

MINUTES
FORT BEND COUNTY MUNICIPAL UTILITY DISTRICT NO. 122

March 15, 2023

The Board of Directors ("Board") of Fort Bend County Municipal Utility District No. 122 ("District") met in regular session, open to the public, on the 15th day of March 2023, at Allen Boone Humphries Robinson LLP, 3200 Southwest Freeway, Houston, Texas, outside the boundaries of the District, and the roll was called of the members of the Board:

Diane Perkins	President
Barbara Nelson	Vice President
Melissa Colihan	Secretary
Julia Mercer	Assistant Secretary
Shariq Ghani	Assistant Vice President

and all the above were present, except Director Perkins, thus constituting a quorum.

Also present at the meeting were Rose Herbst of ICS Infrastructure Construction Services; Corey Howell of the GMS Group, LLC ("GMS Group"); Christy Wells and Dylan Wells of NJ Services, LLC ("NJ Services"); Kathy Cruthirds of Tax Tech, Inc. ("Tax Tech"); Mark Swanson and Kyle Kraus of LJA Engineering, Inc. ("LJA"); Erin Garcia of Myrtle Cruz Inc ("Myrtle Cruz"); Calvin Browne of Municipal District Services, LLC ("MDS"); and Katie Sherborne and Kia Fields of Allen Boone Humphries Robinson LLP ("ABHR").

PUBLIC COMMENTS

There were no comments from the public.

APPROVE MINUTES

The Board considered approving the regular meeting minutes of February 15, 2023, and the special meeting minutes of February 15, 2023. After review and discussion, Director Colihan moved to approve the regular meeting minutes February 15, 2023, and the special meeting minutes of February 15, 2023, as presented. Director Mercer seconded the motion, which passed by unanimous vote.

RECEIVE REPORTS FROM DIRECTORS

There was no discussion on this item.

WEBSITE COMMUNICATION MATTERS

The Board noted website matters were discussed at the special meeting and no further discussion was needed on this item.

MAINTENANCE OF LAKES AND CHANNELS

Ms. Wells presented and reviewed a mowing report from NJ Services, a copy of which is attached. Discussion ensued regarding maintenance in the District. Ms. Wells stated the homeowner association accepted their proposal to maintain additional areas in the District, which areas Ms. Wells stated NJ Services would clean up this week.

BOOKKEEPING MATTERS

Ms. Garcia reviewed the bookkeeper's report, including the investment report and the bills submitted for payment. She requested approval of check no. 1463, payable to Fort Bend Herald in the amount of \$75.28 for advertisement for the sale of the District's bonds, which she noted is not included in the report. A copy of the bookkeeper's report is attached. After review and discussion, Director Colihan moved to approve the bookkeeper's report, investment report, and payment of the bills, including check no. 1463. Director Mercer seconded the motion, which carried 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

Ms. Sherborne stated as part of the District's continuing disclosure obligations, the District is required to file an annual report containing the District's audit on an annual basis with the Municipal Securities Rulemaking Board through the Electronic Municipal Market Access System ("EMMA") pursuant to SEC Rule 15c2-12. Following review and discussion, Director Colihan moved to authorize ABHR to file the annual report through EMMA and direct that the report be filed appropriately and retained in the District's official records. Director Nelson seconded the motion, which passed by unanimous vote.

ANNUAL REVIEW OF PROCEDURES FOR CONTINUING DISCLOSURE COMPLIANCE

The Board reviewed the District's procedures for continuing disclosure compliance. Ms. Sherborne stated that no changes are required at this time.

TAX ASSESSMENT AND COLLECTION MATTERS

Ms. Cruthirds reviewed the District's monthly tax report, a copy of which is attached, including the delinquent tax roll. She stated that 95.94% of the District's 2022 taxes had been collected as of February 2023. After review and discussion, Director Colihan moved to approve the tax assessor/collector's report and payment of the tax bills. Director Mercer seconded the motion, which passed by unanimous vote.

