

MINUTES OF MEETING
OF THE
BOARD OF DIRECTORS

THE STATE OF TEXAS §

COUNTY OF ROCKWALL §

ROCKWALL COUNTY MUNICIPAL UTILITY DISTRICT NO. 7 §

The Board of Directors (the "Board") of Rockwall County Municipal Utility District No. 7 (the "District") met in regular session by audio conference, open to the public, on Tuesday, August 25, 2020, at 5:30 pm.

Ms. Sarah Landiak, General and Bond Counsel for the District, announced that the Meeting would be conducted by audio conference to mitigate the spread of COVID-19. Ms. Landiak confirmed that Meeting participants will observe guidance provided by the Texas Attorney General's office to suspend certain requirements of the Texas Open Meetings Act. Ms. Landiak next stated that (i) Notice of the Meeting was given in accordance with Chapter 551, Government Code, and Chapter 49, Texas Water Code, as amended by the Governor's order and Attorney General's guidance; (ii) the Meeting was being conducted in a transparent and accessible manner; (iii) Meeting packets were distributed to all participants, and made available to the public; and (iv) the Meeting would be recorded, and available for electronic distribution upon request.

The roll was called of the members of the Board to-wit:

Larry Christensen	President
Sandy Sinks	Vice President
Michael W. Skinner	Secretary
Terry Jones	Treasurer/Assistant Secretary
Martha Ann Cook	Assistant Secretary

All Directors were present at the commencement of the meeting with the exception of Director Sinks. Also participating were: Mr. Ryan Nesmith of Robert W. Baird & Co.; Mr. Daniel Rawls, P.E. of LJA Engineering, Inc. ("LJA"); Mr. Jack Rowe; Ms. Brandi Galindo of Dye & Toverly, LLC ("D&T"); and Ms. Sarah Landiak, attorney, and Ms. Genny Lutz, paralegal, each of Winstead PC.

The meeting was called to order at 5:32 p.m.

1. Public Communications and Comments. Ms. Landiak opened the meeting for public communication and comment. After noting that there were no members of the public present, Director Christensen moved that the Board close the public communication and comment session of the meeting. Director Cook seconded said motion, which carried unanimously.

2. Conduct Hearing Regarding District's Proposed 2020 Tax Rate. Director Jones moved that the Board convene a public hearing regarding the District's proposed 2020 tax rate. Director Skinner seconded said motion, which carried unanimously. The President then convened

ORDER SETTING TAX RATES FOR 2020

THE STATE OF TEXAS §
COUNTY OF ROCKWALL §
ROCKWALL COUNTY MUNICIPAL UTILITY DISTRICT NO. 7 §

In order to mitigate the spread of COVID-19 and pursuant to the Proclamation dated March 13, 2020 by Governor Greg Abbott declaring a state of disaster and associated guidance dated March 16, 2020 from the Texas Attorney General’s office (collectively, the “Open Meetings Guidance”), suspending certain requirements of the Texas Open Meetings Act, the Board of Directors (sometimes referred to as “Board”) of Rockwall County Municipal Utility District No. 7 (“District”), after due notice, conducted a special telephonic Board meeting pursuant to the requirements set out therein and subject to the Open Meetings Guidance referenced above, which included telephone access to the meeting by the public, on August 25, 2020; whereupon the roll was called of the members of the Board of Directors, to-wit:

Larry Christensen President
Sandy Sinks Vice President
Michael W. Skinner Secretary
Terry Jones Treasurer/Asst. Sec.
Martha Ann Cook Assistant Secretary

All members of the Board were present.

WHEREUPON, among other business conducted by the Board, Director _____ introduced the Order set out below and moved its adoption, which motion was seconded by Director _____ and after a full discussion and the question being put to the Board of Directors, said motion was carried by the following vote:

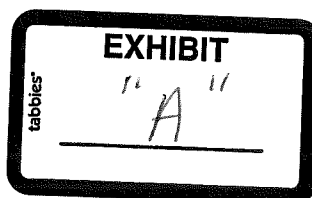
"Aye" __; "No" __.

