeting were members of the public present via video and/or telephone.

Mr. Bapat reviewed certain recommended protocols for conducting the Authority's meeting via teleconference and videoconference. He announced that the meeting was being recorded and that consultant reports presented at the meeting were posted online and available to the public in the form of an "agenda packet" prior to the start of the meeting at www.districtdirectory.org/agendapackets/whcrwa.

PUBLIC COMMENT

Director Hansen offered any members of the public attending the meeting by video or telephone the opportunity to make public comment. There being no members of the public requesting to make public comment, Director Hansen moved to the next agenda item.

MINUTES OF PREVIOUS MEETINGS

The Board reviewed the minutes of the June 9, 2021, regular Authority Board meeting. Following review and discussion, Director Janneck moved to approve the minutes of the June 9, 2021, regular Authority Board meeting, as submitted. The motion was seconded by Director Owens. A roll call of the Board was taken and the motion passed unanimously, with all directors voting "yea."

DISCUSSION REGARDING RETURN TO IN-PERSON MEETINGS, INCLUDING ADOPT RESOLUTION ESTABLISHING ADDITIONAL MEETING PLACE

Director Hansen stated that the Authority is exploring conducting its monthly Board meetings in person at the Harris County Municipal Utility District No. 81 building, until such time as the Fry Road Municipal Utility District building is available for Board meetings again, and is also considering holding such meetings in a hybrid in-person/videoconference format. The Board reviewed a Resolution Changing and Establishing Additional Meeting Place reflecting the establishment of an additional meeting place at the Harris County Municipal Utility District No. 81 building, at 805 Hidden Canyon, Katy, TX 77450. After review and discussion, Director Struzick moved to adopt the Resolution Establishing Additional Meeting Place and direct that the Resolution be filed appropriately and retained in the District's official records. Director Wheeler seconded the motion. A roll call of the Board was taken and the motion passed unanimously, with all directors voting "yea."

CUSTOMER APPEALS

No customer appeals were presented.

TOWNHALL MEETINGS AND WORKSHOPS, WEBSITE, SOCIAL MEDIA, WATER CONSERVATION PROGRAM AND TRAILERS, ATTENDANCE AT CONFERENCES AND MEMBERSHIP IN ORGANIZATIONS, NEWSLETTERS AND MAILOUTS

Ms. Payne reported that the renovated Water Is Life mobile teaching lab (the "Mobile Lab") is available for use at community events at no charge to municipal utility districts. She noted that the Mobile Lab participated in a July 4th parade and discussed upcoming community events that will feature the Mobile Lab and include photo opportunities with the Water My Yard mascot, Irry Gator.

Ms. Payne then reported that an extensive amount of information regarding conserving water and energy is available for viewing via the Water U virtual classroom on the Authority's website.

Ms. Payne then discussed brochures and billing inserts regarding irrigation and water conservation that can be ordered online through the Authority's website.

ENGINEERING MATTERS

Ms. Silva reviewed the engineer's report, a copy of which is attached.

Ms. Silva reviewed the monthly pumpage report. She pointed out that pumpage for 2021 through June is approximately 88.88% of the previous year at this date and that the average usage for 2021 is projected to be 64.37 MGD.

Ms. Silva reported that for June, the Authority was 38.28% converted to surface water and that for the 2021 calendar year, the Authority was 35.87% converted to surface water.

REQUESTS FOR SURFACE WATER CONVERSION

There was no discussion on this matter.

WATER TRUNKLINE FINANCING AGREEMENTS AND WATER SUPPLY COMMITMENT LETTER AGREEMENTS

There was no discussion on this matter.

JOINT WATER LINE PROJECTS

Ms. Silva reported that updated projected project costs for Surface Water Supply Project ("SWSP") Segments B1/B2 and B3 submitted by the design engineer reflect increases in the projects' construction costs due to escalating steel prices. She stated that DEC recommends that the Authority rescind the Segment B1/B2 and Segment B3 cash calls (the "Cash Calls") that were issued on April 16, 2021 and issue new Cash Calls based on the updated projected project costs that incorporate the escalation in steel prices.