SERIES 2023 UNLIMITED TAX BONDS AND SERIES 2023A UNLIMITED TAX PARK BONDS

The Board considered review of the bids of the District's \$2,225,000 Unlimited Tax Bonds, Series 2023 ("Series 2023 Bonds"). Mr. Howell read the bids that had been received:

- 1) Robert W. Baird & Co. Inc, with a net effective interest rate of 4.038519%;
- 2) Raymond James & Associates, Inc, with a net effective interest rate of 4.043353%;
- 3) SAMCO Capital Markets, with a net effective interest rate of 4.102996%; and
- 4) Hilltop Securities, Inc, with a net effective interest rate of 4.140089%.

The Board next considered award of the sale of the Series 2023 Bonds. Mr. Howell stated that the low bid submitted by Robert W. Baird & Co. Inc, with a net effective interest rate of 4.038519%, has been reviewed, all numbers checked, and everything was found to be correct and in order. Mr. Howell recommended that the District accept the bid from Robert W. Baird & Co. Inc, as submitted.

The Board considered review of the bids of the District's \$3,000,000 Unlimited Tax Park Bonds, Series 2023A (Series 2023A Bonds). Mr. Howell read the bids that had been received:

- 1) Robert W. Baird & Co. Incorporated, with a net effective interest rate of 4.301786%;
- 2) Raymond James & Associates, Inc, with a net effective interest rate of 4.304905%;
- 3) SAMCO Capital Markets, with a net effective interest rate of 4.468194%; and
- 4) Hilltop Securities, Inc., with a net effective interest rate of 4.514276%.

The Board next considered award of the sale of the Series 2023A Bonds. Mr. Howell stated that the low bid submitted by Robert W. Baird & Co. Inc, with a net effective interest rate of 4.301786%, has been reviewed, all numbers checked, and everything was found to be correct and in order. Mr. Howell recommended that the District accept the bid from Robert W. Baird & Co. Inc, as submitted.

The Board next considered adopting a Resolution Authorizing the Issuance of the District's Bonds ("Resolution"). Ms. Sherborne reviewed the proposed Resolution with the Board and explained that the documents set forth the terms and provisions of issuance and delivery of the Bonds, the payment of principal and interest over the life of the Bonds, and certain District covenants regarding the tax-exempt status of the Bonds.

The Board next considered execution of the Paying Agent/Registrar Agreements with The Bank of New York Mellon Trust Company, N.A. Ms. Sherborne stated that the Agreements set forth the provisions by which the paying agent/registrar will handle registration, transfer, and payment of the District's Bonds.

The Board next considered approving the Official Statement. Ms. Sherborne explained that the Preliminary Official Statement will be revised to reflect the terms of these sales, including the purchaser, interest rates and debt service requirements.

Ms. Sherborne presented and reviewed with the Board Certificates Regarding Provision of Financial Advice (the "Certificates") stating that the Board has relied on its financial advisor, GMS Group, for financial advice concerning the issuance of the Bonds.

Ms. Sherborne next explained that there will be various documents related to delivery of the Bonds requiring execution by the directors prior to closing. She requested that the Board authorize the Directors to execute documents necessary in connection with the transaction and authorize the District's attorney and financial advisor to take all necessary action to deliver the Bonds to the purchaser.

The Board considered approving payment to the Attorney General relating to bond issues transcript review.

The Board next considered approving the Amendment to Information Form to reflect the total amount of bonds sold by the District.

After review and discussion, Director Colihan moved to (1) award the sale of the Bonds to Baird, with net effective interest rates of 4.038519% and 4.301786%, respectively; (2) adopt the Resolutions; (3) approve the Paying Agent/Registrar Agreements with The Bank of New York Mellon Trust Company, N.A.; (4) approve the Official Statement; (5) authorize execution of the Certificates and direct that they be filed appropriately and retained in the District's official records; (6) authorize execution of documents related to the sale and delivery of the Bonds and authorize the District's attorney and financial advisor to take all necessary action to deliver the Bonds; (7) approve payment to the Attorney General relating to bond issues transcript review; and (8) approve and file the Amendment to the District's Information Form with TCEQ and with Fort Bend County as required by law. Director Mercer seconded the motion, which passed by unanimous vote.

