

**MINUTES OF MEETING OF THE
BOARD OF DIRECTORS**

March 30, 2016

THE STATE OF TEXAS §

COUNTY OF FORT BEND §

FIRST COLONY LEVEE IMPROVEMENT DISTRICT NO. 2 §

The Board of Directors (the "Board") of First Colony Levee Improvement District No. 2 of Fort Bend County, Texas (the "District"), met in special session, open to the public, at 7:00 p.m. on March 30, 2016 at The Commonwealth Recreation Center, 4330 Knightsbridge and Commonwealth Boulevard, Sugar Land, Fort Bend County, Texas 77479, a designated meeting place inside the boundaries of the District; whereupon, the roll of the members of the Board of Directors was called:

Ron Frerich	-	President
Christine M. Lukin	-	Vice President
Zach Weimer	-	Secretary

All members of the Board of Directors were present, thus constituting a quorum. Tara Klein of Four and One LLC ("4&1"), the District's landscape architect, was also present. There were approximately 50 members of the public in attendance as well.

Whereupon, the meeting was called to order. A copy of the posted agenda notice is attached hereto as Exhibit "A".

Receive comments from the residents of the The Commonwealth regarding drainage infrastructure and related improvements

Director Frerich initiated the conversation with a history of the LID, citing his knowledge from having worked for Perry Homes. He gave a timeline of the initial development and the bankruptcy that occurred in the late 1980's. Subsequent to the bankruptcy of the initial developer, Perry Homes took over the development, and the amenities from that phase of the development were superior to those put in place by the initial developer. The LID is attempting to bring the entire neighborhood up to the higher amenity standard.

There were questions from the public asking under what authority the LID was working and whether the LID had authority to use tax funds for anything other than a strict definition of flood control. The resident was looking at the website on her phone and stated that there is no justification for the LID to be doing anything other than maintenance based on the information available on the LID website.

Another resident voiced an opinion that they do not want the LID involved in any project that might include trails and benches without accountability and public input.

Director Frerich answered a resident's question regarding how flooding in Maranatha might impact the Commonwealth, and they discussed how the series of levees, including Riverstone's levee, would serve to protect both Maranatha and the Commonwealth.

A discussion of the LID's website followed, wherein a number of residents requested that additional information, including the budget, be available for public viewing. This discussion led to a conversation of the LID's reserves being held for possible emergency events. Director Weimer stated that the LID's participation in the RIP program should serve as sufficient insurance against a flood event, in that the Army Corps of Engineers would supply emergency flood fighting resources.

The location of the monthly meeting followed, with residents suggesting that the meeting be held in the community clubhouse to encourage resident feedback. Director Frerich discussed the cost savings to the district by not having all consultants billing travel time as well as their billable hourly rates. One resident suggested that the monthly meetings be streamed via webcam to the LID's website. Another suggestion was to have one annual meeting in the evening in the clubhouse to encourage resident's participation.

The next discussion involved how much of the annual budget was allocated to maintenance of the existing facilities, how much was for the reserve fund, and how much was allocated for aesthetic improvements. Director Frerich and Tara Klein discussed the proposed project to remove the unsightly rip-rap and replace it with the headwalls as well as the details of the headwall construction. Director Weimer stated that the headwalls were cosmetic and that more aesthetic rip-rap is available.

Follow up questions involved the landscaping in Phase II and requests to put the plant specs on the website.

The discussion again reverted to the issue of feedback from the community and how the LID could be more transparent. Questions followed regarding the need for reserve funds and what guidelines were in our by-laws.

Mr. Dalley suggested that we use the Fort Bend County Commissioner's Court as a model for our meetings and website, as well as forming an Advisory Committee of Homeowners.

Another comment was that the LID should not confuse landscaping and beautification with maintenance.

The meeting was adjourned a 8:45 pm.