Order thus adopted is as follows:

WHEREAS, the appraisal roll of Rockwall County Municipal Utility District No. 7 (the "District") for 2002 has been prepared and certified by the Rockwall Central Appraisal District, the appraiser for the District, and submitted to the District's tax assessor/collector;

WHEREAS, the District may levy a maintenance tax on all taxable property in the District to provide for payment of expenses as set out in Section 49.107, Texas Water Code;

WHEREAS, the District has complied with the provisions of Section 49.236, Texas Water Code and has conducted a Public Hearing on Tax Rate as required therein;



NOW THEREFORE, BE IT ORDERED BY THE BOARD OF DIRECTORS OF ROCKWALL COUNTY MUNICIPAL UTILITY DISTRICT NO. 7 THAT:

Section 1. There is hereby levied an ad valorem tax of \$0.75 on each \$100.00 of taxable property within the District in order to provide funds for maintenance and operating purposes.

Section 2. The Rockwall Central Appraisal District, the District's Tax Collector, is hereby authorized to assess and collect the taxes of the District employing the above tax rate.

Section 3. The taxes levied hereby are due presently and shall be delinquent if not paid by January 31, 2021.

Section 4. This Order Setting Tax Rates shall be effective from and after its adoption.

Section 5. The President or Vice President is authorized to execute, and the Secretary or any Assistant Secretary to attest, this order on behalf of the Board of Directors.

[Remainder of the page left blank intentionally]

WITNESS OUR HANDS AND SEAL OF THE DISTRICT this 25th day of August, 2020.

Larry Christensen, President

ATTEST:

Secretary

[DISTRICT SEAL]

WOODCREEK

F A T E - T E X A S

Rockwall County Municipal Utility District No. 7
August 25, 2020

Summary - All Funds

General Fund:

	Balance
General Operating Fund - Plains Capital Bank #9275	\$ (6,182.43)
Logic Investment Fund #0001 - GF, .4203%	84,032.22
	<hr/>
Total General Operating Funds	\$ 77,849.79

Capital Projects Fund:

Capital Projects Fund - Series 2019 Road - PCB #0802	\$ 524.19
Logic Investment Fund #0002 - CPF, .4203%	\$ 233,060.98
	<hr/>
Total Capital Projects Funds	\$ 233,585.17

Debt Service Fund:

Debt Service Fund - Series 2019 Road - PCB #9403	\$ (36,042.57)
Logic Investment Fund #0003 - DSF, .4203%	\$ 87,248.44
	<hr/>
Total Debt Service Funds	\$ 51,205.87

Prepared by:

Dye & Tovery, LLC

2321 Coit Road, Suite B, Plano, TX 75075

ph (972) 612-0088 fax (972) 612-0098

Kathi@DyeToveryCPA.com

Kerry@DyeToveryCPA.com

Brandi@DyeToveryCPA.com

Kathleen@DyeToveryCPA.com



Rockwall County Municipal Utility District No. 7
Bookkeeper's Report for Meeting of:
August 25, 2020

\$ (7,541.86) Beginning Balance
 138.52 Void *ch#3550 - Sandy Sinks (7/28/20 mtg)*
 138.53 Void *ch#3551 - Terry Jones (7/28/20 mtg)*
 201.07 Property Taxes (July)
 8,000.00 Transfer from Logic Investment Fund
 0.10 Interest Income

\$ 936.36 Adjusted cash balance

(7,118.79) Total of all bills

\$ (6,182.43) Ending Balance - Plains Capital
Recommend transferring \$10,000 from Logic

\$ 84,032.22 Logic Investment Fund #0001 - GF, .4203%

Late Bills Paid:

416.10 3557 Winstead - legal *Inv #2903967 - July*

Bills To Be Paid: *Check #*

138.52 3558 Director - Larry Christensen *current meeting*

138.53 3559 Director - Martha Cook *current meeting*

138.53 3560 Director - Michael Skinner *current meeting*

138.52 3561 Director - Sandy Sinks *current meeting*

138.53 3562 Director - Terry Jones *current meeting*

- Winstead *Inv # - legal thru 7/31/20*

* 1,181.90 3567 Dye & Toverly, LLC *Inv #4439 - bookkeeper thru 7/31/20*

536.16 3568 LJA Engineering *Inv #202014721 - engineering thru 7/31/20*

4,192.00 3569 McDonald & Wessendorff Ins. *Inv #43171 - 2020-2021 insurance premium*