OPERATOR'S REPORT

Mr. Browne presented and reviewed the operator's report, a copy of which is attached, reviewed routine maintenance and repair items in the District, and addressed questions related to same.

Mr. Browne 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. Browne requested Board authorization to write off one delinquent account in the amount of \$313.72 and send them to a collection agency.

The Board discussed the Water Provider Conservation Program (the "Program"), noting the District was commended for completing the Program last year. Mr. Browne then reviewed the Water Conservation Plan Annual Report with the Board.

Mr. Browne updated the Board regarding a proposal to install a security system at lift station no. 1, noting he plans to work with the contractor on additional security needs he plans to investigate and provide an update to the Board.

Ms. Sherborne reported that the District is required to review the District's Drought Contingency Plan annually. She confirmed that no changes need to be made at this time.

The Board reviewed the District's revised Critical Load Spreadsheet (the "Spreadsheet"), which included updated contact information.

Mr. Swanson updated the Board regarding LJA's plans to file updates to the District's Emergency Preparedness Plan (the "EPP") with the Texas Commission on Environmental Quality ("TCEQ").

The Board discussed matters related to an elder care facility in the District.

After review and discussion, Director Nelson moved to (1) approve the operator's report; (2) 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 records; (3) authorize MDS to write off one delinquent account in the amount of \$313.72 and send them to a collection agency; (4) approve the Water Conservation Annual Report, direct that the report be filed appropriately and retained in the District's official records, and authorize the District's Operator to submit the report to the appropriate government agencies; (5) approve the Spreadsheet, retain the Spreadsheet in the District's official records, and authorize filing of the Spreadsheet with all appropriate authorities; (6) authorize LJA to update the necessary personnel and contact information and submit the updated pages to all required entities; and (7) authorize ABHR to send a letter related to outstanding fees due to the elder care facility's attorney. Director Mercer seconded the motion, which passed by unanimous vote.

ENGINEERING MATTERS

Mr. Swanson distributed an engineer's report, a copy of which is attached.

Mr. Swanson updated the Board regarding construction of the Wastewater Treatment Plant.

Mr. Swanson updated the Board regarding design of the Water Plant Expansion.

Mr. Swanson updated the Board regarding design of the Lakemont Stormwater Reuse Pump Station Rehabilitation.

Following review and discussion, Director Colihan moved, based on the engineer's recommendation, to approve the engineer's report. Director Mercer seconded the motion, which passed by unanimous vote.

AUTHORIZE ACCEPTANCE AND CONVEYANCE OF EASEMENTS/DEEDS/
UTILITY DEEDS, APPROVAL OF ABANDONMENT OF EASEMENT OR FACILITIES,
AND REVIEW OF PLANS

There was no discussion on this item.

TCEQ PHASE II SMALL MS4 GENERAL PERMIT AND STORM WATER
MANAGEMENT PLAN

There was no discussion on this item.

SECURITY MATTERS

There was no discussion on this item.

REVIEW CONSULTANT CONTRACTS

There was no action taken on this item.

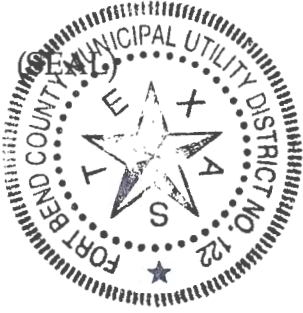
TEXAS PUBLIC INFORMATION ACT REQUESTS

There was no discussion on this item.

CONVENE IN EXECUTIVE SESSION PURSUANT TO SECTION 551.071, TEXAS
GOVERNMENT CODE

The Board did not convene in executive session.

There being no further business to come before the Board, the Board concurred to adjourn the meeting.



[Handwritten Signature]
Secretary, Board of Directors

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