

MONTGOMERY COUNTY MUNICIPAL UTILITY DISTRICT NO. 8

MINUTES OF REGULAR MEETING

MAY 12, 2010

The Board of Directors (the "Board" or "Directors") of Montgomery County Municipal Utility District No. 8 (the "District" or "MCMUD 8") met in regular session, open to the public, on Wednesday, May 12, 2010, at 9:00 a.m., at the Montgomery County Sheriff's Office, District 5 Patrol Division, 11901 Walden Road, Montgomery, Texas 77356, a designated meeting place located outside 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
Bob Leasure	Vice President
Daniel L. Davis	Assistant Vice President
Arch Payne	Secretary
Dan Fryman	Assistant Secretary

All members of the Board were present. Also attending were Katherine Turner of Municipal Accounts & Consulting L.P. ("Bookkeeper"); Erich Peterson, P.E. and Justin Abshire of Jones & Carter, Inc. ("Engineer"); Danny Wright of Hays Utility North Corporation ("Operator"); John Howell of the GMS Group, LLC ("Financial Advisor"); Mike McCall of McCall Gibson Barfoot Swedlund LLC ("Auditor"); Phil Griffin and Judy Sanders of Montgomery County Municipal Utility District No. 9 ("MCMUD 9"); Nancy Renfroe, Executive Director, and Myra Scott, Plan Review Administrator, of the Walden Community Improvement Association ("WCIA"); Ross J. Radcliffe and Elliott Barner of Johnson Radcliffe Petrov & Bobbitt PLLC ("Attorney").

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. Public Comments. The President first opened the meeting to public comment. Director Davis commended Walden Tennis Center member, Daniel Brown, on winning the Texas Class 4A High School Boys Singles Tennis Championship. As no further public comments were offered, the President directed the Board to proceed with the agenda.

2. Auditor's Report. The President next introduced Mr. McCall. Mr. McCall presented the draft audit report for the fiscal year ending December 31, 2009, and the Auditor's management letter. Mr. McCall reviewed the draft of the District's audit and responded to various questions from the Board. Upon a **motion** by Director Davis, seconded by Director Leasure, after full discussion and with all Directors present voting aye, the Board approved the audit as presented and authorized submission of the audit to the appropriate regulatory authorities.

Mr. McCall exited the meeting at this time.

3. Financial Advisor's Report. The President then introduced Mr. Howell. Mr. Howell presented an analysis of proposed bond issuances for various capital improvements that may be contemplated in the next several years. A copy of the report is attached hereto as Exhibit "A."

- a. A discussion ensued concerning the reimbursement of various expenses associated with the capital projects. Upon **motion** by Director Davis, seconded by Director Leasure, after full discussion and with all Directors present voting aye, the Board authorized the Bookkeeper to commence reporting of such capital expenditures that may be reimbursed from a future bond issue. Mr. Radcliffe indicated that he would maintain an agenda item related to the Board's adoption of a resolution indicating the Board's intent to reimburse certain expenditures paid out of the District's Operations Fund.
- c. A discussion ensued regarding the projects to be included in the first proposed bond issue that would utilize the remaining \$2,575,000 of bond authority. Upon **motion** by Director Leasure, seconded by Director Davis, after full discussion and with all Directors present voting aye, the Board authorized the Financial Advisor, Engineer and Attorney to begin working on the project list that will make up the remaining bond authority.

4. Election Agenda. Mr. Radcliffe directed the Board to consider certain election issues.

- a. Mr. Radcliffe presented the Director Qualification Affidavits, copies of which are attached as Exhibit "B." to Directors Leasure and Davis, who executed same, Director Fryman had previously completed same, thereby verifying their qualifications to serve as Directors of the District.
- b. Mr. Radcliffe next presented Directors Leasure and Davis with their sworn Statements of Elected/Appointed Officer, copies of which are attached as Exhibit "C." as required by the Texas Constitution, which statements were then duly executed by Directors Leasure and Davis, Director Fryman having previously executed same. Mr. Radcliffe then proceeded to administer the Oath of Office to said Directors, copies of which are attached as Exhibit "D."
- c. Mr. Radcliffe then inquired if the Board would like to designate a slate of officers. Upon **motion** by Director Davis, seconded by Director Leasure, after full discussion with all Directors present voting aye, the Board approved the following appointed officers:

Roy McCoy	President
Bob Leasure	Vice President
Daniel L. Davis	Assistant Vice President
Arch Payne	Secretary
Dan Fryman	Assistant Secretary

5. Committee Appointments. The Board next discussed the position of liaison to the MCMUD 9 board meetings. Upon **motion** by Director Davis, seconded by Director Leasure, after full discussion and with all Directors present voting aye, the Board authorized the rotation of the MCMUD 9 meeting attendance among each of the Board members.

6. Appointment of Investment Officer. The Board next discussed the appointment of a investment officer. Upon **motion** by Director Fryman, seconded by Director Davis, after full discussion and with all Directors present voting aye, the Board appointed Director Leasure as the District's Investment Officer.

7. Minutes. The President directed the Board to the approval of the minutes of the regular meeting of April 14, 2010. Upon a **motion** by Director Davis, seconded by Director Payne, after full discussion and with all Directors present voting aye, the Board approved the minutes of the regular meeting of April 14, 2010, as presented.

8. Tax Assessor-Collector's Report. The Tax Assessor-Collector's Report was next presented by Ms. Turner, a copy of which is attached hereto as Exhibit "E."

- a. Ms. Turner reviewed the past monthly collections and credits as reported by J. R. Moore, Tax Assessor-Collector for the District, and reported that 95.77% of the 2009 taxes have been collected as of May 4, 2010.

Upon a **motion** by Director Leasure, seconded by Director Payne, after full discussion and with all Directors present voting aye, the Board approved the Tax Assessor-Collector's Report, as presented.

9. Bookkeeper's Report. The Bookkeeper's Report, a copy of which is attached as Exhibit "F," was next presented by Ms. Turner.

- a. After a review of current fund balances, expenditures and investments, Ms. Turner reviewed current year-to-date revenues and expenditures against the budget.
- b. A discussion ensued regarding reimbursement of certain expenditures paid out of the District's Operations Fund. Upon a **motion** by Director Leasure, seconded by Director Davis, after full discussion and with all Directors present voting aye, the Board resolved its intent to reimburse from a future bond issue, capital project funds currently being paid from the General Operations Fund for checks numbered 5221, 5227, 5226 and 5225.
- c. The Board next discussed the possibility of transferring the General Operations and Tax Fund Accounts to Amegy Bank. Upon a **motion** by Director Leasure, seconded by Director Payne, after full discussion and with all Directors present voting aye, the Board authorized the Bookkeeper to transfer the General Operations and Tax Fund Accounts to Amegy Bank.
- d. The Board then discussed opening a Special Reserve Account. Upon a **motion** by Director Davis, seconded by Director Leasure, after full discussion and with all Directors present voting aye, the Board authorized the Bookkeeper to open a Special Reserve Account.
- e. The Board discussed the Directors' attendance at the Investment Training Workshop held in conjunction with the AWBD Conference. Upon a **motion** by Director Fryman, seconded by Director Payne, after full discussion and with all

Directors present voting aye, the Board authorized the Directors' attendance at such workshop.

Upon a **motion** by Director Leasure, seconded by Director Payne, after full discussion and with all Directors present voting aye, the Board approved the Bookkeeper's Report, as presented; authorized payment of checks numbered 5188 through 5244 from the General Fund; and authorized payment of checks numbered 1223 through 1228 from the Sewage Treatment Plant Fund.

Ms. Turner exited the meeting at this time.

10. Engineer's Report. The Engineer's Report was next presented by Mr. Peterson, a copy of which is attached hereto as Exhibit "G."

