

MINUTES
FORT BEND COUNTY LEVEE IMPROVEMENT DISTRICT NO. 6

January 22, 2018

The Board of Directors (the "Board") of Fort Bend County Levee Improvement District No. 6 (the "District") met in regular session, open to the public, on the 22nd day of January, 2018, at The George Foundation, 215 Morton Street, in the Main Conference Room, Richmond, Texas, a regular meeting place outside the boundaries of the District, and the roll was called of the members of the Board:

Gary Pochyla	President
Kent P. Savage	Vice President
Linda Jacks	Secretary

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

Also present at the meeting were Jeff Perry and Ross Autry of Levee Management Systems ("LMS"); Ron Dechert of Costello, Inc. ("Costello"); Roger Adams of The George Foundation; Christina Perry of Myrtle Cruz, Inc.; Trey Reichert of Johnson Development; David Patterson of Assessments of the Southwest, Inc. ("ASW"); Julie Peak of Hilltop Securities, Inc.; Brad Koehl of Yellowstone Landscape - Central, Inc.; Tom Butcher and Gene Pfalzgraf, residents of the District; and Angela Lutz and Nikole Cales of Allen Boone Humphries Robinson LLP ("ABHR");

PUBLIC COMMENTS

Mr. Butcher asked about the public comments agenda item. Ms. Lutz explained the public comments procedures and noted residents are welcome to comment during that agenda item, but typically the Board and its consultants do not answer questions. She stated questions can be sent to her or submitted on the District's website and the appropriate party will provide the necessary information.

Mr. Butcher stated Serenity Pond has lost approximately four to six feet of shoreline and asked who is responsible for maintenance. He stated the sprinkler system is now visible as a result of the erosion. Mr. Butcher presented and reviewed photos of the erosion, copies of which are attached. Mr. Dechert noted the erosion occurred a few years ago and stated the Del Webb Sweetgrass Homeowners Association ("HOA") has adjusted their mowing procedures to allow for natural growth along the pond edge. He stated the HOA is responsible for the irrigation system. Mr. Perry stated LMS will survey and stake the area to see if erosion is continuing to occur. Ms. Lutz stated ABHR can send a letter to the HOA requesting they ensure the grass is being mowed appropriately.

Mr. Pfalzgraf asked if the Board has discussed raising the District's levee since Hurricane Harvey. Mr. Dechert stated raising the District's levee has not been discussed and noted the evacuation of the District resulted from concerns over the possibility of Rabbs Bayou backing up and causing street flooding at the projected elevation, not from the possibility of the levee being over-topped. He noted there were no concerns regarding home flooding at that elevation. Mr. Dechert stated he has not heard of the Federal Emergency Management Agency requiring any additional height be added to levees in the area.

MINUTES

The Board concurred to defer approval of the October 23, and November 27, 2017, minutes.

TAX ASSESSMENT AND COLLECTIONS MATTERS, INCLUDING INSTALLMENT AGREEMENTS AND PAYMENT OF TAX BILLS

Mr. Patterson distributed and reviewed the January tax assessor/collector's report, a copy of which is attached. He stated the District's 2017 tax collection rate is 53.35% as of December 31, 2017. Following review and discussion, Director Jacks moved to approve the tax assessor/collector's report and payment of the bills from the tax account. Director Savage seconded the motion, which passed unanimously.

FINANCIAL AND BOOKKEEPING MATTERS, INCLUDING PAYMENT OF BILLS AND REVIEW OF INVESTMENTS

Ms. Perry presented to the Board for review and approval the bookkeeper's reports and bills, a copy of which is attached. Following review and discussion, Director Savage moved to approve the bookkeeper's reports and payment of bills. Director Jacks seconded the motion, which passed unanimously.

ACCEPT ANNUAL DISCLOSURE STATEMENTS FOR INVESTMENT OFFICER AND BOOKKEEPER

Ms. Lutz stated that in accordance with the District's Investment Policy the District's bookkeeper and the District's Investment Officer are required to execute disclosure statements that disclose certain relationships with banks and brokers who seek to sell investments to the District. She added that the Disclosure Statements will be filed with the Texas Ethics Commission. After review and discussion, Director Savage moved to accept the Disclosure Statements pursuant to the District's Investment Policy and the Public Funds Investment Act and direct that the statements be filed appropriately and retained in the District's official records. Director Jacks seconded the motion, which carried unanimously.

OPERATION OF DISTRICT FACILITIES, BILLINGS, REPAIRS AND MAINTENANCE,
INCLUDING SHARED PERIMETER LEVEE REPORT

Mr. Perry reviewed the operator's report, a copy of which is attached. He updated the Board regarding operations and maintenance performed in the District during the last month. Upon a motion made by Director Savage and seconded by Director Jacks, the Board voted unanimously to approve the operator's report.

RABBS BAYOU SLOUGHING REPAIR

Mr. Perry updated the Board regarding the Rabbs Bayou sloughing. He stated the sloughing is a result of the HOA overwatering the area. He discussed repairs and stated the necessary repairs including irrigation repair and turf establishment will not exceed \$4,000. Upon a motion made by Director Savage and seconded by Director Jacks, the Board voted unanimously to approve the sloughing repairs in an amount not to exceed \$4,000.

