

[HARRIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 368

MINUTES OF MEETING

December 13, 2007

The Board of Directors (the "Board") of Harris County Municipal Utility District No. 368 (the "District") met in special session, open to the public at 7:00 p.m., at Graceview Baptist Church, 22510 Tomball Parkway, Tomball, Texas, on Thursday, December 13, 2007, pursuant to the notice of said meeting posted in accordance with Chapter 551 of the Texas Government Code; whereupon the roll was called of the members of the Board, to-wit:

Roy P. Lackey	President
Tiffani C. Bishop	Vice President/Investment Officer
Sharon L. Cook	Secretary
Michael J. Ward	Treasurer
Allison Dunn	Assistant Secretary

All members of the Board were present. Also attending were: Mark T. Stendahl, P.E., consulting engineer ("Engineer") for Pate Engineers, Inc. ("Pate"); Kathy Branco of Municipal Accounts & Consulting ("Bookkeeper"); residents of Solomon Road and Solomon Road Extension – Beverly Allen, William and Gale Garner, Sheila Wilson, Ervin Solomon, Earnestine Godfrey, Maxine Lott, James Solomon, Freddie Solomon, David Solomon, Annette Porter; and Andrew P. Johnson, III, attorney, and Marian D. Henderson, paralegal, of Johnson Radcliffe Petrov & Bobbitt PLLC ("Attorney" or "JRPB").

The President, after finding that notice of the meeting was posted as required by law and determining that a quorum of the Board was present, called the meeting to order and declared it open for such business as may come before it at 6:48 p.m.

1. SOLOMON ROAD EXTENSION EASEMENTS. The President first recognized Mr. Johnson who thanked the residents of Solomon Road Extension for attending and questioned whether they all intended to accept the District's offer to purchase a waterline easement across their property. The residents having responded affirmatively, Mr. Johnson introduced Ms. Henderson to the residents and stated that she would be notarizing their signatures and once they had executed the necessary documentation, he would give them their checks. Mr. Johnson then requested that the Board approve the payment for the easements to the Solomon Road and Solomon Road Extension residents as authorized at the November 15, 2007 Board meeting. Upon motion by Director Cook, seconded by Director Bishop, after discussion and with all Directors present voting aye, the Board approved the checks for the Solomon Road Extension residents in payment of their respective waterline easements. [Director Dunn departed the meeting at 7:30 p.m., and Ms. Branco departed the meeting at 8:00 p.m., after the last check was issued.]
2. DISTRICT'S WEBSITE. Director Cook updated the Board on her communications with the District's webmaster with respect to the status of adding a counter to the District's website to track the number of visitors to the site. Director Cook reported that the

webmaster suggested adding a newsletter and that the District could decide the frequency with which to distribute the newsletter. Director Cook suggested that the newsletter be distributed semi annually to the District's residents. Discussion ensued regarding the costs and effectiveness of a newsletter and Director Cook stated that she would gather additional information and follow-up with the Board at a later meeting.

3. STATE HIGHWAY 249 WATERLINE EASEMENTS. Mr. Stendahl updated the Board on the status of obtaining the Dia-Den easement and stated that there is no urgency in obtaining such waterline easement; however, the District definitely needs the easement from J.R.27909, L.L.C. (Durdin). Mr. Stendahl reported that there has been no response from Durdin with respect to the District's offer to purchase the easement. Mr. Stendahl reported that Diane Allen of JRPB will proceed with the appraisal of the property. Mr. Johnson stated that the Board should consider making an offer for the appraised value once we receive the appraisal. Upon motion by Director Ward, seconded by Director Cook, after discussion and with all Directors present voting aye, the Board authorized the Attorney to make an offer for the easement.

4. ASHFORD PLACE SEWER STACKS. Mr. Stendahl reported that the Operator has now exposed three (3) sewer stacks constructed during the construction of Ashford Place, Section I and none of them had stabilized sand. Discussion ensued regarding the cost of making the repairs and the leverage that the Board has with the contractor and developer.

THERE BEING NO FURTHER BUSINESS TO COME BEFORE THE BOARD, upon motion by Director Cook, the President adjourned the meeting at 8:21 p.m.

Passed and approved this 3rd day of January, 2008.


Secretary, Board of Directors

