

**MINUTES OF MEETING OF BOARD OF DIRECTORS
FEBRUARY 8, 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 February 8, 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 except Director Wade. 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 & Associates, tax assessor and collector for the District; Mr. Grant Hargrave of Harco Insurance Services; 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 “B,” the following business was transacted:

1. **Minutes.** Proposed minutes of the meeting of the Board held January 11, 2011, previously distributed to the Board, were presented for review and approval. Upon motion by Director Jordan, seconded by Director Walker, after full discussion and the question being put to the Board, the Board voted unanimously to approve the minutes of the meeting of January 11, 2011, as presented.

2. **Tax Collector’s Report.** Ms. Martinez presented to and reviewed with the Board the Tax Collector’s Report for January, 2011, a copy of which is attached hereto as Exhibit “B.” Ms. Martinez noted that the District had collected 92.8% of its 2010 taxes as of January 31, 2011. Upon motion by Director O’Hara, 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 2647 through 2658 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 February 8, 2011, certain statements for payment, and the monthly Investment Report for activity through January 31, 2011, copies of which are attached hereto as Exhibit “C.” 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 Bookkeeper's Report, to approve the Investment Report, and to authorize payment of check numbers 7314 through 7361 (excepting check no. 7347) from the General Fund in the amounts, to the persons, and for the purposes listed in such Report.

Ms. McLennan reported that Coamerica Bank recently purchased Sterling Bank.

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

Discussion ensued regarding a letter received from a resident requesting a discount for water and sewer services for disabled veterans. Director Spitzmiller stated that he will coordinate with Ms. Martinez and contact the resident regarding the District's available exemption from taxation for disabled persons.

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 delinquent accounts.

5. **Review Engineer's Report.** There was no engineer's 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. **Renew District Insurance (expires 2/20/2011).** The Board reviewed the insurance renewal proposal from Harco Insurance Services, a copy of such summary is attached hereto as Exhibit "F." Director Walker stated that he is abstaining from discussion and voting due to a conflict of interest. Discussion ensued regarding the optional travel accident coverage. Upon motion made by Director Jordan, seconded by Director O'Hara, after full discussion and the question being put to the Board, the Board voted unanimously (Director Walker abstaining) to renew the District's Insurance with Harco Insurance Services/TML, including approval of prepayment of a three year premium for travel accident coverage.

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

9. **Other matters.** Director Spitzmiller reported that he was recently contacted by the President of Harris County MUD No. 132 ("No. 132"). Director Spitzmiller stated that a representative of the PTA for Pine Forest Elementary School recently requested that No. 132 fund the \$13,000 cost to purchase new playground equipment. Director Spitzmiller stated that No. 132 indicated that they would like to split the cost with the District. Discussion ensued. Ms. Cogburn noted that No. 132 has requested that the school submit a formal request and bid and has provided the school with a form of the Recreational Facility Agreement that will be required to be approved by both No. 132 and the school district. It was the consensus of the Board that the District only consider paying up to \$5,000 for playground equipment, upon receipt of a formal request from the school.

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.

* * *

The foregoing minutes were passed and approved by the Board of Directors on March 8, 2011.

President, Board of Directors

ATTEST:

Secretary, Board of Directors

(DISTRICT SEAL)