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

CINCO REGIONAL SEWAGE TREATMENT PLANT

April 17, 2008

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 17th day of April, 2008, 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
Eric Hansen	Assistant Secretary

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

Also present were Renee Miller of Legacy Energy Solutions ("Legacy"); Doug Baker and Jennifer May of Brown & Gay Engineers, Inc. ("B&G"); Mary Lutz of McLennan & Associates, L.P. ("McLennan"); Tony Garza of Cornerstones Municipal Utility District; John Cameron of Mason Creek Municipal Utility District ("Mason Creek"); Marty McCaghren of Memorial Municipal Utility District ("Memorial"); Dusty Lane of SWWC Services, Inc. ("SWWC"); Susan Edwards and Donna Brown, recording secretary.

MINUTES

The Board considered approving the minutes of the March 20, 2008, Cinco Plant (the "Plant") meeting. After discussion, Director Cathcart moved to approve the minutes of the Plant meeting. Director Goff seconded the motion, which carried by unanimous vote.

PRESENTATION BY LEGACY ENERGY SOLUTIONS REGARDING CENTERPOINT ENERGY'S DEMAND RESPONSE PROGRAM

Ms. Miller presented information regarding Centerpoint Energy's ("CPE") Demand Response Program, a copy of which is attached. Ms. Miller reported that CPE offers incentives to participants who qualify and agree to run their facilities by independent generator for a maximum of four hours upon 45 minutes' notice by CPE. Ms. Miller said, under the program provisions, CPE may send such notice to a

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participant a maximum of four times on weekdays from 1:00 PM to 7:00 PM during the months of June to September each year. Ms. Miller said the participants will be paid for being in the program. The Board requested that the operator and engineer prepare a cost-benefit analysis of the proposed Cinco Plant participation before a decision is made. Ms. Miller said that applications to the program are due by May 1, 2008. The Board concurred to hold a special Cinco Plant meeting on April 24, 2008, accordingly.

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, and investment report. Ms. Lutz reviewed the analysis of the reserve fund and reported that interest on the Plant upgrades in the amount of \$14,782.78 was paid twice, so the reserve is less than the required \$120,000. Ms. Lutz stated that the participants should be billed a total of \$14,782.78 to restore the reerve amount. Mr. Garza and Mr. McCaghren requested that additional research be conducted on the analysis.

After discussion, Director Savage moved to approve the bookkeeper's report and pay the bills. Director Goff seconded the motion, which passed unanimously. A copy of the bookkeeper's report is attached hereto.

OPERATOR'S REPORT

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 290,500 gallons of sludge from the Plant during the month.

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

ENGINEER'S REPORT

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

WASTEWATER DISCHARGE PERMIT RENEWAL

Mr. Baker reported that the Plant TPDES discharge permit is still under technical review by the Texas Commission on Environmental Quality ("TCEQ") and the Environmental Protection Agency ("EPA"). Mr. Baker stated the TCEQ and the EPA have not resolved a difference in opinion regarding the requirements for testing for bacteria in wastewater treatment plant effluent.

OTHER MATTERS

Director Labourdette discussed the West Memorial Municipal Utility District's lift station that malfunctioned and the difference in price to repair or replace the lift station.

ADMINISTRATIVE OFFICE BUILDING

Director Labourdette reported that she obtained a proposal to install awnings over both doors at the administrative office building at an estimated cost of \$3,427 for both. Director Labourdette stated that Joyce Steward and Maggie Mackay will attend training class on the use of electronic voting machines on April 24, 2008.

Director Hansen reported that the administrative building failed the inspection performed by Simplex, and that several of the items that did not pass inspection failed because of inferior work performed by Simplex last year. Director Hansen discussed obtaining proposals from other companies to perform this service.

Director Labourdette reported that complaints were received about WCA Waste Corporation's ("WCA") garbage collection services, and the Board concurred to request that a WCA representative attend the next meeting.

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

(SEAL)

Secretary, Board of Directors

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