- a. Report on the Status of the Wastewater Treatment Plant ("WWTP") Lift Station Replacement.
 1. The Engineer reported that the contractor has set the lift station, is currently tying the existing drain lines into the proposed lift station, and is beginning to work on miscellaneous electrical items.
 2. The Engineer presented Pay Estimate No. 2 from Liftwater Construction, Inc. ("Liftwater") for the WWTP Lift Station Replacement Project in the amount of \$134,196.21.
- b. Discuss the Status of Sanitary Sewer Cleaning & Televising of Section 7, including the Main Trunk Line to the Marina Vista Lift Station. In response to the televising of the lines, the Engineer presented a contract with A&A Cable Contractors, Inc. for rehabilitating the Section 7 main trunk line and stated that a notice to proceed will be given to the contractor at the pre-construction meeting to be scheduled after the District's regular meeting.
- c. Discuss the Status of Sanitary Sewer Cleaning & Televising of Section 1. The Engineer then reported that Source Point Solution, LLC ("Source Point") is currently underway with the cleaning and televising of Section 1.
- d. Discuss the Status of Sanitary Sewer Cleaning & Televising of Section 2. The Engineering reported that Source Point will proceed with Section 2 following the completion of Section 1.
- e. WWTP Outfall Extension. The Engineer next reported that he is currently obtaining re-approvals from the local agencies. The Engineer added that he expects to advertise and bid the project and will present a recommendation of award at the Board's June meeting.
- f. Emergency Response Committee. The Engineer reported that a pre-hurricane season meeting with local agencies was held on May 10, 2010.

Upon a **motion** by Director Davis, seconded by Director Leasure, after full discussion and with all Directors present voting aye, the Board accepted the Engineer's Report, as presented;

and authorized payment of Pay Estimate No. 2 from Liftwater for the WWTP Lift Station Replacement Project in the amount of \$134,196.21.

11. Operator's Report. The Operator's Report was next presented by Mr. Danny Wright, a copy of which is attached hereto as Exhibit "H."


- a. Mr. Wright reported that the combined water accountability for the District and MCMUD 9 was 95.15%.
- b. Mr. Wright next reported that the District had two (2) paid taps last month and that the District has a total of 1,507 connections.
- c. Mr. Wright reviewed the list of service termination notices and noted that 145 notices were mailed and that four (4) accounts were terminated.
- d. Mr. Wright discussed Montgomery County Municipal Utility District No. 18's ("MCMUD 18") award to Alsay, Inc. for a pilot well for brackish water in the lower Jasper and/or Catahoula aquifer areas. The MCMUD 18 consultants are anticipating a lot of quality water in the lower Jasper.
- e. Mr. Wright presented correspondence from the Texas Division of Emergency Management ("TDEM") and a Single Audit Act Compliance Report, a copy of which is attached hereto as Exhibit "I." Upon a **motion** by Director Leasure, seconded by Director Davis, after full discussion and with all Directors present voting aye, the Board authorized the Operator to complete the TDEM Audit Report.
- f. Mr. Wright discussed sludge requirements at the WWTP.
- g. Mr. Wright reported that the Lone Star Groundwater Conservation District ("LSGCD") has inspected and Mr. Wright anticipates a good report on the reuse of effluent from the WWTP.
- h. Mr. Wright reported that there will be additional sampling at the WWTP.
- i. Mr. Wright discussed a storm drain failure at the residence of Steve Zachary, 11703 Thoreau, and added that he will inform Mr. Zachary that the storm sewer outfall will be part of the Capital Improvements Plan.
- j. Mr. Wright next discussed a drainage problem at the residence of Marie Kelly, 11422 Alcott.
- k. The Operator then discussed the Consumer Confidence Report ("CCR"). Upon a **motion** by duly made, seconded and unanimously carried, the Board approved distribution of the CCR.

Upon a **motion** by Director Leasure, seconded by Director Fryman, after full discussion and with all Directors present voting aye, the Board approved the Operator's Report, as presented, and authorized termination of service to the delinquent accounts pursuant to the District's Rate Order.

12. Walden Community Improvement District. Nothing new to report during the past month.
13. MCMUD 9 Report. No significant items were reported.
14. Community Communications Committee Report. No significant items were reported.
15. Emergency Response Committee Report. No significant items were reported.
16. Attorney's Report.
 - a. The Board next discussed an alternative meeting location which could be utilized by MCMUD 8 and MCMUD 9 for a joint meeting during the Association of Water Board Directors Summer Conference in San Antonio on June 16, 2010. Upon a **motion** by Director Fryman, seconded by Director Payne, after full discussion and with all Directors present voting aye, the Board adopted the Order Authorizing Additional District Office and Meeting Places Outside of the Boundaries of the District and Reaffirming Additional District Offices and Meeting Places, a copy of which is attached hereto as Exhibit "J", to include the Grand Hyatt San Antonio, located at 600 E. Market Street, San Antonio, Texas.

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

PASSED AND APPROVED this the 9th day of June, 2010.


Secretary, Board of Directors

EXHIBITS:

- A - Financial Advisor's Analysis of Proposed Bond Issuances
- B - Director Qualification Affidavits
- C - Statements of Elected/Appointed Officer
- D - Oaths of Office
- E - Tax Assessor-Collector's Report
- F - Bookkeeper's Report
- G - Engineer's Report
- H - Operator's Report
- I - Correspondence from TDEM
- J - Order Authorizing Additional District Office and Meeting Places Outside of the Boundaries of the District and Reaffirming Additional District Offices and Meeting Places

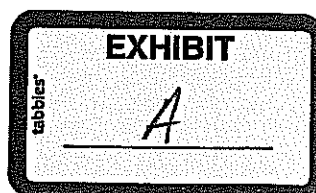
MONTGOMERY COUNTY MUNICIPAL UTILITY DISTRICT No. 8

**TOTAL POTENTIAL BONDS TO BE ISSUED
(CASE 3)**

Assuming 100% Bond Financing For All Capital Improvement Items

Project Costs per Capital Improvement Plan	\$3,675,000	(a)
Sanitary Sewer Line Rehab Costs	\$6,000,000	(b)
Brackish Water Project Costs	\$6,000,000	(b)
Storm Sewer Rehab Costs	\$1,600,000	(b)
Capitalized Interest	\$1,183,062	(c)
Costs of Issuance	<u>\$2,116,938</u>	(d)
Total Bonds to be Issued	\$20,575,000	(e)

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- (a) Per Jones & Carter 4/8/2010 preliminary cost estimate.
- (b) "Ballpark" estimate per 5/6/2010 discussion with engineers at joint meeting with Montgomery County MUD No. 9.
- (c) Approximately 1 year @ 5.75%.
- (d) Industry standard costs of issuance.
- (e) As a general rule, the dollars available for project costs will amount to approximately 84% of the proceeds from each bond issue sold. This means that 16% of each bond issue will pay for capitalized interest and bond cost of issuance. Note this total bond issue amount may be greater than the actual amount of bonds that we have to sell.



MONTGOMERY COUNTY MUNICIPAL UTILITY DISTRICT No. 8
Combined Debt Service Requirements
Prepared for General Financial Planning Purposes
(CASE 3)

