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MINUTES CINCO MUNICIPAL UTILITY DISTRICT NO. 3

April 21, 2022

The Board of Directors (the “Board”) of Cinco Municipal Utility District No. 3 (the “District”) met in regular session, open to the public, on the 21st day of April, 2022, at the offices of Inframark Water & Infrastructure Services, 2002 West Grand Parkway North, Suite 100, Katy, Texas, outside the boundaries of the District, and the roll was called of the members of the Board:

Linda Larvin	President
Christina Och	Vice President
Kent Fahey	Secretary
Mark Canady	Assistant Secretary
Douglas Schroeder	Assistant Vice President

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

Also attending the in person or by teleconference meeting were: Dennis Spellman, resident of the District; Rene Andel of Wheeler & Associates, Inc. (“Wheeler”); Nico Steen of District Data Services, Inc. (“DDS”); Robert Miller of Inframark Water & Infrastructure Services (“Inframark”); and Greer Pagan and Arlene Catalan of Allen Boone Humphries Robinson LLP (“ABHR”).

COMMENTS FROM THE PUBLIC AND FUTURE AGENDA ITEMS

There were no comments from the public.

APPROVE MINUTES

The Board considered approving the minutes of the February 17, 2022, regular meeting. After review and discussion, Director Och moved that the minutes be approved, as submitted. The motion was seconded by Director Schroeder and passed unanimously.

2022 DIRECTORS ELECTION

Mr. Pagan discussed procedures related to the 2022 Directors Election. He presented a Certificate Declaring Unopposed Status of Candidates for Election to the Board of Directors executed by the Secretary’s agent stating that the District received three candidate applications for the three director positions for the May 7, 2022, Directors Election. Following review and discussion, Director Fahey moved to accept the Certificate Declaring Unopposed Status of Candidates for Election to the Board of Directors and direct that the Certificate be filed appropriately and retained in the District’s official records. The motion was seconded by Director Och and passed unanimously with all Directors voting in favor of the motion.

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Mr. Pagan presented an Order Cancelling Election and Declaring Unopposed Candidates Elected to Office (the "Order Cancelling") stating that the May 7, 2022, Directors Election is cancelled and that the unopposed candidates, Ms. Linda Larvin, Ms. Christina Och, and Mr. Kent Fahey, are declared elected to office to serve from the May 7, 2022, election until the May 2, 2026, Directors Election. He reviewed the posting requirements for the Order Cancelling. Following review and discussion, Director Fahey moved to adopt the Order Cancelling Election and Declaring Unopposed Candidates Elected to Office, authorize the Secretary's agent to post the Order Cancelling, as required, and direct that the Order Cancelling be filed appropriately and retained in the District's official records. The motion was seconded by Director Och and passed unanimously with all Directors voting in favor of the motion.

Mr. Pagan discussed that the Board had approved entering into a contract with Fort Bend County (the "County") to administer the District's 2022 Directors Election. After discussion, Director Fahey moved to cancel the contract with the County for election services for the May 7, 2022 Directors Election. The motion was seconded by Director Och and passed unanimously with all Directors voting in favor of the motion.

DISCUSS SIDEWALK IMPROVEMENTS ON MASON ROAD

There was no discussion on this agenda item.

GARBAGE AND RECYCLING MATTERS

Discussion ensued regarding recent resident grievances regarding the delay of trash collection by Texas Pride. After discussion, the Board requested that Texas Pride attend the May Board meeting.

FINANCIAL AND BOOKKEEPING MATTERS

Ms. Steen presented and reviewed the bookkeeper's report, a copy of which is attached, and the bills presented for payment. After review and discussion, Director Schroeder moved to approve the bookkeeper's report and payment of the bills. The motion was seconded by Director Fahey and passed unanimously.

