

MINUTES
FORT BEND COUNTY LEVEE IMPROVEMENT DISTRICT NO. 11

August 1, 2016

The Board of Directors (the "Board") of Fort Bend County Levee Improvement District No. 11 (the "District") met in regular session, open to the public, on the 1st day of August, 2016, inside the boundaries of the District, at Independent Bank, Sugar Land, Texas, and the roll was called of the members of the Board:

Justin Ring	President
Jared Jameson	Vice President/ Assistant Secretary
Stuart Rimes	Secretary/ Assistant Vice President

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

Also present at the meeting were Jeff Perry of Levee Management Services, LLC ("LMS"); Christina Garcia of Myrtle Cruz, Inc.; Kelly Jurecek of Tax Tech, Inc.; Michael Rusk of LJA Engineering, Inc.; Pat Naff of CDC Unlimited, LLC; and Lynne B. Humphries and Nikole Cales of Allen Boone Humphries Robinson LLP ("ABHR").

MINUTES

The Board considered approving the minutes of the July 5, 2016, regular meeting, which were provided in advance of the meeting. Following review and discussion, Director Rimes moved to approve the minutes as submitted. Director Ring seconded the motion, which was approved by unanimous vote.

COMMENTS AND QUESTIONS FROM THE PUBLIC

There were no members of the public who wished to address the Board.

TAX ASSESSMENT AND COLLECTION MATTERS

Ms. Jurecek distributed and reviewed the June tax assessor/collector's report, a copy of which is attached. She reported the District's 2015 taxes are 99.14% collected. Ms. Jurecek stated the District's certified taxable value is \$1,340,786,998. Following review and discussion, Director Rimes moved to approve the tax assessor/collector's report and payment of the tax bills. Director Ring seconded the motion, which passed unanimously.

FINANCIAL AND BOOKKEEPING MATTERS

Ms. Garcia distributed and reviewed the bookkeeper's report, including the monthly budget comparison and list of checks presented for approval. A copy of the

bookkeeper's report is attached. Ms. Garcia discussed the line item for stormwater fees. She stated the District entered into an agreement with Fort Bend County Municipal Utility District No. 106, acting as the Master District ("MUD 106"), to share the costs of the required stormwater management permit and plans ("Stormwater Services"). She stated MUD 106 did not invoice the District for its share of the Stormwater Services per the agreement. Ms. Garcia stated the District's portion of the unbilled Stormwater Services since 2008 totals \$39,296.80. Ms. Garcia presented and reviewed a draft of the District's budget for the fiscal year ending September 30, 2017, a copy of which is attached to the bookkeeper's report. Following review and discussion, Director Ring moved to (1) approve the bookkeeper's report and authorize payment of the bills listed therein; (2) approve payment to MUD 106 for unbilled Stormwater Services in the amount of \$39,296.80; and (3) defer adoption of the District's budget for the fiscal year ending September 30, 2017. Director Rimes seconded the motion, which passed unanimously. Director Ring requested the bookkeeper add a line item to the District's 2017 budget for engineering fees for the bond application.

LEVEE AND DITCH MOWING AND DRAINAGE CHANNEL CLEANOUT

Mr. Naff updated the Board regarding mowing in the District. He stated weed-eating along Mr. Kyle's fence was performed. Mr. Naff stated he was unable to see where grass was pushing on Mr. Kyle's fence and noted CDC does not mow the District's property as low as most residential property owners mow their property.

The Board discussed soliciting proposals for a new mowing contract and concurred to take no action.

OPERATION OF DISTRICT FACILITIES

Mr. Perry presented and reviewed the operations report and reviewed and discussed work completed by LMS during the last month. A copy of the report is attached.

Mr. Perry stated rip rap will be installed at outfall no. 2 when weather and Brazos River water levels permit.

Mr. Perry discussed leaks in the discharge tunnel and stated 20 joints and 40 lifting holes need to be repaired. He presented a proposal to pressure grout and seal the joints and holes in the amount of \$7,100. A copy of the proposal is attached to the operators report.