The Board considered rescinding issuance of the \$195,040,000 cash call for SWSP Segments B1/B2 and authorizing issuance of a \$242,661,341 cash call for SWSP Segment B1/B2, for which the costs will be split 55.1% to the Authority and 44.9% to North Fort Bend Water Authority ("NFBWA"). Ms. Vinson noted that in accordance with the Joint Facilities Agreement, 70% of the cash call will be due 90 days after receipt of the cash call and the remainder will be due one year after that date.

The Board then considered rescinding issuance of the \$82,468,000 cash call for SWSP Segment B3 and authorizing issuance of a \$110,650,478 cash call for SWSP Segment B3 of which the costs will be split 55.1% to the Authority and 44.9% to NFBWA. Ms. Vinson noted that in accordance with the Joint Facilities Agreement, 70% of the cash call will be due 90 days after receipt of the cash call and the remainder will be due one year after that date.

Following discussion, Director Weppeler moved to: (1) rescind the issuance of the cash calls for SWSP Segments B1/B2 and B3 that were issued on April 16, 2021; and (2) authorize the issuance of the above-described new cash calls for SWSP Segments B1/B2 and B3. Director Struzick seconded the motion. A roll call of the Board was taken and the motion passed unanimously, with all directors voting “yea.”

GROUNDWATER REDUCTION PLAN, SUBSIDENCE DISTRICT AND GROUNDWATER REDUCTION REGULATIONS, WELL PERMITS, PURCHASE AND SALE OF CONSERVATION/GROUNDWATER CREDITS, AUTHORITY REQUIREMENTS FOR CONVERSION TO SURFACE WATER AND CHLORAMINES DISINFECTION AND AGREEMENTS REGARDING CREDITS FOR ALTERNATIVE WATER SUPPLY USE

Ms. Silva reported that a recording of the Harris-Galveston Subsidence District (“HGSD”) Regulatory Plan Review Stakeholder virtual meeting held on June 8, 2021, has been posted to the HGSD website.

Ms. Silva also reported that each of Harris County Municipal Utility District No. 165, Addicks Utility District, and Harris County Municipal Utility District No. 433 have a new well.

AUTHORITY CONSTRUCTION PROJECTS AND CONTRACTS, AWARD CONSTRUCTION CONTRACTS, AUTHORIZE NEGOTIATION OF CONSTRUCTION CONTRACTS, PRE-QUALIFICATION OF CONTRACTS, APPROVE CHANGE ORDERS AND PAY ESTIMATES, ACCEPT PROJECTS, AND AUTHORIZE ANY NECESSARY TERMINATION

Ms. Silva reported on the status of construction for Contract 36, Contract 37, the SWSP Segment A Casing Project, SWSP Segments C1 and C2, and SWSP Segments 3-A1, 3-A2, and 3-A3.

Ms. Silva informed the Board that the contractor for Contract 36 is installing the 12-inch waterlines through neighborhoods, and she anticipates that the pipe installation will be complete very soon.

Regarding Contract 37, Ms. Silva reported that the final walk-through for the project will occur in June 2021.

Ms. Silva informed the Board that the installation of casing for the SWSP Segment A Casing Project is complete and final welding and restoration is underway. She recommended approval of Change Order No. 1 to the contract for construction of the SWSP Segment A Casing Project with Garney Companies, Inc., in the amount of \$118,060.32 to address differing geotechnical site conditions and required changes to the construction, and to address the addition of 270 days to the contract duration at no cost. The Board determined that Change Order No. 1 is beneficial to the Authority. After

review and discussion, Director Weppler moved to approve the Change Order No. 1 to the contract for construction of the SWSP Segment A Casing Project with Garney Companies, Inc., based upon the Board's finding that the Change Order is beneficial to the Authority and the engineer's recommendation. Director Gorden seconded the motion. A roll call of the Board was taken and the motion passed unanimously, with all directors voting "yea."