MOWING OF DISTRICT FACILITIES

Mr. Koehl updated the Board regarding mowing of District facilities. He presented and reviewed mowing and maintenance report. No action items were presented for the Board's consideration.

UPDATE REGARDING STORM WATER PERMITTING MATTERS, INCLUDING
PUBLIC COMMENTS

There was no discussion regarding this agenda item.

REPORT REGARDING DEVELOPMENT IN THE DISTRICT

Mr. Reichert updated the Board regarding development in the District. He stated approximately 200 homes are complete or under construction in Veranda. Mr. Reichert stated the Veranda development will have approximately 2,000 homes when fully built-out. Mr. Butcher thanked Mr. Reichert for installing sandbags and silt fencing during construction.

Mr. Adams updated the Board regarding development in the district and stated the HEB grocery store is expected to open Wednesday. He noted a request has been made to construct a service road to HEB.

ENGINEERING MATTERS

Mr. Dechert updated the Board regarding the possible extension of the District's levee. No written report or action items were presented.

PREPARATION OF BOND APPLICATION AND UPDATES REGARDING THE SAME

Ms. Peak discussed preparation of a bond application for 2018. She presented and reviewed a cash flow analysis, a copy of which is attached. Ms. Peak stated she anticipates selling the approximately \$7,840,000 in bonds in the third or fourth quarter of 2018.

Ms. Peak stated this bond issue will fully reimburse Caldwell Companies and provide partial reimbursement of development for Veranda and KB Home, along with reimbursement of landowner advances. Mr. Dechert presented and reviewed a draft summary of costs for the proposed bond issue. After review and discussion, Director Jacks moved to authorize the District's consultants to begin preparing the bond application. Director Savage seconded the motion, which passed unanimously.

DISTRICT WEBSITE REVIEW

Ms. Lutz stated the District website, www.fblid6.org is now live.

DEEDS AND EASEMENTS

There was no discussion regarding this item.

APPROVE AND AUTHORIZE FILING OF EDUCATION/TRAINING COMPLIANCE STATUS FOR BOARD OF DIRECTORS WITH THE FORT BEND COUNTY DRAINAGE DISTRICT

The Board reviewed the directors' continuing education hours. Upon a motion made by Director Jacks and seconded by Director Savage, the Board voted unanimously to authorize submittal of the directors' continuing education hours to Fort Bend County as required.

APPROVE ANNUAL REPORT AND AUTHORIZE FILING OF SAME IN ACCORDANCE WITH THE DISTRICT'S CONTINUING DISCLOSURE OF INFORMATION AGREEMENT AND AS REQUIRED BY SEC RULE 15c22-12

Ms. Lutz stated the Board approved filing of the Annual Report at the October meeting subject to finalization. The Board then reviewed the final Annual Report and concurred with its prior approval of the Annual Report.

ANNUAL REPORT REGARDING POST-ISSUANCE COMPLIANCE

Ms. Lutz reported on the District's compliance activities pursuant to the District's policy during the prior calendar year related to bond financings. She stated that no corrective action is required at this time.

ANNUAL REVIEW OF PROCEDURES FOR CONTINUING DISCLOSURE COMPLIANCE

Ms. Lutz reviewed the Procedures for Continuing Disclosure Compliance, and the Board concurred that no changes are needed at this time.

REVIEW LIST OF LOCAL GOVERNMENT OFFICERS PURSUANT TO CHAPTER 176 OF THE TEXAS LOCAL GOVERNMENT CODE

The Board reviewed a list of the District's Local Government Officers ("List"). After review and discussion, Director Jacks moved to approve the List and direct that it be filed appropriately and retained in the District's official records. Director Savage seconded the motion, which passed by unanimous vote.

PERIMETER LEVEE MATTERS AND NATIONAL ASSOCIATION OF FLOOD AND STORMWATER MANAGEMENT AGENCIES

Ms. Lutz reviewed a calendar of events and conferences that the Board may consider attending to meet the director continuing education requirements.

FORT BEND FLOOD MANAGEMENT ASSOCIATION ("FBFMA")

Ms. Lutz discussed membership in the FBFMA. The Board concurred it does not want to join FBFMA at this time.

ITEMS FOR NEXT AGENDA

There was no discussion regarding this item.

NEXT MEETING DATE, INCLUDING DISCUSS SCHEDULE FOR IN-DISTRICT MEETINGS

The Board concurred to meet on February 19, 2018 at 12:00 p.m. at The George Foundation.

There being no further business to discuss, the meeting was adjourned.



Yudis Jacks

Secretary, Board of Directors

LIST OF ATTACHMENTS TO MINUTES

	Minutes
	<u>Page</u>
Resident's photos of Serenity Pond.....	1
Tax assessor/ collector's report	2
Bookkeeper's report and bills.....	2
Operator's report.....	3
Cash flow analysis	4