

MINUTES OF SPECIAL MEETING  
KLEINWOOD MUNICIPAL UTILITY DISTRICT  
HARRIS COUNTY, TEXAS

14 August 2020

STATE OF TEXAS  
COUNTY OF HARRIS

The Board of Directors (the "Board") of Kleinwood Municipal Utility District (the "District") met in special session, open to the public at 2 p.m. on 14 August 2020 via telephonic conference to advance the public health goal of limiting face-to-face meetings to slow the spread of the Coronavirus, as authorized by the Texas Governor's temporary suspension of certain provisions of the Texas Government Code Chapter 551; whereupon the roll was called of the members of the Board of Directors, to-wit:

David C. Guerrero	President
Jeff Gobbell	Vice President
Joe Fratangelo	Secretary/Treasurer
Sherry Allard	Assistant Vice President & Assistant Secretary
Robert Ehmann	Assistant Secretary

and all of said persons were present with the exception of Director Allard, thus constituting a quorum.

Also attending by teleconference were Bob Pryor of Champions Municipal Utility District ("Champions MUD") and vice president of the Kleinwood Joint Powers Board (the "KJPB"); Richard Spurlock of Cy-Champ Public Utility District and assistant secretary of the KJPB; Tom Petrick of Cypress Forest Public Utility District ("Cypress Forest PUD") and assistant secretary of the KJPB; Steve Feldman of Harris County Water Control & Improvement District No. 114 and a director of the KJPB; Miles Fabian, P.E. of AEI Engineering, L.L.C., engineer for the KJPB; Mark Brooks of Young & Brooks, attorney for the KJPB; Jeffrey Bishop, P.E., of Jones & Carter, Inc., the District's Engineer; and Dick Yale, Will Yale, and David Green of Coats Rose, P.C., the District's Attorney.

Director Guerrero called the meeting to order.

**KJPB / RECLAIMED WATER SYSTEM PROJECT (the "RWS Project")**

The Board discussed matters relating to the RWS Project. Director Guerrero remarked that the KJPB expects to review bids for the RWS Project at its meeting on 2 September 2020. He focused the Board's attention on the Estimated Pro-Rata Project Cash Call for the RWS Project as prepared by the KJPB, a copy of which is attached hereto as an exhibit to these minutes. The Directors noted that the District's estimated

pro-rata share of the cost for the RWS Project was \$416,640 (the "Capital Contribution").

Mr. Brooks stated that the estimated project cost for the RWS Project as of June 2020 was \$2,688,000, which amount is greater than the estimated project cost for the RWS Project in November 2017 when certain members of the KJPB, including the District, approved the Reclaimed Water Supply Agreement. He explained that upon completion of the RWS Project, Champions MUD and Cypress Forest PUD would commence payment to the District of an amount equal to its Capital Contribution, said payment to be made in equal monthly installments over 66 consecutive months. The Board reviewed and discussed the revised financial schedule for the RWS Project dated 7 August 2020, a copy of which is attached hereto as an exhibit to these minutes. Mr. Brooks and Mr. Fabian then responded to questions from the Board regarding the RWS Project.

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

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Secretary, Board of Directors



**Kleinwood Municipal Utility District  
Meeting of 14 August 2020  
Attachments**

1. Estimated Pro-Rata Project Cash Call; and
2. Revised Financial Schedule.