

**MINUTES OF MEETING OF BOARD OF DIRECTORS
JUNE 9, 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 June 9, 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. 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. Rebecca Martinez of Wheeler and Associates, tax assessor and collector for the District; Ms. Melinda Garza of AECOM, engineer for the District; Mr. Joe Stunja of Pinehurst Trail Holdings LLC, an owner of undeveloped land in 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 May 12, 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 May 12, 2009, as presented.

2. **Other matters.** The President recognized Mr. Stunja, who reviewed with the Board plats reflecting two tracts of land totaling 65.723 acres proposed for commercial/retail development. Mr. Stunja requested that the Board consider issuing a capacity commitment letter to Pinehurst Trail Holdings, LLC for the proposed development at the next Board meeting. Discussion ensued.

3. **Presentation of payment options for District customers (ST) and take necessary action in connection with same.** Mr. Mensik reported that Compass Bank has provided ST with the 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 such agreement will be presented at the next Board meeting for consideration.

4. **Tax Collector's Report.** Ms. Martinez presented to and reviewed with the Board the Tax Collector's Report for May, 2009, a copy of which is attached hereto as Exhibit "C." Ms. Martinez reported that the District had collected 97.46% of its 2008 taxes as of May 31, 2009.

Ms. Garza reviewed with the Board a list of checks on which payment will be stopped and the checks voided, a copy of which is attached to the Tax Collector's Report.

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 accept the Tax Collector's Report, to authorize payment of check numbers 2503 through 2510 from the Tax Account in the amounts, to the persons and for the purposes listed in such Report and to authorize check numbers 2238, 2342, 2368, 2416 and 2463 to be voided.

5. **Bookkeeper's Report.** Ms. McLennan presented to and reviewed with the Board the Bookkeeper's Report for the period ending June 9, 2009, certain statements for payment and the monthly Investment Report for activity through May 31, 2009, copies of which are attached hereto as Exhibit "D." Upon motion by Director Wade, seconded by Director Walker, 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 6495 through 6541 from the General Fund in the amounts, to the persons, and for the purposes listed in such Report.

Director Spitzmiller reported that he negotiated with Sterling Bank for a reduced monthly service charge fee for the District's three accounts.

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

Mr. Mensik reported that the storm sewer manhole on Water Point Trail recently repaired by ST has not been accepted by Harris County for maintenance. Ms. Garza noted that the District has a number of storm sewer facilities that have not been accepted by Harris County for maintenance. Ms. Garza stated that the developer should have a bond in place for projects until Harris County accepts the facilities for maintenance. Ms. Garza reported that she will determine the status of Harris County's acceptance of storm sewer facilities within certain developments in the District and report her findings to the Board.

Mr. Mensik reported that the offsite well motor shifted and ST is in the process of replacing the bearings in the right angle drive. Mr. Mensik stated that once the bearings are replaced, a well specialist will move the well motor back to its designated location. Mr. Mensik stated that the original estimate for the well repairs was approximately \$10,000, but the cost should be much less than the original estimate.

Upon motion by Director Jordan, 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 and to authorize termination of service to the delinquent accounts.

7. **Review Engineer's Report.** Ms. Garza presented to and reviewed with the Board a letter submitted by LJA Engineering & Surveying, Inc. on behalf of Pinehurst Trail Holdings, LLC, requesting the Board's consideration of capacity commitment to serve a proposed commercial/retail center, a copy of which is attached hereto as Exhibit "F." It was the consensus of the Board to further consider such request at the next Board meeting.

8. **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 "G."

9. **Consider adopting deductible reimbursement policy for automobile physical damage coverage.** Director Walker inquired if the District would be interested in adopting a policy authorizing the District to reimburse a Director for deductibles incurred as a result of an automobile accident in which the Director is conducting District business. Discussion ensued regarding setting a maximum limit for reimbursement of the deductible. It was the consensus of the Board to further discuss this matter at the next Board meeting.

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

11. **Other matters.** 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 July 14 2009.

President, Board of Directors

ATTEST:

Secretary, Board of Directors

(DISTRICT SEAL)