

**HARRIS-FORT BEND COUNTIES
MUNICIPAL UTILITY DISTRICT NO. 3**

NOTICE OF PUBLIC MEETING

Notice is hereby given to all interested members of the public that the Board of Directors of the above captioned District will hold a regular public meeting at 1300 Post Oak Boulevard, Suite 1400, Houston, Harris County, Texas, said address being an office and meeting place of the District.

The meeting will be held on **Monday, January 28, 2019, at 11:00 a.m.**

The Board shall consider and discuss the following matters and take any action appropriate with respect to such matters:

1. Review and approve the minutes of the Board of Directors meeting held on December 21, 2018;
2. Tax Assessor-Collector's Report, including authorizing the payment of invoices presented and approving moving of accounts to uncollectible roll; authorize any action necessary and appropriate in connection therewith;
3. Report and legal action taken by the District's Delinquent Tax Collections Attorneys; authorize foreclosure proceedings, installment agreements, and the filing of proofs of claim;
4. Adoption of Resolution Authorizing an Additional Penalty on Delinquent Personal Property Taxes and authorize Delinquent Tax Collections Attorneys to collect delinquent personal property taxes beginning April 1, 2019, including the filing of lawsuits, as necessary;
5. Granting exemptions from taxation for 2019, and the adoption of a Resolution in connection therewith;
6. Review Sales Tax Reports and Developer Reconciliation Report relative to Katy Ranch Crossing for 2018 Quarter 3 and STAR Report for 2018 Quarter 4 prepared by Sales Tax Assurance, LLC ("STA") in connection with monitoring of sales tax collections within the District by the City of Houston ("City") pursuant to Strategic Partnership Agreement ("SPA") with the District; authorize any action necessary in connection therewith;
7. Bookkeeper's Report, including financial and investment reports and authorize the payment of invoices presented;
8. Authorize preparation and submission of District information to Texas Comptroller of Public Accounts as required by Section 403.0241, Texas Government Code, and Chapter 203, Texas Local Government Code, for inclusion in the Special Purpose District Public Information Database;

9. Financial Advisor's report; discuss possible issuance of the District's Unlimited Tax Refunding Bonds, Series 2019 (the "Refunding Bonds"), including:
 - (a) Review proposed Plan of Financing related to the issuance of the Refunding Bonds, and establish parameters for sale of same pursuant to Texas Government Code, Section 1207.007;
 - (b) Designation and approval of underwriter(s), including designation of Board officer(s) to receive and acknowledge MSRB Rule regarding disclosure of role, compensation, material conflicts of interest and material financial characteristics and risks of the financial structure provided by the approved underwriter(s); and
 - (c) Consider: (i) engagement of Special Tax Counsel; (ii) designation of Paying Agent/Registrar; (iii) designation of Escrow Agent; (iv) designation of Verification Agent; and (v) approval and execution of supplemental engagement letter with Schwartz, Page & Harding, L.L.P., if applicable;

10. Operator's Report, including:
 - (a) Appeals of District charges;
 - (b) Referral of accounts for collection and approval of write-off of uncollectible accounts;
 - (c) Authorizing the repair and maintenance of District facilities, including authorizing acceptance of TEC Form 1295, as applicable;
 - (d) Status of payment plan with Keivans Hospitality, Inc. in connection with payment of tap fees for proposed Tru by Hilton Hotel; and
 - (e) Discuss proposed increase of deposits for certain commercial customers;

11. Authorize Operator to provide required information to districts receiving water from the District in connection with the annual Consumer Confidence Reports;

12. Status of maintenance of District's Drainage Outfall Channel and storm water detention facilities by Seaback Maintenance, Inc. ("Seaback"); authorize any action necessary in connection therewith;

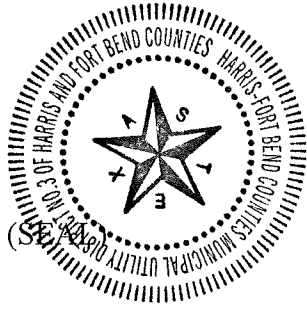
13. Review of proposals for mowing and maintenance services of the District's detention and drainage facilities; authorize any action necessary in connection therewith, including providing notice of termination of Service Contract for mowing and maintenance of the District's detention and drainage facilities with Seaback, if necessary;

14. Discuss renewal of District insurance coverages and consider authorizing solicitation of proposals for same, and authorize acceptance of related TEC Form 1295;

