

MINUTES
HARRIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 278

April 5, 2024

The Board of Directors (the "Board") of Harris County Municipal Utility District No. 278 (the "District") met in regular session, open to the public, on the 5th day of April, 2024, 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:

Shantai Magee	President
Tommie Ruth Allen	Vice President
Gwen Thornburg	Secretary
Eugene Newsom	Assistant Vice President
Vacant	Assistant Secretary

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

Also attending the meeting were Kevin Gilligan of BGE, Inc.; Jarryd Mayfield of Si Environmental LLC; Jessica Preston of Municipal Accounts & Consulting, L.P.; Brittany Keeswood of Assessments of the Southwest, Inc.; and Adisa Harrington and Hope Palmer of Allen Boone Humphries Robinson LP ("ABHR").

MINUTES

The Board considered approving the minutes of the regular meeting of March 8, 2024. After review and discussion, Director Allen moved to approve the minutes, as presented. Director Newsom seconded the motion, which passed unanimously.

PUBLIC COMMENTS

Ms. Harrington offered any members of the public attending the meeting the opportunity to make public comment. There being no members of the public wishing to address the Board at this time, Ms. Harrington closed the public comments portion of the meeting.

CONFERENCE MATTERS

It was noted that no directors attended the AWWA/WEF Utility Management Conference (the "AWWA/Conference") in February of this year. The Board then considered authorizing attendance at the next AWWA/WEF Conference." Following discussion, Director Newsom moved to authorize any interested directors to attend the next AWWA/WEF Conference. Director Allen seconded the motion, which passed unanimously.

TAX ASSESSMENT AND COLLECTION MATTERS

Ms. Keeswood presented and reviewed the tax assessor/collector's report and a list of delinquent accounts and stated that 97.47% of the 2023 property taxes were collected as of March 31, 2024. A copy of the tax assessor/collector's report is attached. Following review and discussion, Director Newsom moved to approve the tax assessor/collector's report. Director Thornburg seconded the motion, which passed unanimously.

FINANCIAL AND BOOKKEEPING MATTERS

Ms. Preston presented and reviewed the bookkeeper's report, a copy of which is attached, including a quarterly investment report and the bills for payment from the District's accounts. She also requested the Board approve check nos. 16173 and 16174, each in the amount of \$2,000.00, payable to Directors Newsom and Thornburg, respectively, for advances for expenses related to the Texas Water Conference.

Ms. Preston then reviewed the Plan Review Deposits chart in the bookkeeper's report. Mr. Gilligan recommended the balances remaining of the following plan review fees be reimbursed to the developers: (1) the amount of \$419.04 for the 4920 Atascocita Road project; and (2) the amount of \$3,080.57 for the project at 12235 Will Clayton Parkway. He also recommended the Board request an additional utility commitment letter deposit in the amount of \$2,500.00 from BHW Capital for the Creekstone at Tour 18 apartments. Mr. Gilligan then recommended the Board request an additional annexation deposit in the amount of \$20,000.00 from 3A Development LLC in connection with the annexation of the tract at 3440 Atascocita Road.

Following review and discussion, Director Newsom moved to approve the bookkeeper's report, the quarterly investment report, payment of the bills, and to take all actions recommended by the engineer in connection with the plan review deposit refunds, the utility commitment letter deposit, and the annexation deposit. Director Thornburg seconded the motion, which passed unanimously.

ANNUAL LETTER AGREEMENTS FOR FLOCK SAFETY

Ms. Palmer stated she has nothing new to report regarding the new annual letter agreements with the participating homeowners' associations for the Flock Safety license plate readers.

REVIEW WATER AND SEWER RATES AND AMEND RATE ORDER

Director Magee arrived at the meeting.

Mr. Gilligan reported that the City of Houston (the "City") recently changed its procedures for collection of fees from Districts in connection with the Groundwater Reduction Plan. He then presented and reviewed a water use and water rate analysis, a copy of which is attached, which he used to determine if the District's water and sewer rates should be changed to account for the City's new collection procedures. He noted that based on the City's new collection procedures, the District's total cost for water is \$3.15 per 1,000 gallons. Discussion ensued. Following discussion, the Board concurred to review the analysis and discuss the matter further at the next meeting.

ATTORNEY'S REPORT

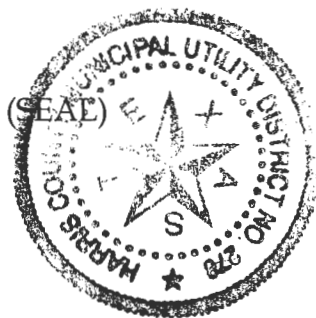
The Board discussed the vacancy on the Board of Directors.

Ms. Harrington distributed and reviewed a letter from the Houston Public Works Department announcing the results of the election for the City's Groundwater Reduction Program Review Committee. A copy of the letter is attached.

ADDITIONAL REPORTS FROM DIRECTORS AND CONSULTANTS

There were no additional reports.

There being no further business brought before the Board, and based on a motion made by Director Newsom, seconded by Director Allen, and voted unanimously by the Board, the meeting was adjourned.




Secretary, Board of Directors

LIST OF ATTACHMENTS TO MINUTES

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