5/7/2010

<u>Year</u>	<u>2010 Bonds (a)</u>	<u>2011 Bonds (b)</u>	<u>2013 Bonds (c)</u>	<u>2014 Bonds (d)</u>	<u>Total Debt Service Requirements</u>
2010	\$37,016				\$37,016
2011	\$148,063	\$345,000			\$493,063
2012	\$148,063	\$345,000			\$493,063
2013	\$148,063	\$345,000	\$402,500		\$895,563
2014	\$148,063	\$345,000	\$402,500	\$254,725	\$1,150,288
2015	\$196,674	\$345,000	\$402,500	\$254,725	\$1,198,899
2016	\$196,674	\$458,269	\$402,500	\$254,725	\$1,312,168
2017	\$196,674	\$458,269	\$402,500	\$254,725	\$1,312,168
2018	\$196,674	\$458,269	\$534,647	\$254,725	\$1,444,315
2019	\$196,674	\$458,269	\$534,647	\$338,355	\$1,527,945
2020	\$196,674	\$458,269	\$534,647	\$338,355	\$1,527,945
2021	\$196,674	\$458,269	\$534,647	\$338,355	\$1,527,945
2022	\$196,674	\$458,269	\$534,647	\$338,355	\$1,527,945
2023	\$196,674	\$458,269	\$534,647	\$338,355	\$1,527,945
2024	\$196,674	\$458,269	\$534,647	\$338,355	\$1,527,945
2025	\$196,674	\$458,269	\$534,647	\$338,355	\$1,527,945
2026	\$196,674	\$458,269	\$534,647	\$338,355	\$1,527,945
2027	\$196,674	\$458,269	\$534,647	\$338,355	\$1,527,945
2028	\$196,674	\$458,269	\$534,647	\$338,355	\$1,527,945
2029	\$196,674	\$458,269	\$534,647	\$338,355	\$1,527,945
2030	\$196,674	\$458,269	\$534,647	\$338,355	\$1,527,945
2031	\$196,674	\$458,269	\$534,647	\$338,355	\$1,527,945
2032	\$196,674	\$458,269	\$534,647	\$338,355	\$1,527,945
2033	\$196,674	\$458,269	\$534,647	\$338,355	\$1,527,945
2034	\$196,674	\$458,269	\$534,647	\$338,355	\$1,527,945
2035	\$196,674	\$458,269	\$534,647	\$338,355	\$1,527,945
2036	\$196,674	\$458,269	\$534,647	\$338,355	\$1,527,945
2037	\$196,674	\$458,269	\$534,647	\$338,355	\$1,527,945
2038	\$196,674	\$458,269	\$534,647	\$338,355	\$1,527,945
2039	\$196,674	\$458,269	\$534,647	\$338,355	\$1,527,945
2040		\$458,269	\$534,647	\$338,355	\$1,331,271
2041			\$534,647	\$338,355	\$873,002
2042			\$534,647	\$338,355	\$873,002
2043				\$338,355	\$338,355
TOTAL	\$5,546,110	\$13,181,725	\$15,378,679	\$9,732,507	\$43,839,022

- (a) Represents annual debt service for the \$2,575,000 Series 2010 Bonds @ 5.75%.
- (b) Represents annual debt service for the \$6,000,000 Series 2011 Bonds @ 5.75%.
- (c) Represents annual debt service for the \$7,000,000 Series 2013 Bonds @ 5.75%.
- (d) Represents annual debt service for the \$4,430,000 Series 2014 Bonds @ 5.75%.

MONTGOMERY COUNTY MUNICIPAL UTILITY DISTRICT No. 8
ASSESSED VALUATION PROJECTIONS (a)
For the 2010 General Financial Planning Purposes
4/15/2010

\$372,897,027	1/1/2009 Assessed Valuation (per MCAD)
\$3,750,000	Plus 25 Homes @ \$150,000 (b)
\$376,647,027	1/1/2010 Projected Assessed Valuation
\$3,000,000	Plus 20 Homes @ \$150,000 (b)
\$379,647,027	1/1/2011 Projected Assessed Valuation
\$3,000,000	Plus 20 Homes @ \$150,000 (b)
\$382,647,027	1/1/2012 Projected Assessed Valuation
\$3,000,000	Plus 20 Homes @ \$150,000 (b)
\$385,647,027	1/1/2013 Projected Assessed Valuation
\$7,500,000	Plus 50 Homes @ \$150,000 (b)
\$393,147,027	1/1/2014 Projected Assessed Valuation
\$7,500,000	Plus 50 Homes @ \$150,000 (b)
\$400,647,027	1/1/2015 Projected Assessed Valuation
\$7,500,000	Plus 50 Homes @ \$150,000 (b)
\$408,147,027	1/1/2016 Projected Assessed Valuation
\$7,500,000	Plus 50 Homes @ \$150,000 (b)
\$415,647,027	1/1/2017 Projected Assessed Valuation
\$7,500,000	Plus 50 Homes @ \$150,000 (b)
\$423,147,027	1/1/2018 Projected Assessed Valuation
\$7,500,000	Plus 50 Homes @ \$150,000 (b)
\$430,647,027	1/1/2019 Projected Assessed Valuation
\$7,500,000	Plus 50 Homes @ \$150,000 (b)
\$438,147,027	1/1/2020 Projected Assessed Valuation
\$7,500,000	Plus 50 Homes @ \$150,000 (b)
\$445,647,027	1/1/2021 Projected Assessed Valuation
\$7,500,000	Plus 50 Homes @ \$150,000 (b)
\$453,147,027	1/1/2022 Projected Assessed Valuation
\$7,500,000	Plus 50 Homes @ \$150,000 (b)
\$460,647,027	1/1/2023 Projected Assessed Valuation
\$7,500,000	Plus 50 Homes @ \$150,000 (b)
\$468,147,027	1/1/2024 Projected Assessed Valuation
\$7,500,000	Plus 50 Homes @ \$150,000 (b)
\$475,647,027	1/1/2025 Projected Assessed Valuation
\$7,500,000	Plus 50 Homes @ \$150,000 (b)
\$483,147,027	1/1/2026 Projected Assessed Valuation
\$7,500,000	Plus 50 Homes @ \$150,000 (b)
\$490,647,027	1/1/2027 Projected Assessed Valuation
\$7,500,000	Plus 50 Homes @ \$150,000 (b)
\$498,147,027	1/1/2028 Projected Assessed Valuation

(a) This analysis reflects the existing build out as of 1/1/2009 PLUS future build out on approximately 835 vacant developed lots.

(b) Reflects the average home values (without the lot value) because the lot values were already on the 1/1/2009 Tax Roll.

MONTGOMERY COUNTY MUD No. 8 DEBT SERVICE CASH FLOW

CASE 3

SALE OF \$20,575,000 SERIES 2010, 2011, 2013, 2014 BONDS WITH ASSUMED GROWTH IN ASSESSED VALUATION

5/7/2010

2010 CF Grow 3

DEBT SERVICE FUND CASH FLOW ANALYSIS

Prepared by John Howell @ The GMS Group, Inc.