Ms. Silva reported that pipe for SWSP Segment C1 is being installed near Westfield Village.

Ms. Silva then reported that pipe installation for SWSP Segment C2 has commenced at Cape Hatteras Drive. She recommended approval of Change Order No. 3 to the contract for construction of Segment C2 with Harper Brothers to procure and store a 96-inch butterfly valve for the connection point between the Northeast Transmission Line and the SWSP in the amount of \$300,000.00. She noted that the Change Order requires Texas Water Development Board ("TWDB") approval. The Design Committee determined that Change Order No. 3 is beneficial to the Authority. After review and discussion, Director Owens moved to approve the Change Order No. 3 to the contract for construction of the Segment C2 with Harper Brothers subject to TWDB approval, based upon the Board's finding that the Change Order is beneficial to the Authority and the engineer's recommendation. Director Struzick seconded the motion. A roll call of the Board was taken and the motion passed unanimously, with all directors voting "yea."

Ms. Silva also reported that submittals are ongoing for SWSP Segment 3-A2 and that pipe is expected late October or November.

Ms. Silva reported that contract documents for SWSP Segment 3-A1 are being finalized and that approval from the TWDB is required before a Notice to Proceed for the project can be issued. She recommended approval of Change Order No. 1 to the contract for construction of SWSP Segment 3-A1 with R Construction, to modify the contract language. She noted that the Change Order will not change the schedule or price under the contract and that TWDB approval of the Change Order is required. The Board determined that Change Order No. 1 is beneficial to the Authority.

Ms. Silva also reported that contract documents for SWSP Segment 3-A3 are being prepared for execution. She recommended approval of Change Order No. 1 to the contract for construction of SWSP Segment 3-A3 with Main Lane Construction, to modify the contract language. She noted that the Change Order will not change the schedule or price under the contract and that TWDB approval of the Change Order is required. The Board determined that Change Order No. 1 is beneficial to the Authority.

After review and discussion, Director Struzick moved to approve Change Order No. 1 to the contract for construction of SWSP Segment 3-A1 with R Construction and

Change Order No. 1 to the contract for construction of SWSP Segment 3-A3 with Main Lane Construction, based upon the Board's finding that the Change Orders are beneficial to the Authority and the engineer's recommendation. Director Owens seconded the motion. A roll call of the Board was taken and the motion carried by a vote of eight for the motion, with Director Weppler abstaining.

Ms. Silva recommended approval of: (1) Pay Estimate No. 10 in the amount of \$164,781.45 to Persons Services Corp., for Contract 36; (2) Pay Estimate No. 6 in the amount of \$949,390.09 to S.J. Louis Construction, Inc. for SWSP Segment C1; (3) Pay Estimate No. 6 in the amount of \$1,146,671.69 to Harper Brothers Construction, LLC for SWSP Segment C2; and (4) Pay Estimate No. 5 in the amount of \$203,159.68 to Garney Companies, Inc., for the SWSP Segment A Casing Project. Following review and discussion, Director Weppler made a motion to approve the above-mentioned pay estimates, as recommended. Director Wheeler seconded the motion. A roll call of the Board was taken and the motion passed unanimously, with all directors voting "yea."

CITY OF HOUSTON WATER SUPPLY CONTRACT AND SUPPLEMENTS THERETO, INCLUDING AMENDMENTS THERETO, CHARGES FOR OPERATION AND MAINTENANCE EXPENSES, AND CASH CALLS, NORTHEAST WATER PLANT ("NEWPP") EXPANSION, LUCE BAYOU, AND NORTHEAST TRANSMISSION LINE

Ms. Silva reported that a meeting of the City of Houston Water Supply Contract Advisory Committee is scheduled for June 29, 2021.

