

MINUTES  
HARRIS COUNTY IMPROVEMENT DISTRICT NO. 18

November 10, 2017

The Board of Directors (the "Board") of Harris County Improvement District No. 18 (the "District") met in special session, open to the public, on the 10<sup>th</sup> day of November, 2017, at the offices of 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:

Robert T. Deden	President
Dwayne L. Mason	Vice President
Dana Benoit	Assistant Vice President
Sue Darcy	Secretary
Richard L. Rose	Assistant Secretary

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

Also present at the meeting were Jan Bartholomew and Stephen Eustis of Robert W. Baird & Co. Incorporated; Joe Agrella, District resident; David Patterson of Assessments of the Southwest, Inc. ("ASW"); Mark Burton of Municipal Accounts and Consulting, L.P.; Joanne Willenbacher and Bill Walker of Springwoods Realty, Inc. ("SRI"); Nick Lammayot, Eldon Andrus and Chris Barker of ExxonMobil Corporation ("ExxonMobil"); and Lynne Humphries and Jane Miller of Allen Boone Humphries Robinson LLP ("ABHR").

2017 TAX RATE

Mr. Patterson provided an affidavit of publication verifying that notice of the proposed levy had been published in the Houston Chronicle. Director Deden opened the public hearing on the District's proposed tax levy.

Mr. Lammayot commented that he thinks the District is in a good position to reduce taxes. Mr. Lammayot submitted a reduction and funding proposal, a copy of which is attached.

Mr. Agrella discussed recent tax reform bills and limitations and requested that the Board further reduce the tax rate for 2017.

There being no additional comment, Director Deden then closed the hearing.

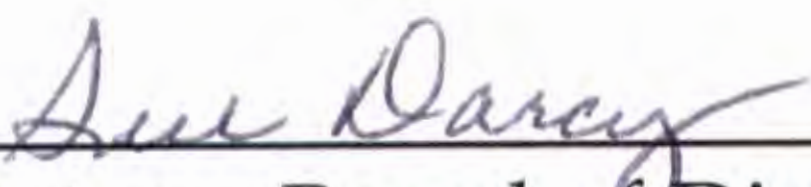
Ms. Bartholomew and Mr. Burton reviewed a tax rate analysis, a copy of which is attached.

Director Rose requested that the Board consider reducing the total tax rate for 2017 to \$1.40.

Directors Darcy and Mason commented regarding the potential impact of Hurricane Harvey on 2017 property values, managing operational expenses and planning to enable the District to offer a future possible homestead exemption.

The Board considered adoption of an Order Levying Taxes, reflecting a tax rate of \$1.485 per \$100 valuation consisting of (1) \$0.365 per \$100 of assessed valuation in Defined Area No. 1; and (2) \$1.12 per \$100 of assessed valuation in the District. The Board also reviewed an Amendment to Information reflecting the tax rate. Upon a motion made by Director Darcy and seconded by Director Mason to adopt the Order Levying Taxes and approve the Amendment to Information Form, the Board voted 3 to 1 to approve the motion, with Director Rose opposing the motion.

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

  
Secretary, Board of Directors

(SEAL)



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