Calendar Year	Beginning Balance(A)	Interest Earnings(B)	Previous Yr Assessed Valuation(C)	Tax Rate (T)	Coll. Factor	Projected Tax Revenues	Other Fund Sources(D)	Total Funds Available for Debt Service	Debt Service Reqmnts (E)	Projected Ending Balance	Reserve Balance
2010	\$0	\$0	\$372,897,027	\$0.00	98%	\$0	\$148,062	\$148,062	\$37,016	\$111,046	23%
2011	\$111,046	\$1,110	\$376,647,027	\$0.31	98%	\$1,144,254	\$345,000	\$1,501,410	\$493,063	\$1,108,347	225%
2012	\$1,108,347	\$11,083	\$379,647,027	\$0.31	98%	\$1,153,368	\$0	\$2,272,798	\$493,063	\$1,779,735	199%
2013	\$1,779,735	\$17,797	\$382,647,027	\$0.31	98%	\$1,162,482	\$402,500	\$3,362,514	\$895,563	\$2,466,951	214%
2014	\$2,466,951	\$24,670	\$385,647,027	\$0.31	98%	\$1,171,596	\$247,250	\$3,910,466	\$1,150,288	\$2,760,178	230%
2015	\$2,760,178	\$27,602	\$393,147,027	\$0.31	98%	\$1,194,381	\$0	\$3,982,161	\$1,198,899	\$2,783,262	212%
2016	\$2,783,262	\$27,833	\$400,647,027	\$0.31	98%	\$1,217,166	\$0	\$4,028,260	\$1,312,168	\$2,716,092	207%
2017	\$2,716,092	\$27,161	\$408,147,027	\$0.31	98%	\$1,239,951	\$0	\$3,983,204	\$1,312,168	\$2,671,036	185%
2018	\$2,671,036	\$26,710	\$415,647,027	\$0.31	98%	\$1,262,736	\$0	\$3,960,482	\$1,444,315	\$2,516,167	165%
2019	\$2,516,167	\$25,162	\$423,147,027	\$0.31	98%	\$1,285,521	\$0	\$3,826,849	\$1,527,945	\$2,298,904	150%
2020	\$2,298,904	\$22,989	\$430,647,027	\$0.31	98%	\$1,308,306	\$0	\$3,630,199	\$1,527,945	\$2,102,254	138%
2021	\$2,102,254	\$21,023	\$438,147,027	\$0.31	98%	\$1,331,091	\$0	\$3,454,367	\$1,527,945	\$1,926,422	126%
2022	\$1,926,422	\$19,264	\$445,647,027	\$0.31	98%	\$1,353,876	\$0	\$3,299,562	\$1,527,945	\$1,771,617	116%
2023	\$1,771,617	\$17,716	\$453,147,027	\$0.31	98%	\$1,376,661	\$0	\$3,165,994	\$1,527,945	\$1,638,049	107%
2024	\$1,638,049	\$16,380	\$460,647,027	\$0.31	98%	\$1,399,446	\$0	\$3,053,875	\$1,527,945	\$1,525,930	100%
2025	\$1,525,930	\$15,259	\$468,147,027	\$0.31	98%	\$1,422,231	\$0	\$2,963,420	\$1,527,945	\$1,435,475	94%
2026	\$1,435,475	\$14,355	\$475,647,027	\$0.31	98%	\$1,445,016	\$0	\$2,894,845	\$1,527,945	\$1,366,900	89%
2027	\$1,366,900	\$13,669	\$483,147,027	\$0.31	98%	\$1,467,801	\$0	\$2,848,370	\$1,527,945	\$1,320,425	86%
2028	\$1,320,425	\$13,204	\$490,647,027	\$0.31	98%	\$1,490,586	\$0	\$2,824,215	\$1,527,945	\$1,296,270	85%
2029	\$1,296,270	\$12,963	\$498,147,027	\$0.31	98%	\$1,513,371	\$0	\$2,820,976	\$1,527,945	\$1,294,658	85%
2030	\$1,294,658	\$12,947	\$498,147,027	\$0.31	98%	\$1,513,371	\$0	\$2,820,976	\$1,527,945	\$1,293,031	85%
2031	\$1,293,031	\$12,930	\$498,147,027	\$0.31	98%	\$1,513,371	\$0	\$2,819,332	\$1,527,945	\$1,291,387	85%
2032	\$1,291,387	\$12,914	\$498,147,027	\$0.31	98%	\$1,513,371	\$0	\$2,817,671	\$1,527,945	\$1,289,726	84%
2033	\$1,289,726	\$12,897	\$498,147,027	\$0.31	98%	\$1,513,371	\$0	\$2,815,994	\$1,527,945	\$1,288,049	84%
2034	\$1,288,049	\$12,880	\$498,147,027	\$0.31	98%	\$1,513,371	\$0	\$2,814,300	\$1,527,945	\$1,286,355	84%
2035	\$1,286,355	\$12,864	\$498,147,027	\$0.31	98%	\$1,513,371	\$0	\$2,812,589	\$1,527,945	\$1,284,644	84%
2036	\$1,284,644	\$12,846	\$498,147,027	\$0.31	98%	\$1,513,371	\$0	\$2,810,861	\$1,527,945	\$1,282,916	84%
2037	\$1,282,916	\$12,829	\$498,147,027	\$0.31	98%	\$1,513,371	\$0	\$2,809,116	\$1,527,945	\$1,281,171	84%
2038	\$1,281,171	\$12,812	\$498,147,027	\$0.31	98%	\$1,513,371	\$0	\$2,807,354	\$1,527,945	\$1,279,409	84%
2039	\$1,279,409	\$12,794	\$498,147,027	\$0.31	98%	\$1,513,371	\$0	\$2,805,573	\$1,527,945	\$1,277,628	96%
2040	\$1,277,628	\$12,776	\$498,147,027	\$0.31	98%	\$1,513,371	\$0	\$2,803,775	\$1,331,271	\$1,472,504	169%
2041	\$1,472,504	\$14,725	\$498,147,027	\$0.31	98%	\$1,513,371	\$0	\$3,000,600	\$873,002	\$2,127,598	244%
2042	\$2,127,598	\$21,276	\$498,147,027	\$0.31	98%	\$1,513,371	\$0	\$3,662,245	\$873,002	\$2,789,243	824%
2043	\$2,789,243	\$27,892	\$498,147,027	\$0.31	98%	\$1,513,371	\$0	\$4,330,506	\$338,355	\$3,992,151	#DIV/0!

(A) Represents 1/1/2010 Debt Service Fund beginning balance.

(B) Projected @ 1.0%.

(C) Reflects the 1/1/2009 Certified Value and projections per attached schedule.

(D) Represents Capitalized Interest funded with each Series of bonds.

(E) Reflects sale of each Series of bonds @ 5.75% per attached schedule.

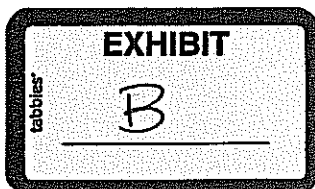
(F) Reflects the Debt Service Tax Rate only. Need to discuss ability to decrease O&M tax rate.

AFFIDAVIT FOR DIRECTOR

STATE OF TEXAS §
 §
COUNTY OF MONTGOMERY §

BEFORE ME, the undersigned duly constituted authority of the State of Texas, on this day personally appeared Robert W. Leasure, who expressed a desire to become a Director of Montgomery County Municipal Utility District No. 8 of Montgomery County, Texas (hereinafter the "District"), and who on oath did state:

1. I am at least eighteen (18) years of age, a resident citizen of the State of Texas, and I either own land subject to taxation within the District or I am a qualified voter within the District.
2. I am not now and have no present plans to be a Developer of property in the District. (A person who owns land located within the District who has divided or proposes to divide the land into two (2) or more parts for the purpose of laying out any subdivision or any tract of land or any addition to any town or city, or for laying out suburban lots or building lots, or any lots, streets, etc. for public use or use by other landowners within the District).
3. I am not, to the best of my knowledge, related within the third (3rd) degree of affinity (marriage) or consanguinity (blood) to a Developer of property within the District, to any of the other Directors of the District, or to the Attorney, Engineer or Manager of the District.
4. I am not an employee of any Developer of property within the District or any other Director, the Attorney, Engineer or Manager of the District.
5. I am presently employed by Retired.
6. Neither my employer nor I have any business or other connection with the Developer of the District, the Attorney representing the District or the Consulting Engineer for the District in regard to the District and the development therein.
7. I am not a party to a contract with a Developer of property within the District relating to the District or to property therein, other than a contract limited solely to the purpose of purchasing or conveying real property in the District for the purpose of either establishing a permanent residence or establishing a commercial business within the District.
8. I am presently a qualified voter within the District and/or I own land within the District. I agree to notify the Board of Directors (the "Board") of the District should I become disqualified to serve on the Board by virtue of one or both of the above conditions ceasing to exist.



9. I am generally familiar with the responsibilities of a Director of a municipal utility district. I realize that as a Director I will be a public official charged with the responsibility of serving the best interests of the present and future property owners, taxpayers and residents of the District.
10. I am aware that the District is a public agency, that by law notice of its meetings must be posted, its meetings must be open to the public and its records available for inspection by the public at all reasonable times.
11. I am aware that the District will be subject to the continuing supervision of the Texas Commission on Environmental Quality.
12. I hereby affirm that, if appointed, I will faithfully execute the duties of the office of Director of the District and will to the best of my ability preserve, protect and defend the Constitution and laws of the United States, and of the State of Texas; and I hereby affirm that I have not directly nor indirectly paid, offered or promised to pay, contributed or promised to contribute any money or valuable thing, or promised any public office or employment as a reward to secure this appointment.
13. Name: Robert W. Leasure
Address: 2822 Chaucer Drive
Montgomery, Texas 77356
Phone: 936/448-1065
Fax: _____
Cell: 936/524-2219
Email: leas@consolidated.net

(EXECUTION PAGE FOLLOWS)

EXECUTED this the 12th day of May, 2010.