CONTRACTS FOR SERVICES FOR ENGINEERING, ENGINEERING DESIGN, GEOTECHNICAL, ABSTRACTING, SURVEYING, LEGAL, RIGHT-OF-WAY ACQUISITION, COMMUNICATIONS AND CRISIS MANAGEMENT, AUDIO/VISUAL TECHNOLOGY, WEBSITE, BOOKKEEPING AND ACCOUNTING, OPERATING SERVICES, AND APPRAISAL SERVICES, INCLUDING APPROVAL OF CONTRACTS FOR SERVICES, WORK AUTHORIZATIONS, CHANGE ORDERS, AMENDMENTS TO AND ASSIGNMENTS OF CONTRACTS, TERMINATIONS, AND LEGAL CONFLICTS WAIVER

Ms. Silva reported that advertisement for bids for construction of Contract 50 will begin on July 16, 2021.

Ms. Silva then reported that design plans being prepared by EHRA for the SWSP Kinder Morgan 7 Segment are progressing.

Ms. Silva also reported that EHRA, the design engineer for Contract 32, is preparing the project manual for bidding and that plans have been submitted to agencies for review.

Ms. Silva reported that AECOM, the design engineer for SWSP Segment A, is

addressing the comments on the 90% design plans.

Ms. Silva then reported that Black & Veatch, the design engineer for SWSP Segment B, submitted final Segment B1/B2 and Segment B3 (Long Tunnel) drawings to Harris County. She noted final Segment B3 drawings were submitted to the City of Houston (the "City") for review and that a Texas Department of Transportation permit needs to be obtained for the crossing at US 290 to submit to the City for Segment B1/B2.

Ms. Silva also reported that Freese & Nichols, the design engineer for the RePump Station, received comments on the separate drawing package to address the required drainage system upgrades in the public right of way along W. Little York.

Ms. Silva reported that AECOM, the design engineer for the Central Pump Station, is preparing a proposal related to coordination for back-up power generation and is continuing to work with the Texas Commission on Environmental Quality ("TCEQ") regarding analyzer details.

Ms. Silva also reported that Mbroh Engineering, Inc., the engineer for the wide area network, fiber optic, and incidental electrical design services, is coordinating work on the SWSP Segment A valve stations and providing construction phase services for SWSP Segment C.

Ms. Silva provided an update on design of SWSP Segment 3-A5 and stated that the project manual was received and is under review.

Ms. Silva provided an update on design of SWSP Segment 3-B1 and stated the design engineer is finalizing the drawings and the project manual and coordinating with property owners.

Ms. Silva reported that 408 permit clarification for Segment 3-A5 and Segment 3-B1 from the United States Army Corps of Engineers is required for Harris County Flood Control District plan approval.

Ms. Silva provided an update regarding meters at the Northeast Meter Station and the installation of a butterfly valve immediately upstream of the meter station.

Ms. Silva provided an update on design and schedule matters concerning the SWSP Kinder Morgan segments.

The Board then considered approving Addendum No. 17 to the contract with Luper, LLC to increase the work authorization amount from \$3,350,000 to \$3,750,000. Following review and discussion, Director Struzick moved to approve the above-described addendum. Director Wepler seconded the motion. A roll call of the Board was taken and the motion carried by a vote of eight for the motion, with Director Postle abstaining.

The Board then considered the following work authorizations: (1) Supplement No. 1 to Work Authorization No. 1 to Integra Realty Resources to extend the termination date until services under Work Authorization No. 1 are complete; (2) Supplement No. 1 to Work Authorization No. 11 to Integra Realty Resources to extend the termination date until services under Work Authorization No. 11 are complete; (3) Supplement No. 3 to Work Authorization No. 7 to Kuo & Associates, Inc., to extend the termination date until services under Work Authorization No. 7 are complete; (4) Work Authorization No. 149 to Lupher, LLC in the amount of \$35,800.00; (5) Work Authorization No. 169 to Rapid Research, Inc., in the amount of \$250.00; (6) Work Authorization No. 170 to Rapid Research, Inc., in the amount of \$100.00; (7) Work Authorization No. 171 to Rapid Research, Inc., in the amount of \$350.00; (8) Work Authorization No. 20 to Texas American Title Company in the amount of \$350.00; (9) Work Authorization No. 82 to Weisser Engineering Company, Inc., in the amount of \$14,595.00; and (10) Work Authorization No. 83 to Weisser Engineering Company, Inc., in the amount of \$3,000.00. Following review and discussion, Director Wheeler moved to approve the above-described work authorizations and supplements to work authorizations. Director Owens seconded the motion. A roll call of the Board was taken and the motion carried by a vote of eight for the motion, with Director Postle abstaining.

