

DRAFT

MINUTES OF SPECIAL MEETING HARRIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 81 OF HARRIS COUNTY, TEXAS

CINCO REGIONAL SEWAGE TREATMENT PLANT

February 18, 2010

The Board of Directors (the "Board") of Harris County Municipal Utility District No. 81 of Harris County, Texas (the "District"), met in special session, open to the public, at 805 Hidden Canyon Dr., Katy, Texas 77450, inside the boundaries of the District, on the 18th day of February, 2010, and the roll was called of the duly constituted members of the Board of Directors, to-wit:

Jennifer Labourdette	President
John Savage	Vice President
Patrick Cathcart	Secretary
George Goff	Treasurer/Investment Officer
Bruce Cox	Assistant Secretary

and all of said persons were present, thus constituting a quorum.

Also present were Terri Savage; Eric Hansen, resident of the District; Joe Mills, Alan Walsh and Ginger Thornton of Monument Pipeline; Buddy Trotter and Derek Alfonso of Memorial Municipal Utility District ("Memorial"); Tony Garza of Cornerstones Municipal Utility District ("Cornerstones"); Lyn Forsyth of Mason Creek Municipal Utility District ("Mason Creek"); Doug Baker and Jennifer Mays of Brown & Gay Engineers, Inc. ("B&G"); Mary Lutz of McLennan & Associates, L.P. ("McLennan"); Dusty Lane of SWWC Services, Inc. ("SWWC"); Donna Brown, recording secretary; and Susan Edwards of Allen Boone Humphries Robinson LLP ("ABHR").

MINUTES

The Board considered approving the minutes of the January 21, 2010, Cinco Plant (the "Plant") meeting. After discussion, Director Cathcart moved to approve the minutes of the January 21, 2010, Plant meeting. Director Goff seconded the motion, which carried by unanimous vote.

BOOKKEEPER'S REPORT

Ms. Lutz presented the bookkeeper's report on the Plant funds. Ms. Lutz reviewed the Plant account, the bills to be paid, budget comparison, investment report, and annual energy billing. After discussion, Director Goff moved to approve the

DRAFT

bookkeeper's report and pay the bills. Director Savage seconded the motion, which passed unanimously. A copy of the bookkeeper's report is attached.

CINCO PLANT OPERATIONS, DISCHARGE, AND REPAIRS AND MAINTENANCE

The Board next received the operator's report. Mr. Lane reviewed the written report with the Board, a copy of which is attached. Mr. Lane reported that Envirogenics de-watered and hauled approximately 280,000 gallons of sludge from the Plant during the month.

Mr. Lane reported on maintenance and repairs to the Plant, a summary of which is included in the operator's report. After discussion, Director Cathcart moved to approve the operator's report. Director Savage seconded the motion, which passed unanimously.

ENGINEER'S REPORT ON CINCO PLANT EQUIPMENT AND RECOMMENDATIONS

Mr. Baker presented a written engineer's report, a copy of which is attached.

PAY ESTIMATE, CHANGE ORDERS, AND/OR FINAL ACCEPTANCE FOR CONSTRUCTION OF THE MOTOR CONTROL CENTER/ELECTRICAL UPGRADES FOR THE PLANT

Mr. Baker stated that the Notice to Proceed was issued and Hi-Tech Electric, Inc., began construction of the motor control center/electrical upgrades for the Plant.

REPORT ON TELEVISIONING TRUNKLINE SEGMENTS FOR INFILTRATION

Mr. Baker reviewed information on the increased flow at the Plant. Mr. Baker reported that Chief Solutions inspected the siphons and gravity lines running beneath the Harris County Flood Control District ditches and did not detect any significant infiltration. Mr. Baker reviewed a proposal from Macaulay Controls Company to install rental flow monitors on the trunklines to monitor flow from each participating district, to determine if just one district is experiencing higher wastewater flows, in the amount of \$20,000 per month, including monitoring and reporting. The Board requested that B&G negotiate a more reasonable cost for the proposal.

HEAR REQUEST FROM MONUMENT PIPELINE FOR SURFACE SITE EASEMENT

Mr. Mills presented a request from Monument Pipeline for an easement to allow installation of an above-ground natural gas meter station. A copy of the information from Monument Pipeline is attached. Mr. Mills stated that the plans include construction of a building to house the meter and a chain link fence with three strands of barbed wire on top to enclose the building. The Board discussed liability issues,

DRAFT

monetary reimbursement for use of the land, and design of the building and fence. The Board requested that Monument Pipeline also present the information to the Cimarron Civic Association for approval. The Board deferred any action and concurred to discuss this item at the February 25, 2010, meeting.

There being no further business to come before the Board, the Board concurred to adjourn the meeting.

(SEAL)

Secretary, Board of Directors

DRAFT

LIST OF ATTACHMENTS

	Minutes
	<u>Page</u>
bookkeeper's report.....	2
written operator's report.....	2
written engineer's report	2
information from Monument Pipeline.....	2