

MINUTES OF MEETING
OF
BOARD OF DIRECTORS

March 6, 2018

THE STATE OF TEXAS §
COUNTY OF HARRIS §
BRIDGESTONE MUNICIPAL UTILITY DISTRICT §

The Board of Directors (the "Board") of Bridgestone Municipal Utility District (the "District") met in special session, open to the public, at the Jerry Thomas Center, 4403 Lost Lake Lane, Spring, Texas, its regular meeting place within the boundaries of the District, on Tuesday, March 6, 2018, at 4:30 p.m.; whereupon, the roll was called of the members of the Board, to-wit:

Jim Marks	President
Adrian E. Steffes	Vice President
John "Skip" W. Warren	Secretary
Ronald W. Schkade	Assistant Secretary
Mikuel K. Draper	Director

All members of the Board were present, except Directors Marks and Schkade, thus constituting a quorum. Director Schkade monitored the meeting by conference call. Also attending the meeting were: Mr. Danny Staab of Water District Management Company, Inc., operators for the District; Messrs. Josh Lee, P.E., and Sean McMillan, P.E., of Jones & Carter, Inc., engineers for the District; Mr. Jon Polley, attorney, and Ms. Alison Miller, paralegal, of Radcliffe Bobbitt Adams Polley PLLC, attorneys for the District.

WHEREUPON, the meeting was called to order and evidence was presented that public notice of the meeting had been given in compliance with the law. The posted notices of the meeting are attached hereto.

DISCUSS DATES FOR PROPOSED TOWN HALL MEETING REGARDING NORTH HARRIS COUNTY REGIONAL WATER AUTHORITY ("NHCRWA") RATE INCREASE AND LETTER TO DISTRICT RESIDENTS REGARDING SAME

The Board first discussed dates and times for town hall meetings regarding the NHCRWA rate increase. The Board concurred to hold two (2) town hall meetings on Tuesday, April 24th at 7:00 p.m. and Saturday, April 28th at 10:00 a.m. Mr. Polley stated that he would contact Mr. Alan Rendl, President of the Board of Directors of the NHCRWA regarding his availability to give a presentation at the town hall meetings. Director Steffes stated that he would contact local churches to determine a location for the town hall meetings.

REVIEW AND DISCUSS PRELIMINARY ASSESSMENT FOR PROPOSED WIRELESS SCADA NETWORK

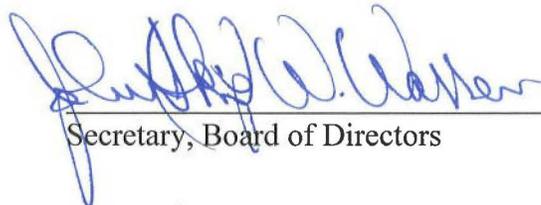
Mr. McMillan then reviewed the preliminary assessment for the proposed wireless SCADA network, a copy of which is attached hereto. Mr. McMillan stated that Jones & Carter has prepared a proposed phased project including cost estimates for each phase. Mr. McMillan explained that a single phase project would cost approximately \$2,219,000, while a two (2) phase project would cost approximately \$2,435,000, due to variable costs depending on when the phases are executed. Mr. McMillan stated that a third option would be for the water system only and would cost approximately \$1,362,000. Mr. Staab asked if there would be an issue with conflicting radio signals with the existing automatic meter system in the District. Mr. McMillan stated that Jones & Carter would make sure the radio signals would not interfere with each other. Director Schkade then asked how much equipment costs have increased over the last few years. Mr. McMillan stated that there is a 2% to 3% increase in equipment costs each year. Mr. McMillan then stated that if the District decides to move forward with the project, it will take about six (6) months to design the system, the bid phase will take 30-60 days and construction will take approximately one (1) year. Mr. McMillan noted that if the District wants to move forward with the project, the next step would be to include the project in a bond application report. Discussion ensued regarding the phasing and costs of the proposed SCADA system. The Board then concurred to include the single phase project in a resolution to secure bond funding.

Mr. Polley then reported that he had spoken with Mr. Peter Barnhart with Caldwell Companies regarding the detention pond maintenance agreement for the HEB tract, as well as the potential annexation of property into the District. Mr. Polley stated that Mr. Barnhart requested that these items be included on the agenda for the March 13th special meeting. The Board concurred to list the items on the agenda as requested.

Director Warren then stated that AT&T has been cutting sanitary sewer lines in several subdivisions within the District. Mr. Polley stated that he is trying to locate the correct person at AT&T to discuss the damage that AT&T has caused in the District. Mr. Polley stated that he would also include an item regarding AT&T damages on the agenda for the March 13th special meeting.

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

PASSED, APPROVED AND ADOPTED this 20th day of March, 2018.


Secretary, Board of Directors