ENVIRONMENTAL PERMITTING, COMPLIANCE, MITIGATION AND RELATED AGREEMENTS

There was no discussion on this matter.

REALTY INTEREST ACQUISITION AND CONVEYANCE, INCLUDING ACCEPT, CONVEY, AMEND, APPROVE OR RELEASE EASEMENTS, EASEMENT AGREEMENTS, ASSIGNMENTS OF EASEMENTS, DEEDS, PLATS, RIGHT OF ENTRY AGREEMENTS, RELOCATION AGREEMENTS, APPROVE PURCHASE AND SALE AGREEMENTS, APPROVE INTERLOCAL AGREEMENTS WITH HARRIS COUNTY AND HARRIS COUNTY FLOOD CONTROL DISTRICT, AND AGREEMENTS WITH UNION PACIFIC RAILROAD

Ms. Silva noted that the Chief Administrative Official, Director Postle, has been designated to approve easements and the list of approved easements is reflected on the attached engineer's report.

ENCROACHMENTS OF EASEMENTS OR OTHER REALTY INTERESTS, INCLUDING ACCEPT, CONVEY, AMEND, OR RELEASE ENCROACHMENT AGREEMENTS

There was no discussion on this matter.

TEXAS WATER DEVELOPMENT BOARD FINANCING MATTERS

There was no discussion on this matter.

WATER SYSTEM REVENUE AND REVENUE REFUNDING BONDS, SERIES 2021 ("SERIES 2021 BONDS")

The Board considered authorizing preparation of the Preliminary Official Statement for the Series 2021 Bonds.

Mr. Nesmith discussed with the Board the designation of underwriters for the Series 2021 Bonds. He recommended that Jefferies LLC be the Senior Underwriter and Citigroup Global Markets, Huntington Securities, Mesirov Financial, Morgan Stanley, and Raymond James be the co-managers.

The Board considered authorizing McCall Gibson Swedlund Barfoot PLLC to perform a pledged revenues analysis for the Series 2021 Bonds.

Following discussion, Director Owens moved to: (1) authorize preparation of the Preliminary Official Statement for the Series 2021 Bonds; (2) designate the above discussed underwriters for the Series 2021 Bonds; and (3) authorize McCall Gibson Swedlund Barfoot PLLC to perform a pledged revenues analysis for the Series 2021 Bonds. Director Wepler seconded the motion. A roll call of the Board was taken and the motion passed unanimously, with all directors voting "yea."

FINANCIAL AND BOOKKEEPING MATTERS, INCLUDING PAYMENT OF BILLS, REVIEW OF INVESTMENTS, AND AUTHORITY FEES AND CHARGES

Ms. Garcia reviewed the bookkeeper's report, a copy of which is attached, a budget comparison, and the disbursements in the bookkeeper's report submitted for the Authority's review. Following review and discussion, Director Gorden moved to approve the bookkeeper's report and the disbursements reflected in the bookkeeper's report. Director Struzick seconded the motion. A roll call of the Board was taken and the motion carried by a vote of eight for the motion, with Director Postle abstaining.

Director Hansen reported effective July 26, 2021, the Authority will change its bookkeeper and that Myrtle Cruz, Inc. will provide consulting services to the Authority after the bookkeeper transition through December 31, 2021. He commended Ms. Garcia and Mary Jarmon of Myrtle Cruz, Inc., for their long-standing service to the Authority and the incredible contributions they've made as members of the Authority's bookkeeping team since its inception.