15. Engineer's Report, including:
 - (a) Authorizing the design and/or advertisement for bids for the construction of facilities within the District, and authorize acceptance of TEC Form 1295, and approving of related storm water plans, including:
 - (i) Review and approval of any Storm Water Pollution Prevention Plans or Storm Water Quality Management Plans related to construction within or on behalf of the District, and the execution of any documentation in connection therewith; and
 - (ii) Status of design of 0.320 MGD Expansion of Permanent Wastewater Treatment Plant ("WWTP");
 - (b) Authorizing the award of construction contracts or concurrence of award of contracts for the construction of facilities within or to serve the District, and authorize acceptance of TEC Form 1295, and approval of any related storm water permits;
 - (c) Status of construction of facilities to serve land within the District, including the approval of any change orders, and authorize acceptance of TEC Form 1295;
 - (d) Acceptance of site and/or easement conveyances for facilities constructed or to be constructed for the District, and acceptance of facilities for operation and maintenance purposes, and authorize acceptance of TEC Form 1295, as applicable, including:
 - (i) Special Warranty Deed in connection with acquisition of Water Plant No. 2 Site and Sanitary Control Easement and Water Line Easement required in connection therewith; and
 - (i) Generator Addition for the Katy Gap Lift Station;
 - (e) Approval of applications to Harris County for the renewal and/or transfer to District of Storm Water Quality Permits ("SWQP"), and status of monthly inspections and maintenance of storm water quality features by Storm Water Solutions, LLC;
 - (f) Status of street and storm sewer acceptances by Harris County;
 - (g) Status of communications with landowners regarding proposed design and construction of Water Plant No. 2; and
 - (h) Status of communications with the HCFCD regarding the District's interest in taking over maintenance of HCFCD Unit No. T506-02-00 (Moore Heights Detention Pond) pursuant to a Mowing Reimbursement Agreement with HCFCD; authorize any action necessary in connection therewith;
16. Developers' Reports, including:
 - (a) Status of development of Katy Ranch Crossing by Katy ABC Properties,
 - (b) Status of development of property in the District by J.K. Moore Real Estate Limited Partnership, Ltd. ("J.K. Moore");
 - (c) Status of development of approximately 13.5 acres by I-10/Katy, Ltd.; and
 - (d) Status of development of 18.8798 acres by Dolce at Bella Terra, LLC;authorize any actions necessary in connection with said matters;

17. Requests for utility commitments, and authorize acceptance of related TEC Form 1295, including:
 - (a) Harris County Emergency Services District No. 48 for water and sewer service for the proposed development of Fire Station No. 1 on a 2.75 acre tract within the District; and
 - (b) Katy New Horizons, LLC for water and sewer service for the proposed development of a fitness center on an approximate 0.754 acre tract within the District;
18. Status of communications with the Grand Harbor Homeowners Association, Inc. ("HOA") regarding proposed improvement of park and recreational facilities and other common areas within the District, including:
 - (a) Status of HOA's installation of structural shades on playground, and review of invoice from HOA relative to same; and
 - (b) Status of communications with HOA regarding District's proposed acquisition of Restricted Reserve "E" in Lakes of Grand Harbor, Section Three;
19. Proposal for engagement of condemnation counsel;
20. Discussion regarding District's Master Park Plan including status of design of park site and middle basin east projects of Priority I of said Plan by Talley Landscape Architects Inc.;
21. Review Harris County Sheriff's Office security patrol report; ratify approval of Interlocal Agreement for Law Enforcement Services with Harris County for period March 1, 2019 through February 29, 2020; authorize any action necessary and appropriate in connection therewith;
22. Status of District website and discussion regarding State Comptroller's Transparency Stars program; authorize any action necessary in connection therewith;
23. Attorney's Report;
24. Review status of all District consultant contracts; authorize request for proposals for services as necessary; authorize any action necessary in connection therewith;
25. Closed Session for consultation with attorney regarding pending or threatened litigation and/or matters protected by attorney-client privilege pursuant to Section 551.071, Texas Government Code, as amended, and/or to discuss acquisition of interests in real property pursuant to Section 551.072, Texas Government Code, as amended;
26. Reconvene in Open Session and authorize any actions related to matters discussed in Closed Session; and

27. Consideration of matters for possible placement on future agenda.



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SCHWARTZ, PAGE & HARDING, L.L.P.

By: Abraham I. Rubinsky /rk

Abraham I. Rubinsky
Attorneys for the District

Persons with disabilities who plan to attend this meeting and would like to request auxiliary aids or services are requested to contact the District's attorney at (713) 623-4531 at least three business days prior to the meeting so that appropriate arrangements can be made.