

**MINUTES OF MEETING OF BOARD OF DIRECTORS
MARCH 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 March 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. 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; Ms. Melinda Garza of AECOM, engineer for the District; Ms. Shannon Babhan and Ms. Linda Pearce of Greentree Elementary School; Mr. Todd Thompson, a resident of Kings River; 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 February 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 February 8, 2011, as presented.

2. **Discuss and take necessary action in connection with request for purchase of new playground equipment (Pine Forest Elementary and Greentree Elementary).** The President recognized Ms. Brabhan, who stated that she is speaking to Board on behalf of Greentree Elementary School (“Greentree”) and requested that the Board fund a portion of the \$75,000 cost to replace the existing track at the school. Ms. Brabhan reviewed with the Board a presentation regarding the track improvement project, a copy of which is attached hereto as Exhibit “B.” Ms. Brabhan stated that the majority of Greentree’s student body (55%) resides within the District and that the school is within Kingwood/City of Houston. Discussion ensued. It was the consensus of the Board to defer a decision on funding a portion of the cost to replace the tract at Greentree.

3. **Tax Collector's Report.** Ms. Martinez presented to and reviewed with the Board the Tax Collector's Report for February, 2011, a copy of which is attached hereto as Exhibit "C." Ms. Martinez noted that the District had collected 96.03% of its 2010 taxes as of February 28, 2011. Ms. Martinez presented to and reviewed with the Board a list of 2005 and 2006 personal property accounts proposed to be turned over to the uncollectible roll, a copy of which is attached to the Tax Collector's Report. Upon motion by Director Walker, 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 2659 through 2667 from the Tax Account in the amounts, to the persons and for the purposes listed in such Report, and to authorize eight accounts (from 2006) in the aggregate amount of \$212.87 and one account (from 2005) in the amount of \$10.81 be turned over to the uncollectible roll.

4. **Bookkeeper's Report.** Ms. McLennan presented to and reviewed with the Board the Bookkeeper's Report for the period ending March 8, 2011, certain statements for payment, and the monthly Investment Report for activity through February 28, 2011, copies of which are attached hereto as Exhibit "D." 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 7362 through 7388 from the General Fund in the amounts, to the persons, and for the purposes listed in such Report.

5. **Approve Arbitrage Rebate Report (5th year computation period for Series 2005 Refunding Bonds).** Ms. Cogburn reviewed with the Board the Arbitrage Rebate Report for the District's Series 2005 Refunding Bonds, a copy of which is attached hereto as Exhibit "E." Ms. Cogburn noted that there was no rebate payment due to the IRS with respect to the Series 2005 Refunding Bonds for this computation period.

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

In response to a question, Ms. McLennan reported that the District is billing Harris County Municipal Utility District No. 132 for its pro-rata share of costs in connection with lift station nos. three and four.

Mr. Mensik reviewed with the Board a letter received from a resident requesting a waiver in the amount of \$50.00 for reconnection of her service, a copy of such request is attached hereto as Exhibit "G." Mr. Mensik stated that service was disconnected due to non-payment of late fees. It was the consensus of the Board to deny such request.

Mr. Mensik reported that the overall efficiency of the District's water well has decreased significantly in the last year, from 65% to 56%. Mr. Mensik stated that he has reviewed the recent well production test with the District's engineer and they recommend that Alsay pull, clean, televise and inspect the well and well pump at a cost of approximately \$25,000. Discussion ensued. Ms. Garza stated that she will prepare a letter to notify the TCEQ that the well pump is being pulled on an emergency basis.

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 approve the Operations Report, to authorize termination of service to delinquent accounts, and to authorize Alsay to pull, clean, televise and inspect the well pump. Mr. Mensik stated that once Alsay has inspected and televised the pump, a recommendation for any necessary repairs will be presented to the Board for approval.

7. **Discuss and take necessary action in connection with repairs to water well.** There was no further discussion on this item at this time.

8. **Review Engineer's Report.** There was no engineer's report at this time.

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 comments from the public at this time.

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 April 12, 2011.

President, Board of Directors

ATTEST:

Secretary, Board of Directors

(DISTRICT SEAL)