DELINQUENT AMOUNTS DUE THE AUTHORITY AND VIOLATIONS OF AUTHORITY RULES OR ORDERS; IMPOSE CIVIL PENALTIES AND APPROVE PAYMENT PLAN OR SETTLEMENT AGREEMENTS; CONDUCT HEARING REGARDING SAME

There was no discussion on this matter.

AUTHORITY BOOKKEEPER TRANSITION MATTERS AND AUTHORIZE APPROPRIATE ACTION

Ms. Vinson reviewed an Amended and Restated Agreement for Bookkeeping Services with Myrtle Cruz, Inc. She then reviewed a Bookkeeping Services Agreement with EEPB Company ("EEPB"). The Board considered authorizing EEPB to send notices of the change in the Authority's bookkeeper to EEPB to Authority vendors and consultants.

Ms. Vinson also reviewed a Resolution Changing and Appointing Investment Officer designating Frank Turner and Kevin Berry with EEPB as Investment Officers for the District. She stated that in accordance with the Authority's Investment Policy, Frank Turner and Kevin Berry, as the Authority's Bookkeeper and/or Investment Officer, are required to execute a disclosure statement that discloses any relationships with banks and brokers who seek to sell investments to the Authority. She added that the Disclosure Statements will be filed with the Texas Ethics Commission.

Ms. Vinson stated, due to the appointment of the new bookkeeper and Investment Officer, Exhibit A to the Depository Pledge Agreements with Central Bank and BBVA Compass Bank will be amended. She reviewed the amended Exhibit A to the Depository Pledge Agreements with Central Bank and BBVA Compass Bank.

The Board considered approving an Authorization to Trade Public Funds reflecting Frank Turner and Kevin Berry as the authorized Investment Officers for the Authority's Hilltop Securities Asset Management account.

The Board then considered approving Resolutions to change the authorized representatives for the Authority's TexStar and LOGIC public funds investment pool accounts.

The Board also considered authorizing notice to the Authority's depository institutions regarding the Authority's change in bookkeeper. Ms. Vinson reviewed a Resolution Authorizing Consultant Representative and noted that BBVA Compass Bank requires that the Board, by resolution, provide BBVA Compass Bank with the names of representatives authorized to conduct business in the name and for the accounts of the Authority.

Ms. Vinson stated that a revised District Registration Form will be submitted to the Texas Commission on Environmental Quality reflecting Frank Turner of EEPB as bookkeeper for the Authority.

The Board considered adopting a Sixth Amended Resolution Regarding Payment of Disbursements and Authorizing Bookkeeper to Sign Certain Disbursements.

The Board also considered adopting a Resolution Rescinding Delegation of Authority Due to an Emergency.

Following review and discussion, Director Postle moved to: (1) approve the Amended and Restated Agreement for Bookkeeping Services with Myrtle Cruz, Inc.; (2) approve the Bookkeeping Services Agreement with EEPB; (3) authorize EEPB to send notices of the change in the Authority's bookkeeper to Authority vendors and consultants; (4) adopt the Resolution Changing and Appointing Investment Officer; (5) accept the Disclosure Statements pursuant to the District's Investment Policy and the Public Funds Investment Act; (6) approve the amended Exhibit A to the Depository Pledge Agreements with Central Bank and BBVA Compass Bank; (7) approve the Authorization to Trade Public Funds; (8) approve the Resolution Changing Authorized Representative for LOGIC and the Amending Resolution for TexStar; (9) authorize sending notices of the change in the Authority's bookkeeper to BBVA Compass Bank, Regions Bank, Central Bank, and Amegy Bank; (10) approve the Resolution Authorizing Consultant Representative; (11) authorize execution of the District Registration Form; (12) adopt the Sixth Amended Resolution Regarding Payment of Disbursements and Authorizing Bookkeeper to Sign Certain Disbursements; (13) adopt the Resolution Rescinding Delegation of Authority Due to an Emergency; and (14) direct that such documents be filed appropriately and retained in the Authority's official records. Director Thornhill seconded the motion. A roll call of the Board was taken and the motion passed unanimously, with all directors voting "yea."

