

MINUTES
FORT BEND COUNTY LEVEE IMPROVEMENT DISTRICT NO. 11

October 3, 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 3rd day of October, 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"); Terri Holland of Myrtle Cruz, Inc.; Kelly Jurecek of Tax Tech, Inc.; Michael Rusk of LJA Engineering, Inc. ("LJA"); Debbie Shelton of FirstSouthwest, a Division of Hilltop Securities ("FSW"); David Beyer of Storm Water Solutions, LP ("SWS"); Pat Hughes of the City of Sugar Land ("City"); Pat Naff of CDC Unlimited, LLC ("CDC"); Bob Grant, resident of the District; and Lynne B. Humphries and Nikole Cales of Allen Boone Humphries Robinson LLP ("ABHR").

MINUTES

The Board considered approving the minutes of the September 12, 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 September tax assessor/collector's report, a copy of which is attached. She reported the District's 2015 taxes are 99.71% collected. 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.

CONDUCT PUBLIC HEARING REGARDING DISTRICT'S 2016 TAX RATE, ADOPT ORDER LEVYING TAXES AND AUTHORIZE EXECUTION OF AMENDMENT TO INFORMATION

Ms. Jurecek stated Tax Tech Inc. published the required Notice of Public Hearing stating the District anticipates levying a maximum \$0.205 tax rate at this meeting.

Director Ring then opened the public hearing. No members of the public came forward to make comments. Director Ring closed the public hearing.

The Board discussed its current operating budget, reserve funds and reviewed various scenarios with different tax rates. After discussion, the Board concurred to levy a total tax rate of \$0.20, with \$0.16 allocated for debt service and \$0.04 allocated for operations and maintenance. Ms. Humphries presented to the Board an Order Levying Taxes for a \$0.20 tax rate, comprised of \$0.16 for debt service and \$0.04 for operations and maintenance. Ms. Humphries also presented an Amendment to Information Form reflecting the newly adopted tax rate.

After review and discussion, Director Rimes moved to adopt the Order Levying Taxes and authorize execution of the Amendment to Information Form, and direct that the Order and Amendment be filed appropriately and retained in the District's official records. Director Ring seconded the motion, which passed unanimously. The Board confirmed its intention that the 2016 tax levy includes a debt service component for the calendar year ending December 31, 2016, and a maintenance tax component for the fiscal year ending September 30, 2017.

FINANCIAL AND BOOKKEEPING MATTERS

Mr. Holland 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.

Mr. Holland presented and reviewed and amended contract for bookkeeping services.

Following review and discussion, Director Ring moved to (1) approve the bookkeeper's report and authorize payment of the bills listed therein; (2) authorize the Directors to execute forms as necessary; and (3) defer approval of the amended contract for bookkeeping services. Director Rimes seconded the motion, which passed unanimously.

LEVEE AND DITCH MOWING AND DRAINAGE CHANNEL CLEANOUT

Mr. Naff updated the Board regarding mowing in the District. He stated CDC has been monitoring grass height along Mr. Kyle's fence. Director Ring stated he has not received additional resident complaints in the past month.

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 was installed at outfall no. 2.

Mr. Perry updated the Board regarding the installation of bollards and cables. He stated LMS received a complaint from a resident on Lauren Way requesting the bollards be removed. The Board requested Mr. Perry remove the bollards. Mr. Perry stated he will remove the bollards and restore the area to its original condition at no additional charge to the District.

Mr. Perry updated the Board regarding the capping of the intake pipe in the District's lake so the Golf Club can no longer pump water out of the District's detention pond without authorization. He stated LMS continues to monitor the meter which is showing water is still being pumped, but he is not sure where the water is being pumped from. Discussion ensued and the Board requested Mr. Perry contact the original developer to try to obtain a copy of the original plans to see if he can locate additional pipes in the District's lake that would allow the Golf Club to continue pumping out of the District's lake. The Board requested ABHR contact the Golf Club's attorney regarding the matter and report the new violation to the Texas Commission on Environmental Quality.

Following review and discussion, Director Ring moved to approve the operator's report. Director Rimes seconded the motion, which passed unanimously.

ENGINEERING MATTERS

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

Mr. Rusk stated contracts for the fencing project will be routed to ABHR for review upon receipt.

Mr. Rusk presented and reviewed a revised Summary of Costs for the \$3,640,000 bond issue, a copy of which is attached to the engineer's report. He stated the Bond Application will be submitted requesting a 45 day expedited review.

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

PHASE II MS4 STORM WATER MANAGEMENT PLAN IMPLEMENTATION

Mr. Beyer presented and reviewed a summary of the District's year 3 SWMP goals, a copy of which is attached. He discussed various activities and measures taken to meet the outlined goals as required by the District's SWMP. After review and discussion, Director Rimes moved to approve the year 3 SWMP goals. Director Ring seconded the motion, which passed unanimously.

COMMUNITY PROJECTS COMMITTEE ("CPC")

Directors Rimes updated the Board regarding CPC matters.

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 AND ADOPT RESOLUTION EXPRESSING INTENT TO REIMBURSE FOR COSTS OF BOND APPLICATION

Ms. Humphries stated the City will be hosting an annexation workshop on October 13, 2016.

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 concurred it was not necessary to convene in executive session.

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.

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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