

MINUTES
HARRIS COUNTY IMPROVEMENT DISTRICT NO. 18

March 27, 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 27th day of March, 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 Mason, thus constituting a quorum.

Also present at the meeting were Mark Burton of Municipal Accounts and Consulting, L.P.; Daniel Lozano of Halff Associates, Inc. ("Halff"); Nick Cooke of Mike Stone Associates, Inc. ("MSA"); Bill Walker, Joanne Stein and Clayton Benedict of Springwoods Realty, Inc. ("SRI"); Nick Lammayot and William F. Rogers, III of ExxonMobil Corporation ("ExxonMobil"); Stephen Eustis of Robert W. Baird & Co. Incorporated; and Lynne Humphries and Jane Miller of Allen Boone Humphries Robinson LLP ("ABHR").

BUDGET WORKSHOP

Mr. Burton reviewed approved, actual and projected year end budgets for the fiscal year ending December 31, 2017, including discussion regarding using operating surplus funds to pay for capital outlay for recreational facilities in 2017 and 2018 in lieu of issuing bonds, and discussed capital outlay and projected budgets for budget planning for the fiscal year ending December 31, 2018 Discussion ensued regarding current and projected property values, estimating rising operational and maintenance expenses, future reimbursements to developers and sales tax history and trends. Director Darcy requested an analysis of the percentage of the budget or projects funded by sales tax. Director Rose and Mr. Rogers requested the Board consider offering tax exemptions and reducing the tax rate. The Board concurred to request an agenda item at the April, 2017 Board meeting to amend the budget, as discussed.

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



Aue Darcy
Secretary, Board of Directors