ESCROW AGREEMENTS WITH REGIONS BANK AND AUTHORIZE NOTICE OF TERMINATION OF ESCROW AGREEMENTS WITH BBVA COMPASS

Ms. Vinson reported due to BBVA Compass's recent acquisition by PNC Bank, the agreements (the "Agreements") that the Authority entered into with BBVA Compass as Escrow Agent for seven of the Authority escrow accounts will need to be moved to another bank. She reviewed Escrow Agreements between the Authority and Regions Banks for Regions Bank to serve as Escrow Agent for the Authority's Series 2015 Bonds, Series 2016 Bonds, Series 2017 Bonds, Series 2018 Bonds, Series 2018A Bonds, Series 2019A Bonds, and Series 2019B Bonds. Following review and discussion, Director Wheeler moved to: (1) approve the above-described Escrow Agreements with Regions Bank; and (2) authorize termination to Agreements to BBVA effective August 31, 2021. Director Postle seconded the motion. A roll call of the Board was taken and the motion passed unanimously, with all directors voting "yea."

INTERLOCAL AGREEMENT WITH HGSD

Ms. Vinson reviewed an Interlocal Agreement with the HGSD regarding the sponsorship of 5,000 conservation kits. Following review and discussion, Director Gorden moved to approve the Interlocal Agreement. Director Owens seconded the motion. A roll call of the Board was taken and the motion passed unanimously, with all directors voting "yea."

RISK MANAGEMENT SERVICE AGREEMENT WITH MCGRIFF INSURANCE SERVICES, INC.

The Board considered approving the Risk Management Service Agreement with McGriff Insurance Services, Inc. Following review and discussion, Director Weppler moved to approve the Risk Management Service Agreement. Director Owens seconded the motion. A roll call of the Board was taken and the motion passed unanimously, with all directors voting "yea."

OPERATION OF AUTHORITY FACILITIES, BILLINGS, AUTOMATIC METER READING, REQUESTS FOR REIMBURSEMENT, REPAIRS, INSPECTIONS, MAINTENANCE, CATHODIC PROTECTION, RIGHT OF WAY MAINTENANCE, AND WATER SUPPLY ISSUES, APPROVAL OF CONTRACTS FOR RELATED WORK, CHANGE ORDERS, WORK AUTHORIZATIONS, AMENDMENTS TO AND ASSIGNMENTS OF CONTRACTS, AND TERMINATIONS, AND WINTER STORM RECOVERY MATTERS

Mr. Thomas reviewed the operator's report, a copy of which is attached. He reviewed a list of retail water providers (the "List") that submitted certifications of amounts forgiven to customers pursuant to the Resolution Adopting Policy and Procedures for February 2021 Freeze Event Fee Adjustment Credits. A copy of the list is included in the operator's report. Following review and discussion, Director Wheeler made a motion to authorize Inframark to grant Authority GRP credits or issue checks to retail water providers in the amounts indicated on the List. Director Janneck seconded the motion. A roll call of the Board was taken and the motion passed unanimously, with all directors voting "yea."

CONVENE EXECUTIVE SESSION TO CONSULT WITH ATTORNEY PURSUANT TO SECTION 551.071 TEXAS GOVERNMENT CODE

The Board convened in executive session at 7:18 p.m. pursuant to Section 551.071, Texas Government Code to consult with attorney. Ms. Vinson requested the presence of Mr. Ahrens and Ms. Silva in this executive session in order for the Board to obtain the necessary legal advice from its attorney, and the Board concurred to have them present.

RE-CONVENE IN OPEN SESSION AND AUTHORIZE APPROPRIATE ACTION

At 7:47 p.m., the Board reconvened in open session. The Board took no action in open session.

There being no further matters to come before the Authority, the meeting was adjourned.

/s/ Douglas C. Postle
Secretary, Board of Directors

(SEAL)



LIST OF ATTACHMENTS TO MINUTES

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