Mr. Perry reviewed a chart reflecting the golf club pumps water meter readings, a copy of which is attached to the operator's report. He noted the readings show the golf club continues to pump water out of the lake without authorization and is pumping significantly less water back into the lake to replenish it. Mr. Perry stated capping the intake pipe is more involved than expected and will cost approximately

\$30,000. After discussion, Director Rimes moved to direct the District's operator to cap the unauthorized intake pipe in the District's lake in an amount not to exceed \$30,000. Director Rimes seconded the motion, which passed unanimously. Ms. Humphries reviewed a letter notifying the golf club of the Board's actions as well as a letter to the TCEQ regarding the matter, copies of which are filed in the District's records.

Mr. Perry stated the Perimeter Levee Tiger Dam trailer, jointly owned by the District, Fort Bend County Levee Improvement District No. 10 and Fort Bend Municipal Utility District No. 121, is complete and will be stored at the District's emergency operations building.

Following review and discussion, Director Rimes moved to (1) approve the operator's report; and (2) approve repairs to the discharge tunnel in an amount not to exceed \$7,100. Director Ring seconded the motion, which passed unanimously.

ENGINEERING MATTERS

The Board reviewed the engineer's report, a copy of which is attached.

Mr. Rusk stated re-solicited bids for the installation of fencing to prevent unauthorized access to the District's levee were received and noted the single bid received did not meet the specifications. The Board concurred to reject the bid received. The Board discussed separating the fence project into separate smaller projects with like qualities to ensure bidders are submitting bids that meet project specifications. The Board requested LJA solicit three bids for the part of the project requiring white powder, coated fencing. Mr. Perry stated LMS is able to install the cable and bollards in the specified areas. After review and discussion, Director Ring moved to authorize LMS to install cable and bollards in the specified locations in an amount not to exceed \$25,000 under its current agreement with the District. Director Rimes seconded the motion, which passed unanimously.

Mr. Rusk discussed capital improvement projects. Discussion ensued regarding paying for river gauges out of operating funds. Mr. Rusk noted less expensive gauges will not have flow meters, but will measure depth. After discussion, the Board concurred to pay for the following items out of operating funds: river gauge at pump station no. 1, security systems at pump station nos. 1 and 2, generator at pump station no. 1 and an inundation study. The Board requested the engineer prepare a cost breakdown for Fort Bend County Municipal Utility District No. 116 since it will share in some of the costs.

After review and discussion, Director Ring moved approve the engineer's report. Director Rimes seconded the motion, which passed unanimously.

PHASE II MS4 STORM WATER MANAGEMENT PLAN IMPLEMENTATION

There was no discussion regarding this item.

COMMUNITY PROJECTS COMMITTEE ("CPC")

Directors Rimes updated the Board regarding CPC matters and stated the neighborhood representatives of the Greatwood Community Association approved the plans for the community building.

REPORTS ON GREATWOOD PRESIDENTS' MEETING AND ACTIVITIES AND FOLLOW UP ON LEVEE AND DRAINAGE FACILITIES AND OTHER DISTRICT AND GREATWOOD REGIONAL MATTERS

The Board discussed the Presidents' meeting.

FEDERAL FLOOD INSURANCE LEGISLATION, PERIMETER LEVEE MAINTENANCE, AND ATTENDANCE AT LEVEE CONFERENCES

There was no discussion regarding this item.

ATTORNEY'S REPORT

There were no additional items to report.

CONVENE IN EXECUTIVE SESSION PURSUANT TO SECTION 551.071, TEXAS GOVERNMENT CODE, TO CONDUCT A PRIVATE CONSULTATION WITH ATTORNEY TO DISCUSS PENDING OR CONTEMPLATED LITIGATION, OR A SETTLEMENT OFFER

The Board convened in executive session at 6:30 p.m.

RECONVENE IN EXECUTIVE SESSION AND AUTHORIZE APPROPRIATE ACTION REGARDING PENDING OR CONTEMPLATED LITIGATION, OR SETTLEMENT OFFER

The Board reconvened in open session at 6:46 p.m.

CONVENE IN EXECUTIVE SESSION PURSUANT TO SECTION 551.072, TEXAS GOVERNMENT CODE, TO DELIBERATE THE PURCHASE, EXCHANGE, AND LEASE VALUE OF REAL PROPERTY

The Board did not convene in executive session regarding this matter.

RECONVENE IN EXECUTIVE SESSION AND AUTHORIZE APPROPRIATE ACTION REGARDING PENDING OR CONTEMPLATED LITIGATION, OR SETTLEMENT OFFER

The Board did not convene in executive session regarding this matter.

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

(SEAL)



Secretary, Board of Directors

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