

MINUTES
PECAN GROVE MUNICIPAL UTILITY DISTRICT

July 24, 2018

The Board of Directors (the "Board") of Pecan Grove Municipal Utility District (the "District") met in special session, open to the public, on the 24th day of July, 2018 at the Pecan Grove Customer Service Office at 2035 FM 359, Suite K, Richmond, Texas, inside the boundaries of the District, and the roll was called of the members of the Board:

Ryan Yokubaitis	President
Stephen D. Crow	Vice President
G.E. "Buddy" Kluppel	Secretary
Jean Gobar	Assistant Secretary
Charles D. Bertrand	Assistant Vice President

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

Also present at the meeting were Breah Campbell and Russell Piper of Environmental Development Partners, LLC ("EDP"); Justin Ring and Megan Crutcher of Odyssey Engineering Group; Paul Metcalf and James Waltz, District residents; and Lynne Humphries of Allen Boone Humphries Robinson LLP ("ABHR").

MAINTENANCE AGREEMENT WITH FORT BEND COUNTY MUNICIPAL UTILITY DISTRICT NO. 134D ("HARVEST GREEN")

The Board discussed a proposed joint maintenance agreement between the District and Harvest Green. Discussion ensued regarding proposed revisions, including benefit to the District, incorporation of aesthetic standards by exhibit, fill and improvement of drainage swales, and cost sharing future drainage adjustments due to future levee modifications that may be required by federal, state and/or local agencies. Additional discussion ensued regarding Harvest Green development plans adjacent to the drainage swales and cost sharing the legal costs associated with preparation of the proposed Agreement.

SMART METERS

The Board concurred to table discussion of this agenda item until the August 13, 2018 budget workshop meeting.

APPLICATION TO THE TEXAS COMMISSION ON ENVIRONMENTAL QUALITY ("TCEQ") FOR CHANGE IN SCOPE AND USE OF SURPLUS WATER BOND FUNDS

The Board concurred to table discussion of this agenda item until the July 31, 2018 regular board meeting.

ADOPT AMENDED RATE ORDER

The Board discussed the Groundwater Reduction Plan ("GRP") rate charged to the Pecan Grove County Club as a GRP participant and GRP rates charged by other entities. The Board concurred to table discussion of this agenda item until the July 31, 2018 regular board meeting.

CAPITAL IMPROVEMENT PLAN

Ms. Crutcher and Mr. Ring updated the Board on the Capital Improvement and Maintenance Plan ("CIP"). The Board discussed with their consultants the needed projects and improvements and funding availability, including possible use of water surplus bond funds available for capital improvements and required notices and/or applications to the Texas Commission on Environmental Quality ("TCEQ"). Discussion ensued regarding proposed repairs to the Jones Creek slope, including funding options and projected schedule to complete design, award contracts and construction. Discussion ensued regarding funds available for a reclaimed water system and possible water users and water rates. The Board concurred to continue discussion of the CIP at the July 31, 2018 regular meeting and August 13, 2018 budget workshop meeting.

AMEND BUDGET

The Board determined it was not necessary to amend the budget.

There being no additional business to consider, the meeting was adjourned.

(SEAL)




Secretary, Board of Directors