Signature: Robert W. Leasure

Printed Name: Robert W. Leasure

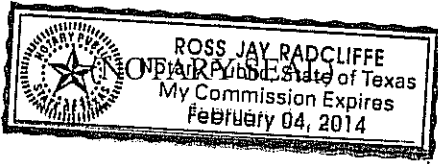
STATE OF TEXAS §
 §
COUNTY OF MONTGOMERY §

Before me, the undersigned authority, on this day personally appeared Robert W. Leasure, director of Montgomery County Municipal Utility District No. 8 known to me to be the person who executed the foregoing instrument, and acknowledged to me that they executed the same as the act and deed of said District, for the purposes and considerations therein expressed, and in the capacities therein stated.

Given under my hand and seal of office this 12th day of May, 2010.

[Signature]

Notary Public in and for the State of Texas



AFFIDAVIT FOR DIRECTOR

STATE OF TEXAS §
 §
COUNTY OF MONTGOMERY §

BEFORE ME, the undersigned duly constituted authority of the State of Texas, on this day personally appeared Dan Davis, who expressed a desire to become a Director of Montgomery County Municipal Utility District No. 8 of Montgomery County, Texas (hereinafter the "District"), and who on oath did state:

1. I am at least eighteen (18) years of age, a resident citizen of the State of Texas, and I either own land subject to taxation within the District or I am a qualified voter within the District.
2. I am not now and have no present plans to be a Developer of property in the District. (A person who owns land located within the District who has divided or proposes to divide the land into two (2) or more parts for the purpose of laying out any subdivision or any tract of land or any addition to any town or city, or for laying out suburban lots or building lots, or any lots, streets, etc. for public use or use by other landowners within the District).
3. I am not, to the best of my knowledge, related within the third (3rd) degree of affinity (marriage) or consanguinity (blood) to a Developer of property within the District, to any of the other Directors of the District, or to the Attorney, Engineer or Manager of the District.
4. I am not an employee of any Developer of property within the District or any other Director, the Attorney, Engineer or Manager of the District.
5. I am presently employed by Retired.
6. Neither my employer nor I have any business or other connection with the Developer of the District, the Attorney representing the District or the Consulting Engineer for the District in regard to the District and the development therein.
7. I am not a party to a contract with a Developer of property within the District relating to the District or to property therein, other than a contract limited solely to the purpose of purchasing or conveying real property in the District for the purpose of either establishing a permanent residence or establishing a commercial business within the District.
8. I am presently a qualified voter within the District and/or I own land within the District. I agree to notify the Board of Directors (the "Board") of the District should I become disqualified to serve on the Board by virtue of one or both of the above conditions ceasing to exist.

9. I am generally familiar with the responsibilities of a Director of a municipal utility district. I realize that as a Director I will be a public official charged with the responsibility of serving the best interests of the present and future property owners, taxpayers and residents of the District.
10. I am aware that the District is a public agency, that by law notice of its meetings must be posted, its meetings must be open to the public and its records available for inspection by the public at all reasonable times.
11. I am aware that the District will be subject to the continuing supervision of the Texas Commission on Environmental Quality.
12. I hereby affirm that, if appointed, I will faithfully execute the duties of the office of Director of the District and will to the best of my ability preserve, protect and defend the Constitution and laws of the United States, and of the State of Texas; and I hereby affirm that I have not directly nor indirectly paid, offered or promised to pay, contributed or promised to contribute any money or valuable thing, or promised any public office or employment as a reward to secure this appointment.
13. Name: Dan Davis
Address: 3418 Wooddale Lane
Montgomery, Texas 77356
Phone: 936/448-1809
Fax: 936/448-1809
Cell: 936/524-0728
Email: dldavis@airmail.net

(EXECUTION PAGE FOLLOWS)

EXECUTED this the 12th day of May, 2010.

Signature: *Dan Davis*

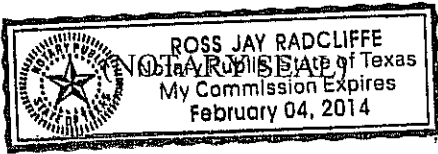
Printed Name: Dan Davis

STATE OF TEXAS §
 §
COUNTY OF MONTGOMERY §

Before me, the undersigned authority, on this day personally appeared Dan Davis, director of Montgomery County Municipal Utility District No. 8 known to me to be the person who executed the foregoing instrument, and acknowledged to me that they executed the same as the act and deed of said District, for the purposes and considerations therein expressed, and in the capacities therein stated.

Given under my hand and seal of office this 12th day of May, 2010.

Ross Jay Radcliffe
Notary Public in and for the State of Texas



PLEASE TYPE OR PRINT LEGIBLY
PROVIDE ALL REQUESTED INFORMATION

STATEMENT OF ELECTED/APPOINTED OFFICER

(Pursuant to Tex. Const. art. XVI, §1(b), amended 2001)

I, Robert W. Leasure, do solemnly swear (or affirm), that I have not directly or indirectly paid, offered, promised to pay, contributed, or promised to contribute any money or thing of value, or promised any public office or employment for the giving or withholding of a vote at the election at which I was elected or as a reward to secure my appointment or confirmation, whichever the case may be, so help me God.

UNDER PENALTIES OF PERJURY, I DECLARE THAT I HAVE READ THE FOREGOING STATEMENT AND THAT THE FACTS STATED THEREIN ARE TRUE.

May 12, 2010
Date

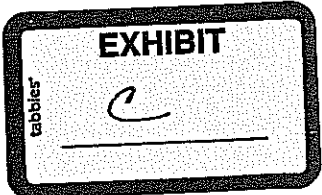
Robert W. Leasure
Affiant's Signature

Director
Position to Which Elected/Appointed

Montgomery County
City and/or County

Form No. 2201

00014034




PLEASE TYPE OR PRINT LEGIBLY
PROVIDE ALL REQUESTED INFORMATION

STATEMENT OF ELECTED/APPOINTED OFFICER
(Pursuant to Tex. Const. art. XVI, §1(b), amended 2001)

I, Dan Davis, do solemnly swear (or affirm), that I have not directly or indirectly paid, offered, promised to pay, contributed, or promised to contribute any money or thing of value, or promised any public office or employment for the giving or withholding of a vote at the election at which I was elected or as a reward to secure my appointment or confirmation, whichever the case may be, so help me God.

UNDER PENALTIES OF PERJURY, I DECLARE THAT I HAVE READ THE FOREGOING STATEMENT AND THAT THE FACTS STATED THEREIN ARE TRUE.

May 12, 2010
Date


Affiant's Signature

Director
Position to Which Elected/Appointed

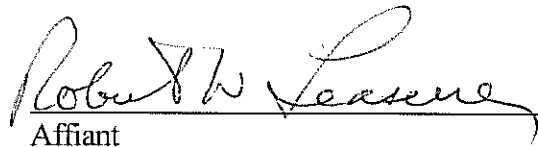
Montgomery County
City and/or County

In the name and by the authority of

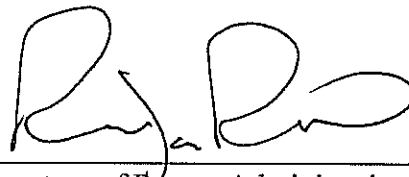
The State of Texas

OATH OF OFFICE

I, Robert W. Leasure, do solemnly swear (or affirm), that I will faithfully execute the duties of the office of Director of Montgomery County Municipal Utility District No. 8 of the State of Texas, and will to the best of my ability preserve, protect, and defend the Constitution and laws of the United States and of this State, so help me God.


Affiant

SWORN TO and subscribed before me by affiant on this 12th day of May, 2010.



