

## MONTGOMERY COUNTY MUNICIPAL UTILITY DISTRICT NO. 8

### MINUTES OF SPECIAL MEETING OF BOARD OF DIRECTORS

MAY 14, 2009

The Board of Directors (the "Board" or "Directors") of Montgomery County Municipal Utility District No. 8 (the "District" or "MCMUD 8") met in special session, jointly with Montgomery County Municipal Utility District No. 9 ("MCMUD 9"), open to the public, on Thursday, May 14, 2009, at 9:00 a.m., at the regular meeting place located at the Walden Yacht Club, 13101 Melville Drive, Montgomery, Texas 77356, inside the boundaries of the District, and the roll was called of the duly constituted officers and members of the Board, to-wit:

Roy McCoy	President
Robert Leasure	Vice President
Daniel L. Davis	Assistant Vice President
Roy Harpold, Jr.	Secretary
Arch Payne	Assistant Secretary

All members of the Board were present. Also attending were Katherine Turner of Municipal Accounts & Consulting ("Bookkeeper"); Erich Peterson, P.E. and Justin Abshire of Jones & Carter, Inc. ("Engineer"); Danny Wright of Hays Utility North Corporation ("Operator"); Ross J. Radcliffe of Johnson Radcliffe Petrov & Bobbitt PLLC ("District's Attorney"); Jim Bustin, Ernie Harris, Phil Griffin and Linda Wilson, Board of Directors of MCMUD 9; and Michael W. Mathena, P.E. of Bleyl & Associates ("MCMUD 9 Engineer").

The President, after finding that the notice of the meeting was posted as required by law and determining that a quorum of the Board was present, called the meeting to order and declared it open for such business as may come before it.

1. The President first opened the meeting to public comment. As no public comment was offered, the President directed the Board to proceed with the agenda.
2. Legislation. Director McCoy stated that Reed Eichelberger reported to the Lone Star Groundwater Conservation District ("LSGCD") that all legislation is dead for the San Jacinto River Authority ("SJRA"). The Boards discussed various comments that have been raised in the community and from public officials regarding the legislation that SJRA has proposed.
3. Lone Star Groundwater Conservation District. Director McCoy reported that the LSGCD has requested credentials for the United States Geological Survey (the "USGS") contractor and the results of same related to the latest study that is ongoing related to subsidence and need for conversation to surface water issues.

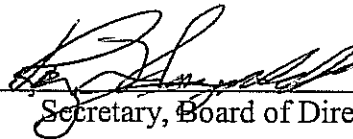
4. Water Credit Feasibility Study. The Boards next discussed the agreement with NRS Consulting Engineers, Inc. ("NRS") for the water credit analysis. Upon a **motion** by Director Davis, seconded by Director Payne, after full discussion and with all Directors present voting aye, the Board approved the agreement subject to a mention in the terms which would provide an intended cooperation between the contractor, the Districts' Engineers, Attorneys and Directors.

5. Emergency Preparedness Issues. It was reported that MCMUD 9's Engineer has provided emergency response information regarding MCMUD 9 to MCMUD 8's Engineer and the information will be incorporated in a single emergency response plan for both districts, then shared with the first responder agencies serving the Districts.

6. Drainage issues and acquisition of lot on Alcott Street. A discussion ensued concerning drainage issues in and around the wastewater treatment plant and the need to purchase a lot adjacent to the sanitary sewer manhole on Alcott Street. Mr. Mathena indicated that he did not identify that the drainage issues experienced by the neighboring property owner was due to any issues on the wastewater treatment plant site. The Operator will see if any additional information could be obtained to help with determining whether corrective action should be taken to drain off water from the wastewater treatment plant site.

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

**PASSED AND APPROVED** this the 10th day of June, 2009.



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Secretary, Board of Directors