

MINUTES OF MEETING OF THE  
NORTH HARRIS COUNTY REGIONAL WATER AUTHORITY

December 2, 2019

The Board of Directors (the "Board") of the North Harris County Regional Water Authority (the "Authority") met in special session, open to the public, at 6:00 p.m. on Monday, the 2<sup>nd</sup> day of December, 2019, at the Authority's office located at 3648 Cypress Creek Parkway, Suite 110, Houston, Texas, a public meeting place within the boundaries of the Authority; whereupon, the roll was called of the duly constituted officers and members of the Board, to-wit:

Alan J. Rendl	President
Kelly P. Fessler	Vice President
Lenox A. Sigler	Secretary
Ron Graham	Assistant Secretary
Jim Pulliam	Treasurer/Investment Officer

All members of the Board were present, thus constituting a quorum. Also attending the meeting were: Mr. Jun Chang, P. E., D.WRE, Deputy General Manager for the Authority; Mr. Mark Evans, Director of Planning and Governmental Affairs for the Authority; Ms. Cynthia Plunkett, Financial Assistant for the Authority; Ms. Barbara Payne of Payne Communications, Communications Coordinator for the Authority; Messrs. Stephen Berckenhoff, P.E. and Doug Haude, P.E., of AECOM Technical Services, Inc., Program Managers for the Authority; Mr. John Howell of The GMS Group, L.L.C., co-financial advisor to the Authority; Mr. Brian Cunningham of Project Surveillance, Inc., a subcontractor to AECOM and project representative on several Authority projects; Mr. Buddy Barnes, P.E., F.SAME, of ARCADIS US, Inc., on-call engineers for the Authority; Mr. Rafael Ortega, P.E., of Aurora Technical Services, LLC, on-call engineers for the Authority; Mr. Dustin O'Neal, P.E., of Costello, Inc., on-call engineers for the Authority; Ms. Katherine Mears, P.E., and Mr. David Huang of RPS Klotz Associates, on-call engineers for the Authority; Mr. Mike Reedy, P.E., of Freese and Nichols, Inc., on-call engineers for the Authority; Mr. David Warner, P.E., of Jones|Carter, Inc., on-call engineers for the Authority; Mr. Charles Shumate, P.E., of Lockwood Andrews and Newnam, Inc., on-call engineers for the Authority; Mr. Lance McLeod, P.E., of Kimley-Horn and Associates Inc., on-call engineers for the Authority; Ms. Giti Zarinkelk, P.E., F.SAME, and Mr. Michael J. Bagstad, P.E., of Zarinkelk Engineering Services, Inc., on-call engineers for the Authority; Mr. Wayne Ahrens, P.E., of Dannenbaum Engineering Corporation, on-call engineers for the Authority; Mr. Chris Campbell, P.E., of Binkley & Barfield, on-call engineers for the Authority; Mr. Carlton McDevitt of Inframark, LLC ("Inframark"), operator for the Authority; Ms. Robin S. Bobbitt, attorney, and Ms. Marissa E. Paltz, legal secretary, of Radcliffe Bobbitt Adams Polley PLLC ("Radcliffe Bobbitt"), general counsel and co-bond counsel for the Authority. Numerous members of the public and other consultants to the Authority were also present at the meeting. Copies of the sign-in sheets for those in attendance at the meeting are attached hereto.

WHEREUPON, the meeting was called to order by Director Rendl and evidence was presented that public notice of the meeting had been given in compliance with the law. The posted notices of the meeting are attached hereto.

PUBLIC HEARING ON PROPOSED INCREASES IN AUTHORITY RATES AND FEES TO BE EFFECTIVE APRIL 1, 2020

Director Rendl first explained that this evening's public hearing is being held to review with the Board and members of the public the information regarding the proposed Updated Pricing Policy that will be presented at tonight's regular Board meeting for the Board's approval and adoption. A copy of the PowerPoint presentation for the public hearing is attached hereto.

Mr. Chang then explained that a Budget Workshop meeting had been held on Monday, November 18, 2019, at which time the Authority's proposed budget for the fiscal year ending December 31, 2020 (the "2020 Budget") was reviewed, along with the proposed increase in the Authority's pumpage fee from \$3.85 per 1,000 gallons to \$4.25 per 1,000 gallons and the proposed increase in the Authority's surface water rate from \$4.30 per 1,000 gallons to \$4.70 per 1,000 gallons, with such rates to be effective on April 1, 2020. Mr. Chang further explained that the Authority's proposed 2019-2020 Capital Improvement Plan (the "2020-2021 CIP") was also reviewed with the Board at the Budget Workshop meeting. Mr. Chang noted that the increased rates are due to not only the need to fund the costs of a number of capital improvement items, but are also needed to fund the operation and maintenance costs that the Authority must pay to the City of Houston. Copies of the 2020 Budget and the 2020-2021 CIP are attached hereto.

Mr. Chang then called on Mr. Howell, who reviewed the "Cost of Water" PowerPoint presentation and further explained the need for the pumpage and surface water rate increases. Mr. Howell stated that a rate adjustment is also necessary due to increases in the Authority's debt service payments.

Director Rendl then noted that the proposed increases in the pumpage and surface water rates, the 2020 Budget and the 2020-2021 CIP will be presented to the Board for approval and adoption at tonight's regular meeting, beginning at 6:15 p.m.

QUESTIONS & ANSWERS

Director Rendl then asked for any questions from the audience.

There being no further business to come before the Board, the public hearing was adjourned at 6:12 p.m.

PASSED, APPROVED AND ADOPTED this 6th day of January, 2020.



  
Secretary, Board of Directors