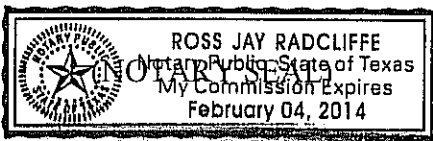
Signature of Person Administering Oath

ROSS JAY RADCLIFFE

Printed Name

Notary Public in and for the State of Texas

Title

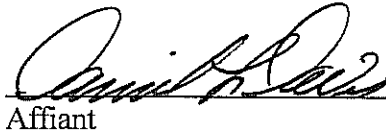


In the name and by the authority of

The State of Texas

OATH OF OFFICE

I, Dan Davis, do solemnly swear (or affirm), that I will faithfully execute the duties of the office of Director of Montgomery County Municipal Utility District No. 8 of the State of Texas, and will to the best of my ability preserve, protect, and defend the Constitution and laws of the United States and of this State, so help me God.



Affiant

SWORN TO and subscribed before me by affiant on this 12th day of May, 2010.



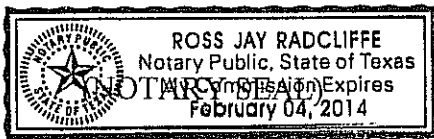
Signature of Person Administering Oath

ROSS JAY RADCLIFFE

Printed Name

Notary Public in and for the State of Texas

Title



MONTGOMERY COUNTY
office of
TAX ASSESSOR AND COLLECTOR

Conroe Tx 77301-2823

J.R. Moore, Jr.

04 May 2010

TO: MONTGOMERY COUNTY MUD 8

This is a letter to certify both the accounting and disbursement of the collections made by Montgomery County for your District during the month of APRIL 2010.

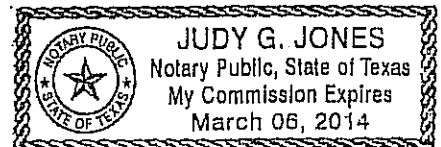
Division of the amounts:

	Gross
Current W/D	250.46
Current Wth	8186.20
Delinquent	376.32
Rendition	0.00
Other	0.00
SUB TOTAL	8812.98
2%	0.00
5%	0.00
SUB TOTAL	8812.98
Credits	84.74
Transfers	7931.76
SUB TOTAL	796.48
MISC	0.00
TOTAL	796.48

J.R. Moore Jr.
J. R. Moore, Jr.
Montgomery County Tax Assessor-Collector

SUBSCRIBED AND SWORN TO before this 4th day of May 2010.

Judy G. Jones
Notary Public in and for the State of Texas



MONTGOMERY COUNTY - APRIL - SPREAD SHEET

FOR ENTITY M08 - MONTGOMERY COUNTY MUD 8

	REVENUE	P&I	ATT FEES	TOTAL DUE
Current W/O	250.46		0.00	250.46
Current Wth	7440.15	746.05	0.00	8186.20
Delinquent	293.77	82.55	72.06	448.38
Other				0.00
SUB TOTAL	7984.38	828.60	72.06	8885.04
2%	0.00	0.00		0.00
5%	0.00	0.00		0.00
SUB TOTAL	7984.38	828.60	72.06	8885.04
<hr/>				
Credits C	84.74	0.00	0.00	84.74
Credits D				0.00
Transfers	7931.76			7931.76
SUB TOTAL	-32.12	828.60	72.06	868.54
Misc				
Mapping				
Certificates				
Notary				
Copies				
Coinop				
Int				
TOTAL	-32.12	828.60	72.06	868.54

MONTGOMERY COUNTY M.U.D. 8
 COLLECTIONS REPORT DURING THE MONTH OF APRIL
 CURRENT DATE 05.04.2010

YEAR	TAX AMOUNT	P&I AMOUNT	NET AMOUNT	I&S AMOUNT	M&O AMOUNT
1990	0.00	0.00	0.00	0.00	0.00
1991	0.00	0.00	0.00	0.00	0.00
1992	0.00	0.00	0.00	0.00	0.00
1993	0.00	0.00	0.00	0.00	0.00
1994	0.00	0.00	0.00	0.00	0.00
1995	0.00	0.00	0.00	0.00	0.00
1996	0.00	0.00	0.00	0.00	0.00
1997	0.00	0.00	0.00	0.00	0.00
1998	0.00	0.00	0.00	0.00	0.00
1999	0.00	0.00	0.00	0.00	0.00
2000	0.00	0.00	0.00	0.00	0.00
2001	0.00	0.00	0.00	0.00	0.00
2002	0.00	0.00	0.00	0.00	0.00
2003	0.00	0.00	0.00	0.00	0.00
2004	0.00	0.00	0.00	0.00	0.00
2005	0.00	0.00	0.00	0.00	0.00
2006	0.00	0.00	0.00	0.00	0.00
2007	26.94	10.51	37.45	0.00	37.45
2008	266.83	72.04	338.87	0.00	338.87
2009	7,690.61	746.05	8,436.66	0.00	8,436.66
	7,984.38	828.60	8,812.98	0.00	8,812.98

MONTGOMERY COUNTY BASE TAX COLLECTIONS REPORT FOR
 MONTGOMERY COUNTY M.O.D. 8
 FOR THE COLLECTION MONTH OF APRIL AS OF 09:57:44 May 04 2010

TAX-YEAR	BASE-TAX-DUE	BASE-TAX-COLL	ADJUSTMENTS-M	ADJUSTMENTS-H	TAX-BALANCE-DUE	COLLECTED-%
1990	230.76	20.19	0.00		210.57	8.75%
1991	237.19	20.19	0.00		217.00	8.51%
1992	288.76	24.58	0.00		264.18	8.51%
1993	288.76	24.58	0.00		264.18	8.51%
1994	271.13	12.60	0.00		258.53	4.65%
1995	360.89	34.95	0.00		305.94	15.23%
1996	380.80	86.05	10.88CR		305.63	21.97%
1997	953.04	81.44	10.30CR	9.20CR	872.70	8.54%
1998	961.51	81.08	9.87CR		890.30	8.35%
1999	1,797.99	933.96	9.69CR	23.98CR	849.74	52.36%
2000	1,216.80	487.72	5.29CR	8.60CR	725.77	40.19%
2001	1,165.78	53.08	5.31CR	8.64CR	1,109.37	4.57%
2002	1,154.92	50.69	4.48CR	7.29CR	1,101.42	4.40%
2003	1,143.52	50.69	4.48CR	7.29CR	1,089.72	4.44%
2004	406.41	48.62	4.30CR	6.99CR	355.10	12.04%
2005	967.66	604.59	14.04CR	6.48CR	370.63	62.00%
2006	2,710.92	932.51	8.61CR		1,787.02	34.29%
2007	4,457.93	1,378.32	29.21CR		3,108.82	30.72%
2008	13,185.23	5,485.68	424.40CR		8,123.95	40.31%
2009	874,901.66	846,840.79	11,104.51CR	1,743.05CR	37,422.33	95.77%
TOTALS	907,081.36	857,272.31	11,645.37CR	1,821.52CR	59,632.90	

Report to be used as a supplementary guide

Begin Run Date 11:27:03 May 03 2010
 Ending Run Date 11:50:21 May 03 2010

Fund Balance For MC MUD 8

As of 5/12/2010

Institution	Account Number	Issue Date	Maturity Date	Interest Rate	Current Amount	Purpose
Fund: Operating						
Certificates of Deposit						
TEXAS COMMUNITY BANK	4084927	10/06/2009	05/04/2010	1.40	\$95,000.00	
TEXAS CAPITAL BANK	3116001977	10/08/2009	06/10/2010	1.40	\$95,000.00	
IBC BANK	1110860005	01/25/2010	07/25/2010	1.30	\$240,000.00	
ENTERPRISE BANK	17262	04/03/2010	08/01/2010	1.10	\$95,000.00	
IRONSTONE BANK	009170035872	01/25/2010	08/24/2010	1.24	\$240,000.00	
ENTERPRISE BANK	18454	03/02/2010	08/29/2010	1.65	\$100,000.00	
GREEN BANK	3300041003	02/01/2010	08/30/2010	1.20	\$95,000.00	
Money Market Funds						
TEXPOOL	7905700001	05/31/2007		0.19	\$164,125.82	
Checking Account(s)						
WOODFOREST BANK	0089722			0.05	\$668.71	
Totals for operating fund:					\$1,124,794.53	
Fund: STP						
Checking Account(s)						
WOODFOREST BANK	1307001519			0.05	\$47,572.30	
Totals for stp fund:					\$47,572.30	
Fund: Tax						
Checking Account(s)						
WOODFOREST BANK	1307001501			0.05	\$8,054.29	
Totals for tax fund:					\$8,054.29	
Grand total for MC MUD 8:					\$1,180,421.12	