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 15C2-12

Mr. Pagan distributed and reviewed with the Board the District's Annual Report to be filed in accordance with the continuing disclosure provisions contained in the District's bond resolutions. He stated that the District is required to file certain updated financial and operating data with the Municipal Securities Rulemaking Board through the Electronic Municipal Market Access System ("EMMA"). After review and discussion, Director Fahey moved to (1) approve the Annual Report; (2) authorize filing of the Annual Report through EMMA in accordance with the District's continuing

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disclosure agreements and pursuant to SEC Rule 15c2-12; and (3) direct that the report be filed appropriately and retained in the District's official records. The motion was seconded by Director Och and passed unanimously with all Directors voting in favor of the motion.

ANNUAL REVIEW OF PROCEDURES FOR CONTINUING DISCLOSURE COMPLIANCE

The Board reviewed the District's procedures for continuing disclosure compliance.

TAX ASSESSMENT AND COLLECTIONS MATTERS

Ms. Andel presented and reviewed the tax assessor/collector's report and delinquent tax roll with the Board, copies of which are attached. After review and discussion, Director Schroeder moved to approve the tax assessor/collector's report. The motion was seconded by Director Fahey and passed unanimously.

OPERATION OF DISTRICT FACILITIES/TERMINATION OF SERVICE

Mr. Miller presented and reviewed the operator's report, a copy of which is attached. He discussed operation, maintenance, and repairs of District facilities. He stated that the water accountability for the previous month was 94%.

Mr. Miller reviewed the North Fort Bend Water Authority ("NFBWA") proposed 2022 Water Conservation Program initiatives consisting of: Director Och, Director Schoeder, and a District resident.

Mr. Miller reviewed an annual report on the District's Identity Theft Prevention Program, a copy of which is included in the operator's report. He stated that the report indicates there were no significant incidents of identity theft detection. He recommended continued implementation of the program without changes.

Mr. Miller presented and reviewed a District fire hydrant survey, a copy of which is attached to the operator's report. He reported that the cost to repair the recommended 31 fire hydrants is \$9,090.00

Mr. Miller presented a list of delinquent customers and reported the residents on the termination list were delinquent in payment of their water and sewer bills and were given written notification, in accordance with the District's Rate Order, prior to the meeting of the opportunity to appear before the Board of Directors to explain, contest, or correct their bills and to show why utility services should not be terminated for reason of non-payment.

Mr. Miller requested an item be added to the agenda for the Board to consider an Annual API Increase and rate order change.

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After review and discussion, Director Schroeder moved to (1) approve the operator's report; (2) approve the repair of the 31 fire hydrants in the amount of \$9,090.00; and (3) authorize termination of delinquent accounts in accordance with the District's Rate Order and direct that the delinquent customer list be filed appropriately and retained in the District's official records. The motion was seconded by Director Fahey and passed unanimously.

CONDUCT ANNUAL REVIEW OF DROUGHT CONTINGENCY PLAN

The Board reviewed the District's current Amended and Restated Drought Contingency Plan and determined that no changes were needed at this time.

ENGINEER'S REPORT, INCLUDING PHASE II MS4 PERMITTING MATTERS

The Board discussed the flooded sidewalk located on Westheimer Parkway. Discussion ensued.

The Board reviewed the Phase II MS4 Year 3 Annual Report due to the Texas Commission on Environmental Quality by April 21, 2022. After review and discussion, Director Schroeder moved to ratify the approval of submittal of the Phase II MS4 Year 3 Annual Report. The motion was seconded by Director Fahey and passed unanimously with all Directors voting in favor of the motion.

DISTRICT WEBSITE MATTERS

There was no discussion on this agenda item.

NORTH FORT BEND WATER AUTHORITY MATTERS

This agenda item was discussed under the operations of the District.

CINCO MUNICIPAL UTILITY DISTRICT NO. 1 MATTERS

There was no discussion on this agenda item.

WILLOW FORK DRAINAGE DISTRICT MATTERS, INCLUDING PROJECT BARKER

Discussion ensued regarding Project Barker.

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

Secretary, Board of Directors

(SEAL)

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