

MINUTES
FORT BEND COUNTY LEVEE IMPROVEMENT DISTRICT NO. 10

February 27, 2020

The Board of Directors (the "Board") of Fort Bend County Levee Improvement District No. 10 (the "District"), met in regular session, open to the public, on the 27th day of February, 2020, at Allen Boone Humphries Robinson LLP, 3200 Southwest Freeway, 24th Floor, Houston, Texas, outside the boundaries of the District, and the roll was called of the members of the Board:

Don Burns	President
Johnny J. Cantu	Vice President/ Assistant Secretary
Rodney Vannerson	Secretary

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

Also present at the meeting were Guillermo Salcedo of the City of Sugar Land ("COSL"); Aaron Gannaway of Lake Management Services ("Lake MS"); Greg Lentz of Masterson Advisors LLP; Kelley Jurecek of Tax Tech, Inc.; Mary Ann Mihills of Municipal Accounts & Consulting, L.P. ("MAC"); Jeff Perry of Levee Management Services ("LMS"); Michael Murr of Park Rangers; Michael Rusk of LJA Engineering, Inc. ("LJA"); and Angie Lutz and Anne-Marie Bradford of Allen Boone Humphries Robinson LLP ("ABHR").

PUBLIC COMMENTS

There were no public comments received by the Board.

MINUTES

The Board considered approving the minutes of the January 23, 2020, regular meeting, which were provided in advance. Following review and discussion, Director Cantu moved to approve the minutes, as provided. Director Vannerson seconded the motion, which passed by unanimous vote.

PHASE II MS4 STORM WATER MANAGEMENT PERMIT PLAN MATTERS

There was no discussion on this matter.

ANNUAL REPORT

Ms. Lutz reviewed the District's Annual Report containing updated financial and operating data that must be filed in accordance with the continuing disclosure provisions contained in the bond resolutions. She stated that the District is required to file certain financial and operating data with the Municipal Securities Rulemaking Board through the Electronic Municipal Market Access System in compliance with SEC

Rule 15c12-12 and with the Municipal Advisory Council of Texas, the State Information Depository. She presented filing letters for the Annual Report for the Board's consideration. After review and discussion, Director Vannerson moved to approve the Annual Report and direct that it be filed appropriately and retained in the District's official records. Director Cantu seconded the motion, which passed unanimously.

LAKE MANAGEMENT SERVICES

Mr. Gannaway provided an update regarding the maintenance of the District's lakes and related facilities. He stated the fountain at Lake No. 3 is currently under repair. Mr. Gannaway then discussed signage installed around the District's lakes and erosion at Lake No. 5. He recommended the Board authorize repair of the erosion at Lake No. 5 and discussion ensued regarding the status of erosion at all District lakes. The Board directed LMS to investigate further and prepare an itemized proposal for the repair of erosion around all District lakes.

FINANCIAL AND BOOKKEEPING MATTERS

Ms. Mihills presented and reviewed the bookkeeper's report, a copy of which is attached, and the checks presented for payment, as listed in the report. After review and discussion, Director Vannerson moved to approve the bookkeeper's report, including payment of the bills listed in the report. Director Cantu seconded the motion, which passed unanimously.

TAX ASSESSMENT AND COLLECTIONS MATTERS

Ms. Jurecek presented and reviewed the tax assessor/collector's report, a copy of which is attached, and reported that 94.06% of the District's 2019 taxes have been collected to date. Following review and discussion, Director Vannerson moved to approve the tax assessor/collector's report and payment of the tax bills. Director Cantu seconded the motion, which passed unanimously.

RESOLUTION CONCERNING EXEMPTIONS FROM TAXATION

Ms. Lutz discussed the Resolution Concerning Exemptions from Taxation ("Resolution") with the Board. After review and discussion, Director Cantu moved to adopt the Resolution, granting a 20% homestead exemption, not less than \$5,000, and a \$20,000 exemption for residents aged 65 years and older and/or disabled for 2020 and direct that the Resolution be filed appropriately and retained in the District's official records. Director Vannerson seconded the motion, which carried unanimously.

ENGINEER'S REPORT

Mr. Rusk presented and reviewed the engineer's report, a copy of which is attached. He provided an update regarding the status of the pump station access improvements and backup motorized sluice gates project design.

Ms. Lutz then presented and reviewed a proposal in the amount of \$3,000 from Newmark Knight Frank for the appraisal of an 8.850-acre tract of land for the potential park bonds.

Mr. Rusk then discussed a Fort Bend County flood damage reduction project, titled "Project Brazos," to control erosion around the Brazos River. He stated Commissioners DeMerchant and Morales are coordinating to determine possible options for controlling the erosion and have requested resolutions from each of the levee improvement districts in support of the project. The Board requested an item on the next agenda to consider same.

After review and discussion, Director Vannerson moved to approve the engineer's report and the proposal from Newmark Knight Frank in the amount of \$3,000. Director Cantu seconded the motion, which passed unanimously.

CAPITAL IMPROVEMENT PLAN ("CIP")

Mr. Rusk reviewed an updated CIP, noting no new projects have been included. A copy of the CIP is attached to the engineer's report.

OPERATION OF DISTRICT FACILITIES

Mr. Perry reviewed the operations report and updated the Board regarding the status of repairs and maintenance performed since the last meeting. A copy of his report is attached.

Mr. Perry stated CenterPoint is relocating utility poles along Highway 99.

Mr. Perry reported the channel fence repairs have been completed under budget.

Mr. Perry then provided an update regarding pump station maintenance. He stated a tunnel inspection and the first quarter preventative maintenance tasks were performed and there are no issues to report. He then reported significant amounts of rust were found on the tubes enclosing the pumps and recommended the Board authorize repair of the tube enclosures in an amount not to exceed \$6,500.

After review and discussion, Director Vannerson moved to approve the operations report and authorize LMS to repair the tubes enclosing the pumps at the pump station in an amount not to exceed \$6,500. Director Burns seconded the motion, which passed unanimously.

UNLIMITED TAX PARK BONDS, SERIES 2020

Mr. Lentz reviewed a proforma cash flow analysis with the Board and requested authorization to prepare a bond application in an amount not to exceed \$2,000,000. A copy of the analysis is attached. After discussion, Director Vannerson moved to

approve preparation of a bond application, as discussed. Director Cantu seconded the motion, which passed unanimously.

PARK AND RECREATIONAL FACILITIES

Mr. Murr presented and reviewed a park maintenance report, a copy of which is attached. He updated the Board regarding maintenance of park and recreational facilities in the District.

PERIMETER LEVEE MATTERS

There was no discussion on this matter.

REPORTS FROM DIRECTOR AND/OR DISTRICT CONSULTANTS

The Board reviewed correspondence regarding the COSL's hazard mitigation plan, a copy of which is attached.

The Board concurred to hold the next regular meeting on March 26, 2020.

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

/s/Rodney Vannerson
Secretary, Board of Directors

(SEAL)