Methods Used For Reporting Market Values

Securities/Direct Government Obligations: Market Value quoted by the Seller of the Security and confirmed in writing

Public Fund Investment Pool/MM Accounts: Balance = Current Book Value = Current Market Value

Montgomery Co MUD 8 - GOF
Cash Flow Report
As of May 12, 2010

Num	Name	Memo	Amount	Balance
BALANCE AS OF 4/15/2010				\$1,867.81
Receipts				
	April Interest		4.76	
	Accounts Receivable April		98,553.88	
	Accounts Receivable May		5,500.07	
	Transfer From Money Mkt		65,000.00	
Total Receipts			<u>169,058.71</u>	
Expenses				
5188	Roy Harpold, Jr.	VOID: Fee Of Office 4/14/10	0.00	
5210	Arch Payne	Fees Of Office 5/5 & 5/6 - New Direct	(277.05)	
5211	Claude D Fryman	Fees Of Office 5/5 & 5/6 - New Direct	(277.05)	
5212	Daniel L Davis	Fees Of Office 5/5,5/6,5/10,&5/11 - N	(554.10)	
5213	Robert W Leasure	Fees Of Office 5/5 & 5/6 - New Direct	(277.05)	
5214	Roy McCoy, Jr.	Fees Of Office 5/5 & 5/6 - New Direct	(277.05)	
5215	Arch Payne	Fee Of Office 5/12/10	(138.52)	
5216	Claude D Fryman	Fee Of Office 5/12/10	(138.52)	
5217	Daniel L Davis	Fee Of Office 5/12/10	(138.52)	
5218	Robert W Leasure	Fee Of Office 5/12/10	(138.52)	
5219	Roy McCoy, Jr.	Fee Of Office 5/12/10	(138.52)	
5220	AWBD - Texas	2010 Annual Conference - Roy McCo	(345.00)	
5221	Booth, Ahrens & Werkenthin, P.C.	Legal thru 3/31/10	(28,323.87)	
5222	CenterPoint Energy	Utility Expenses	(157.38)	
5223	Consolidated Communications	Telephone Expenses	(298.85)	
5224	Entergy	Utility Expenses	(341.31)	
5225	Hays Utility Service	April 10 Operations	(68,826.37)	
5226	Johnson Radcliffe Petrov & Bobbitt	Legal Expenses	(4,849.80)	
5227	Jones & Carter, Inc.	Engineering Expenses	(6,252.00)	
5228	McCall, Gibson, Swedlund, & Barfoot PLLC	Audit Expenses	(7,000.00)	
5229	Municipal Accounts & Consulting, LP	Bookkeeping Expenses	(2,455.21)	
5230	NRS Engineering, Inc.	Water Credit Feasibility Study	(2,827.50)	
5231	Walden CIA	Lawn & Garbage Expenses	(25,667.67)	
5232	Mark M. Burton, P.L.L.C.	Financial Report	(7,300.00)	
5233	Mont Co MUD 8 & 9 STP Fund	March Utilities & April Expenses	(11,780.21)	
5234	Amanda Hydock	Deposit Refund	(40.82)	
5235	Coldwell Banker	Deposit Refund	(41.00)	
5236	Deborah Hite	Deposit Refund	(60.15)	
5237	Francisco Torrado	Deposit Refund	(39.20)	
5238	George Hacopian	Deposit Refund	(34.07)	
5239	Hidden Harbor Properties, LLC	Deposit Refund	(295.30)	
5240	Jayne Inman	Deposit Refund	(40.88)	
5241	John Montgomery	Deposit Refund	(62.87)	
5242	Motik Builders, Inc	Deposit Refund	(252.30)	
5243	Wayne Schmoker	Deposit Refund	(60.20)	
5244	William Pecesunas	Deposit Refund	(60.20)	

WOODFOREST BANK - #0089722

Montgomery Co MUD 8 - GOF
Cash Flow Report
 As of May 12, 2010

Num	Name	Memo	Amount	Balance
RTN CKS	Woodforest Bank	(2) Returned Checks	(233.61)	
SRV CHG	Woodforest Bank	March Service Charge	(257.14)	
Total Expenses				<u>(170,257.81)</u>
BALANCE AS OF 5/12/2010				<u><u>\$668.71</u></u>

Montgomery Co MUD 8 - GOF
Actual vs. Budget Comparison
April 2010

	April 2010			January 2010 - April 2010			Annual Budget
	Actual	Budget	Over/(Under)	Actual	Budget	Over/(Under)	
Revenues							
14100 • Water - Customer Service Revenue	47,910	35,856	12,054	131,930	137,448	(5,518)	597,600
14120 • Transfer Fees	0	104	(104)	0	417	(417)	1,250
14600 • Tap Connections	2,900	2,500	400	17,850	10,000	7,850	30,000
14200 • Sewer - Customer Service Fee	48,087	44,458	3,629	176,293	177,833	(1,540)	533,500
14202 • Inspection Fees	600	333	267	3,160	1,333	1,827	4,000
14330 • Penalties & Interest	800	1,083	(283)	3,638	4,333	(695)	13,000
15380 • Miscellaneous Income	0	333	(333)	2,324	1,333	991	4,000
14320 • Maintenance Tax Collections	8,813	7,450	1,363	329,903	260,750	69,153	745,000
14360 • Grease Trap	60	58	2	240	233	7	700
15391 • Interest Earned on Temp. Invest	1,093	833	260	3,702	3,333	369	10,000
14110 • Connection Fees	450	1,167	(717)	5,700	4,667	1,033	14,000
14400 • Lone Star Groundwater	1,037	1,224	(187)	2,912	4,600	(1,688)	21,275
15392 • Interest Earned on Checking Acc	5	5	0	19	20	(1)	60
14401 • WRAP Revenue	0	8,667	(8,667)	0	34,667	(34,667)	104,000
14361 • Encroachment & Flagging	300	0	300	3,425	0	3,425	0
Total Revenues	112,055	104,071	7,984	681,096	640,967	40,129	2,078,385
Expenditures							
14610 • Tap Connection Fees	900	1,200	(300)	10,800	4,800	6,000	14,400
16100 • Bulk Water Purchase / JWP	6,482	7,775	(1,293)	17,970	31,100	(13,130)	93,300
16102 • Water Plant Repairs & Maint	3,458	3,333	125	12,794	13,333	(539)	40,000
16103 • Security Monitoring Service	0	50	(50)	0	200	(200)	600
16120 • Lone Star Ground Water Fee	0	0	0	19,920	24,000	(4,080)	24,000
16135 • Maintenance & Repairs - Water	7,631	10,833	(3,202)	41,697	43,333	(1,636)	130,000
16180 • Reconnections	1,348	1,333	15	5,920	5,333	587	16,000
16220 • Purchase Sewer Service	8,596	15,914	(7,318)	78,861	63,657	15,204	190,971
16235 • Sewer Repairs & Maintenance	27,138	8,333	18,805	61,339	33,333	28,006	100,000
16240 • Lift Station Repairs & Maint	6,478	2,500	3,978	21,261	10,000	11,261	30,000
16275 • Sewer Inspection Expense	774	405	369	2,186	1,620	566	4,860
16320 • Legal Fees	4,599	6,667	(2,068)	34,930	26,667	8,263	80,000
16321 • Auditing Fees	14,300	0	14,300	14,300	18,000	(3,700)	18,000
16322 • Engineering Fees	0	5,550	(5,550)	13,689	22,200	(8,511)	66,600
16324 • Laboratory Expense	192	350	(158)	1,246	1,400	(154)	4,200
16325 • Election Expense	68	667	(599)	675	2,667	(1,992)	8,000
16326 • Permit Expense	0	0	0	7,180	8,000	(820)	8,000
16332 • Service Account Collection	4,828	5,000	(172)	20,095	20,000	95	60,000
16333 • Bookkeeping Fees	2,183	2,333	(150)	7,233	9,333	(2,100)	28,000
16335 • General Repairs & Maintenance	1,008	1,000	8	2,520	4,000	(1,480)	12,000
16336 • Storm Drainage Expense	0	6,250	(6,250)	0	25,000	(25,000)	75,000
16338 • Legal Notices & Other Publ.	0	50	(50)	199	200	(1)	600
16340 • Printing & Office Supplies	798	695	103	3,115	2,780	335	8,340
16350 • Postage	610	708	(98)	2,415	2,833	(418)	8,500
16351 • Telephone Expense	298	300	(2)	1,222	1,200	22	3,600
16352 • Utilities	35	550	(515)	2,363	2,200	163	6,600
16353 • Insurance & Surety Bond	0	0	0	32,512	26,000	6,512	26,000
16354 • Travel Expense	453	667	(214)	4,120	2,667	1,453	8,000
16355 • District WEB Page	0	83	(83)	0	333	(333)	1,000
16358 • Bank Fees	257	22	235	754	87	667	260
16359 • Other Expense	397	500	(103)	2,066	2,000	66	6,000
16520 • TCEQ Assessment	0	0	0	1,252	1,000	252	5,600
16525 • LSGWA-WRAP	0	8,667	(8,667)	5,000	34,667	(29,667)	104,000
16526.1 • Engineering	2,828	4,167	(1,339)	27,547	16,667	10,880	50,000

