

**MINUTES OF MEETING OF BOARD OF DIRECTORS
DECEMBER 13, 2011**

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 December 13, 2011, 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 and Mr. Larry Jones of Severn Trent Services, Inc. ("ST"), operator for the District; Ms. Shirley McLennan of McLennan and Associates, bookkeeper for the District; Ms. Brandy Woods of Wheeler & Associates, tax assessor and collector for the District; and Ms. Jana Cogburn and Ms. Carla Christensen of Fulbright & Jaworski L.L.P. ("F&J"), attorneys for the District.

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 November 8, 2011, 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 November 8, 2011, as presented.

2. **Tax Collector's Report.** Ms. Woods presented to and reviewed with the Board the Tax Collector's Report for November, 2011, a copy of which is attached hereto as Exhibit "B." Ms. Woods noted that the District had collected 99.85% of its 2010 taxes and 8.48% of its 2011 taxes as of November 30, 2011. Upon motion by Director Walker, seconded by Director Jordan, 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 2732 through 2739 from the Tax Account in the amounts, to the persons and for the purposes listed in such Report.

3. **Bookkeeper's Report.** Ms. McLennan presented to and reviewed with the Board the Bookkeeper's Report for the period ending December 13, 2011, certain statements for payment, and the monthly Investment Report for activity through November 30, 2011, copies of which are attached hereto as Exhibit "C."

Ms. McLennan reported that she will wiring \$1,100,000 from the General Fund on December 15, 2011 in connection with payment the redemption of the Series 2003 Bonds.

Upon motion by Director Jordan, 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 7683 through 7719 from the General Fund in the amounts, to the persons, and for the purposes listed in such Report.

4. **Review Operations Report and authorize repairs.** Mr. Mensik presented to and reviewed with the Board the monthly Operations Report for November, 2011, a copy of which is attached hereto as Exhibit "D."

Mr. Mensik requested permission to turn over one account in the amount of \$271.75 to collections.

Mr. Mensik reported that during the water plant inspection on November 30, 2011, ST located a damaged vent on top of ground storage tank no. two. Mr. Mensik stated that it will cost approximately \$7,500 to drain the tank and make the necessary repairs. Mr. Mensik noted that ST will also inspect the interior of the tank after it has been drained.

Mr. Mensik stated that ST issued a credit in the amount of \$20 to the District.

Mr. Mensik reported that there was a severe water main break at 20503 Delta Woods on December 7, 2011. Mr. Mensik reported that water to the street was interrupted during the repairs to such line. Director Spitzmiller reviewed with the Board a letter from the residents at 20503 Delta Woods regarding the District's method of notification for the water service interruption.

Discussion ensued regarding the current drought conditions. It was the consensus of the Board to go to voluntary water restrictions. Director Spitzmiller reported that District water usage substantially increased during the summer months. It was the consensus of the Board that ST include a line item on the water bills for "drought penalties."

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, to authorize termination of service to delinquent accounts, to authorize the necessary repairs to the vent on top of ground storage tank no. two at a cost of \$7,500 (including inspection of the interior of the tank), and to authorize ST to turn over one account in the amount of \$271.75 to collections.

5. **Review Engineer's Report.** The President reported that the engineer has nothing to report at this time.

6. **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 "E."

7. **Public Comments.** There were no comments from the public at this time.

8. **Other matters.** Ms. Cogburn reported that the District has received a request from Mr. Kumar Bhattacharjee to vote in the Harris County Appraisal District Board of Directors Election, a copy of which is attached hereto as Exhibit "F." 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 adopt the Resolution Casting a Ballot for HCAD for Glenn Peters.

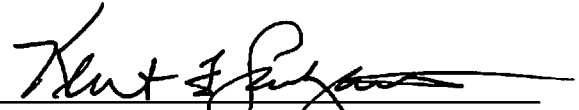
Ms. Cogburn reported there is new legislation that allows the District to move its May 2012 election until November 2012. Discussion ensued. It was the consensus of the Board to retain the current election date in May 2012.

There were no other matters to come before the Board.

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

* * *

The foregoing minutes were passed and approved by the Board of Directors on January 10, 2012.



President, Board of Directors

ATTEST:



Secretary, Board of Directors

(DISTRICT SEAL)

