

## HARRIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 368

Minutes of Meeting  
Thursday, April 16, 2009

The Board of Directors (the "Board") of the Harris County Municipal Utility District No. 368 (the "District") met in regular session, open to the public, at 6:30 p.m. on Thursday, April 16, 2009 at the District's regular meeting place, Graceview Baptist Church, 25510 Tomball Parkway, Tomball, Texas, 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
Eric Daniel	Treasurer
Allison V. Dunn	Assistant Secretary

All members of the Board were present. Consultants in attendance were: Mark T. Stendahl, P.E., consulting engineer; Cathy Branco of Municipal Accounts and Consulting ("Bookkeeper"); Bob Leared of Bob Leared Interests, Inc. ("Tax Assessor/Collector"); Mike Plunkett of Eagle Water Management Company ("Operator"); Cpl. Mike Swindler and Lt. Clark of the Harris County Constable's Office, Precinct 4; Andrew Dunn, the District's liaison with Harris County Constable's Office, Precinct 4; and Joshua W. Golden, attorney, and Marian D. Henderson, paralegal, of Johnson Radcliffe Petrov & Bobbitt PLLC ("Attorney").

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 at 7:00 p.m. for such business as may properly come before the Board.

1. **Public Comment.** None.
2. **Harris County Constable's Report.** The President first recognized Cpl. Swindler, who presented and reviewed the Harris County Constable's Patrol Report for the month of March, 2009. [Cpl. Swindler, Lt. Clark and Andrew Dunn departed the meeting at 7:18 p.m.].
3. **General Business.**
  - a. **Repairs to District Facilities.** The President next recognized Mr. Plunkett who reported that Water Well #4 is out of service once again. Mr. Stendahl added that the well itself is fine, but there is a problem with the controls.
  - b. **Website.** Director Cook reported that Ms. Corprew's name has been removed from the District's website and that Mr. Golden's name has been corrected on the District's website.
4. **Tax Assessor/Collector's Report.** The President next recognized Mr. Leared, who presented and reviewed the Tax Assessor/Collector's Report with the Board, a copy of

which is attached hereto as Exhibit "A". Mr. Leared presented checks numbered 1761 through 1774, inclusive, drawn on the Tax Account for the Board's approval. Discussion then ensued regarding the Top Ten Delinquent Properties within the District. Upon motion by Director Cook, seconded by Director Lackey, and with all Directors present voting aye, the Board accepted the Tax Assessor/Collector's Report as presented.

5. **Bookkeeper's Report.** Ms. Branco next presented and reviewed the Bookkeeper's Report and Quarterly Investment Report with the Board, copies of which are attached hereto as Exhibit "B". Ms. Branco next presented and reviewed the draft budget for fiscal year ending May 31, 2010, a copy of which is attached hereto as Exhibit "C". Discussion ensued regarding the draft budget and Director Lackey stated that he wanted the systems security and plant surveillance broken out. Director Lackey also asked that separate accounts be set up for generators, fuel, maintenance and repairs. Director Bishop questioned whether the District needs to adjust its water and sewer rates. Director Bishop, Mr. Stendahl and Ms. Branco stated that they will meet to review the budget changes and bring their recommendation back before the Board at the May 21<sup>st</sup> meeting.

Discussion next ensued regarding the Summer AWBD Conference. All five Directors indicated that they planned to attend the Conference in Corpus Christi on June 18 through June 20, 2009. [Mr. Leared departed the meeting during this discussion at 7:50 p.m.]

Mr. Stendahl next presented and reviewed the Capital Improvements Report with the Board, a copy of which is attached hereto as Exhibit "D". Upon motion by Director Daniel, seconded by Director Dunn, after discussion and with all Directors present voting aye, the Board approved the Bookkeeper's Report as presented.

6. **Attorneys Report.** The President next recognized Mr. Golden, who presented and reviewed the Attorney's Report, as follows:
  - a. **Minutes.** Mr. Golden first directed the Board's attention to the minutes of the March 19, 2009 and April 2, 2009 Board meetings. Upon motion by Director Cook, seconded by Director Bishop, after discussion and with all Directors present voting aye, the Board approved the minutes as corrected.
  - b. **Easement Acquisitions.** Mr. Golden reported that the Dia-Den, Ltd. has finally agreed to all of the District's terms.
  - c. **Renewal of Option to Purchase on Jennings Tract.** Mr. Golden reported that he and Ms. Jolie Lenz, JRPB's new real estate attorney, will meet with Alan Dominy, a certified real estate appraiser on Friday, April 17<sup>th</sup> to discuss retaining him to appraise the Jennings tract.

[Ms. Branco departed the meeting at this time.]

