

TIMBER LANE UTILITY DISTRICT
Minutes of Special Meeting of Board of Directors
May 24, 2022

The Board of Directors ("Board") of Timber Lane Utility District ("District") met at 1904 NapleCHASE Crest Drive, Spring, Harris County, Texas in the District, on May 24, 2022 in accordance with the duly posted notice of the meeting, with a quorum of Directors present, as follows:

Daniel M. Meacham, President
Robert B. Schenck, Vice President
James F. Messer, Secretary
A.F. "Bud" Gessel, Assistant Secretary

and the following was absent:

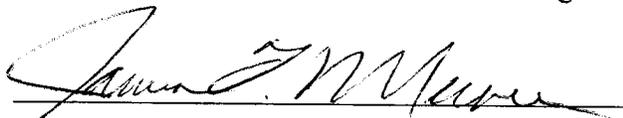
Eric Langstaff, Director.

Also present were Jeff Vogler and Lori G. Aylett.

The President called the meeting to order and declared it open for such business as might properly come before it.

1. There were no public comments offered for the Board's consideration.
2. The Board discussed the Texas Commission on Environmental Quality Enforcement Action and the Status of the District's Request for participation in a Compliance Supplemental Environmental Program. The attorney noted that the Texas Commission on Environmental Quality is still evaluating to the District's request. The attorney also reported that Moody's has asked several questions about the enforcement action, the penalties likely to be assessed against the District, and the cost of expanding the sewage treatment plant. The questions were more detailed than in any prior bond ratings application.
3. The Board discussed the operations contract. The Board reviewed recent photographs taken of the sewage treatment plant, along with photographs taken of the plant during the prior six months. The Board noted the continuing issues with permit compliance and further noted that the operator has not been responsive to the District's request for more information regarding actions taken to achieve permit compliance. The Board also noted that the management structure at H2O Innovations keeps changing, and the Board members are not confident that H2O is providing the same quality operations that had been provided by Hays prior to the sale of the company. After full discussion, upon unanimous vote, the Board authorized the attorney to prepare and send a request for proposals for operations services to the following operations companies: TNG, M. Marlon Ivy and Associates, Water District Management, and Municipal Operations and Consulting. Proposals will be due Monday, June 13, 2022. The attorney and engineer will review the initial proposals, after which time the Board will schedule a special meeting to discuss them in more detail.

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


Secretary