

**MINUTES OF MEETING OF BOARD OF DIRECTORS
APRIL 14, 2009**

THE STATE OF TEXAS §
COUNTY OF HARRIS §
HARRIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 151 §

The Board of Directors (the "Board") of Harris County Municipal Utility District No. 151 (the "District") met in regular session, open to the public, at Fulbright & Jaworski L.L.P., 1301 McKinney, 51st Floor, Houston, Texas, 77010, at 11:30 a.m on April 14, 2009, whereupon the roll was called of the members of the Board, to-wit:

Kent F. Spitzmiller, President
Bill Walker, Vice President
William "Lisle" Wade, Secretary
Herman Jordan, Treasurer
Kim O'Hara, Assistant Secretary

Persons Attending. All members of the Board were present. Also attending all or parts of the meeting were Mr. Leroy Mensik of Severn Trent Services, Inc. ("ST"), operator for the District; Ms. Shirley McLennan of McLennan and Associates, bookkeeper for the District; Ms. Melinda Garza of AECOM, engineer for the District; and Ms. Jana Cogburn and Ms. Carla Christensen of Fulbright & Jaworski L.L.P. ("F&J"), attorneys for the District. There were no members of the public in attendance at the meeting.

Call to Order. The meeting was called to order, and in accordance with notice posted pursuant to law, copies of the certificates of posting of which are attached hereto as Exhibit "A," the following business was transacted:

1. **Minutes.** Proposed minutes of the meeting of the Board held March 10, 2009, previously distributed to the Board, were presented for review and approval. Upon motion by Director Wade, seconded by Director Jordan, after full discussion and the question being put to the Board, the Board voted unanimously to approve the minutes of the meeting of March 10, 2009, as presented.

2. **Presentation of payment options for District customers (ST) and take necessary action in connection with same.** Mr. Mensik reported that ST is coordinating with Compass Bank to obtain an updated agreement between Compass Bank and the District for a "lock box" payment system, which would allow District customers a variety of options for bill payment. Mr. Mensik stated that he will provide the agreement to the District's attorney for review.

3. **Tax Collector's Report.** The Board reviewed the Tax Collector's Report for March, 2009, a copy of which is attached hereto as Exhibit "B." It was noted that the District had collected 95.63% of its 2008 taxes as of March 31, 2009. Upon motion by Director Walker, seconded by Director Wade, after full discussion and the question being put to the Board, the Board voted unanimously to accept the Tax Collector's Report and to authorize payment of check numbers 2487 through 2494 from the Tax Account in the amounts, to the persons and for the purposes listed in such Report.

4. **Bookkeeper's Report.** Ms. McLennan presented to and reviewed with the Board the Bookkeeper's Report for the period ending April 14, 2009, certain statements for payment and the monthly Investment Report for activity through March 31, 2009, copies of which are attached hereto as Exhibit "C." Ms. McLennan stated that she has requested that Sterling Bank reverse the service charges assessed to the District's Capital Projects and Debt Service Funds. Upon motion by Director Walker, seconded by Director Wade, after full discussion and the question being put to the Board, the Board voted unanimously to accept the Bookkeeper's Report, to approve the Investment Report, and to authorize payment of check numbers 6417 through 6466 from the General Fund in the amounts, to the persons, and for the purposes listed in such Report.

Ms. McLennan reported that she sent a bill to Harris County MUD No. 132 ("No. 132") for shared lift station no. three expenses from October 1, 1999 through February 2009 in the amount of \$174,982.02. Ms. McLennan reported that No. 132 has submitted payment in the amount of \$93,171.05 in connection with the shared lift station no. four expenses.

5. **Review Operations Report and authorize repairs.** Mr. Mensik presented to and reviewed with the Board the monthly Operations Report for March, 2009, a copy of which is attached hereto as Exhibit "D."

Mr. Mensik requested permission to turn over 10 accounts in the aggregate amount of \$1,422.82 to collections and to write off three accounts in the aggregate amount of \$49.74.

Upon motion by Director Wade, seconded by Director O'Hara, after full discussion and the question being put to the Board, the Board voted unanimously to approve the Operations Report, to authorize termination of service to the delinquent accounts, and to authorize ST to turn over 10 accounts in the aggregate amount of \$1,422.87 to collections and to write off three accounts in the aggregate amount of \$49.74.

6. **Discuss and take action in connection with preparation of identity theft prevention program.** Ms. Cogburn reported that there is a new federal requirement for utility districts to have identity theft programs by May 1, 2009. Ms. Cogburn stated that F&J coordinated with the District's operator to prepare a standard Order Adopting an Identity Theft Prevention Program, a copy of which is attached hereto as Exhibit "E." Upon motion by Director Wade, seconded by Director Jordan, after full discussion and the question being put to the Board, the Board voted unanimously to adopt the Order Adopting Identity Theft Prevention Program.

7. **Review Drought Contingency Plan.** Ms. Cogburn reported that he District is required to review its Drought Contingency Plan every five years. The Board reviewed the Drought Contingency Plan, a copy of which is attached hereto as Exhibit "F." No action was taken.

8. **Review Engineer's Report.** Ms. Garza presented to and reviewed with the Board the Engineer's Report, a copy of which is attached hereto as Exhibit "G."

Ms. Garza reported that the developer for the Bailey's Estates project (formerly known as Atasca Oaks Estates) submitted a re-plat to the City of Houston changing the number

of lots from 20 to 16 and the number of reserves from three to two. Ms. Garza reported that the City of Houston Planning Commission approved the plat on April 2, 2009. Ms. Garza reported that she spoke with the engineer for the Bailey Estates project and received a drawing of the new lot layout, a copy of which is attached to the Engineer's Report. Ms. Garza noted that she has not yet received a revised set of drawings for the project.

9. **Status report on District website.** Director Spitzmiller reviewed with the Board a summary of information relating to the usage of the website for the last month, a copy of which is attached hereto as Exhibit "H."

10. **Public Comments.** There were no members of the public in attendance.

11. **Executive Session pursuant to Section 551.071, Texas Government Code, as amended, to discuss litigation.** The Board did not convene in executive session.

12. **Other matters.** Director Spitzmiller reported that the City of Houston increased its water rates on April 1, 2009. Discussion ensued.

There were no other matters to come before the Board at this time.

THERE BEING NO FURTHER BUSINESS TO COME BEFORE THE BOARD, the meeting was adjourned.

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The foregoing minutes were passed and approved by the Board of Directors on May 12, 2009.

President, Board of Directors

ATTEST:

Secretary, Board of Directors

(DISTRICT SEAL)