100.00 3570 JD Parker *Posting Agenda - current mtg*

\$ 7,118.79 Total Bills

Rockwall County Municipal Utility District No. 7
Analysis of Rockwall County Property Tax Levied vs. Collected
Tax Year 2019 (10/01/19-9/30/20)

Amount Levied on 10/01/19		\$ 136,411.52	
<i>Adjustments & supplements</i>		<i>(4,291.33)</i>	
Adjusted levy		132,120.19	
Amount Collected as of	7/31/2020	\$ 132,120.19	100.00%
Amount Uncollected as of	7/31/2020	-	
 Tax Year 2019 (10/01/19-9/30/20)			
Taxable Value of District Property		\$ 17,616,025	
M & O - available for operating costs	\$ 0.75000 *	\$ 132,120	
		\$ 132,120	

Rockwall County Municipal Utility District No. 7
Capital Projects Fund
August 25, 2020

Capital Projects Fund - Series 2019 Road - PCB #0802

Beginning balance	\$ 524.17
Transfer to Logic Fund	
Interest Income	0.02
Ending balance	<u>\$ 524.19</u>
 Logic Investment Fund #0002 - CPF, .4203%	 <u>\$ 233,060.98</u>

Rockwall County Municipal Utility District No. 7
Debt Service Fund
August 25, 2020

Debt Service Fund - Series 2019 Road - PCB #9403

Beginning balance	\$ 608.66
Transfer to Logic Fund	
Regions Bank <i>ch#1003</i> - Debt Svc payment	(36,651.25)
Interest Income	0.02
Ending balance	<u>\$ (36,042.57)</u>
<i>Recommend transferring \$36,651.25 from Logic</i>	

Logic Investment Fund #0003 - DSF, .4203% **\$ 87,248.44**

Rockwall County Municipal Utility District No. 7
Debt Service Fund
August 25, 2020

Unlimited Tax Bonds

Series 2019 Rd <u>\$2,575,000</u>	<i>Principal</i> <i>Payment</i>	<i>Interest</i> <i>Payment</i>	<i>Annual</i> <i>Debt Service</i>
4/1/2020		24,434.17	
10/1/2020		36,651.25	61,085.42
4/1/2021		36,651.25	
10/1/2021	70,000.00	36,651.25	143,302.50
4/1/2022		36,038.75	
10/1/2022	75,000.00	36,038.75	147,077.50
2023-2044	2,430,000.00	963,010.00	3,393,010.00
	\$ 2,575,000.00	\$ 1,169,475.42	\$ 3,744,475.42

Rockwall County Municipal Utility District No. 7
Budget to Actual Analysis
September 2019 through June 2020, 10 months

	Sep '19 - Jun 20	YTD Budget	\$ Over Budget	% of Budget	Annual Budget	
Revenue						
4000 · Property Tax Revenue	\$ 132,123	129,591	2,532	102%	129,591	1
5391 · Interest Revenue	455	300	155	152%	300	
Total Revenue	\$ 132,578	129,891	2,687	102%	129,891	

1. Refund from CAD for 2018

Administrative Expenses						
6070 · Tax Assessor Collector Exp	\$ -	500	(500)	0%	500	
6071 · Appraisal Budget	(1,082)	0	(1,082)	100%	0	
7001 · Accounting	10,883	5,700	5,183	191%	7,200	2
7070 · Auditing	10,250	0	10,250	100%	0	3
7190 · Delivery/Courier Services	14	0	14	100%	0	
7200 · Director's Fees	6,888	4,675	2,213	147%	5,610	2
7275 · Election Costs	100	100	0	100%	100	
7300 · Engineering	8,258	9,350	(1,092)	88%	10,200	
7460 · Insurance	4,192	4,192	0	100%	4,192	
7500 · Legal	38,919	35,640	3,279	109%	38,880	
7520 · Mtg exp-posting	800	500	300	160%	600	2
7521 · Mtg. Exp-conf. room	386	325	61	119%	390	
Total Administrative Expenses	\$ 79,608	60,982	18,626	131%	67,672	

2. Additional district activity

3. Audit was not included in budget

Other Revenue						
8510 · Devel. Adv - to District	\$ 24,535	0	24,535	100%	0	
Total Other Revenue	\$ 24,535	0	24,535	100%	0	