Montgomery Co MUD 8 - GOF
Actual vs. Budget Comparison
 April 2010

	April 2010			January 2010 - April 2010			Annual Budget
	Actual	Budget	Over/(Under)	Actual	Budget	Over/(Under)	
16526.2 • Attorney	0	8,333	(8,333)	104,923	33,333	71,590	100,000
16600 • Payroll Expenses	1,822	2,167	(345)	7,255	8,667	(1,412)	26,000
Total Expenditures	97,481	106,402	(8,921)	569,359	502,610	66,749	1,358,431
Net Operating Surplus/(Deficit)	14,574	(2,331)	16,905	111,737	138,357	(26,620)	719,954
Other Expenditures							
17001 • Capital - Storm Sewer Repair	7,416	14,583	(7,167)	39,167	58,333	(19,166)	175,000
17009 • Capital - Sewer	0	15,667	(15,667)	109,316	77,667	31,649	200,000
17010 • Distribution System Upgrade	0	2,417	(2,417)	0	9,667	(9,667)	29,000
17011 • Water Well #1 - Rehab	0	8,333	(8,333)	0	33,333	(33,333)	100,000
17304 • Land Purchase	0	0	0	17,850	0	17,850	0
17322 • Capital - Engineering	0	3,127	(3,127)	6,475	12,507	(6,032)	37,520
17329 • Capital- Joint STP Plant	0	25,963	(25,963)	0	103,852	(103,852)	311,556
Total Other Expenditures	7,416	70,090	(62,674)	172,808	295,359	(122,551)	853,076
Net Other Surplus/(Deficit)	(7,416)	(70,090)	62,674	(172,808)	(295,359)	122,551	(853,076)
Total Surplus/(Deficit)	\$7,158	(\$72,421)	\$79,579	(\$61,071)	(\$157,002)	\$95,931	(\$133,122)

Montgomery Co MUD 8 - STP
Cash Flow Report
As of May 12, 2010

Num	Name	Memo	Amount	Balance
BALANCE AS OF 4/15/2010				(\$37,245.54)
Receipts				
	MC MUD 8 Payment - February Utilities & March Expenses		44,131.76	
	MC MUD 9 Payment - February Utilities & March Expenses		65,247.50	
Total Receipts			<u>109,379.26</u>	109,379.26
Expenses				
1223	Consolidated Communications	Telephone	(29.85)	
1224	Entergy	11084 Walden Road	(6,620.56)	
1225	Hays Utility	April 10 Operations	(12,719.56)	
1226	Johnson Radcliffe Petrov & Bobbitt	Water Credit Project	(133.75)	
1227	Jones & Carter, Inc	MUD 8 WWTP Outfall	(4,385.40)	
1228	Municipal Accounts & Consulting, LP	Monthly Bookkeeping Fees	(670.40)	
SRV CHG	Woodforest	April Service Charge	(1.90)	
Total Expenses			<u>(24,561.42)</u>	(24,561.42)
BALANCE AS OF 5/12/2010				<u><u>\$47,572.30</u></u>

Montgomery Co MUD 8 - STP
Actual vs. Budget Comparison
April 2010

	April 2010			January 2010 - April 2010			Annual Budget
	Actual	Budget	Over/(Under)	Actual	Budget	Over/(Under)	
Revenues							
74206 • MC MUD 8 Capital Contribution	1,688	36,500	(34,812)	37,194	146,000	(108,806)	438,000
74207 • MC MUD 9 Capital Contribution	2,697	58,305	(55,608)	59,414	233,222	(173,808)	699,665
74208 • MC MUD 8 Participation	6,908	15,914	(9,006)	42,560	63,657	(21,097)	190,971
74209 • MC MUD 9 Participation	6,648	13,021	(6,373)	40,209	52,083	(11,874)	156,249
Total Revenues	17,941	123,740	(105,799)	179,377	494,962	(315,585)	1,484,885
Expenditures							
76231 • Maint & Repairs - Lift Station	0	25	(25)	0	100	(100)	300
76320 • Legal Fees	0	800	(800)	0	3,200	(3,200)	9,600
76320.0 • Legal-Water Credit	134	0	134	644	0	644	0
76321 • Auditor Fee	0	120	(120)	0	480	(480)	1,440
76322 • Engineering Fees	0	240	(240)	0	960	(960)	2,880
76324 • Lab Fee	1,633	670	963	5,515	2,680	2,835	8,040
76330 • Sludge Removal	2,616	2,400	216	13,190	9,600	3,590	28,800
76333 • Bookkeeping Fees	670	250	420	1,455	1,000	455	3,000
76334 • Operator Fee	2,385	2,385	0	9,540	9,540	0	28,620
76335 • Maint & Repairs - Sewer	5,750	2,575	3,175	23,478	10,300	13,178	30,900
76336 • Mowing - Sewer	56	200	(144)	617	800	(183)	2,400
76339 • Garbage Collection	280	210	70	1,104	840	264	2,520
76340 • Printing & Office Supplies	0	10	(10)	18	40	(22)	120
76342 • Chemicals - Sewer	0	1,810	(1,810)	0	7,240	(7,240)	21,720
76351 • Telephone Expense	30	30	0	119	120	(1)	360
76352 • Utilities	0	8,075	(8,075)	16,148	32,300	(16,152)	96,900
76353 • Insurance & Surety Bond	0	792	(792)	10,932	3,167	7,765	9,500
76560 • Miscellaneous Expense	2	10	(8)	8	40	(32)	120
77000 • Capital Repairs	0	8,333	(8,333)	0	33,333	(33,333)	100,000
77022 • Engineer - Capital	4,385	0	4,385	8,302	0	8,302	0
77210 • Capital - WWTP Permit Renewal	0	0	0	108	0	108	0
77220 • Capital - Equipment	0	94,805	(94,805)	88,199	379,222	(291,023)	1,137,665
Total Expenditures	17,941	123,740	(105,799)	179,377	494,962	(315,585)	1,484,885
Net Operating Surplus/(Deficit)	0	0	0	0	0	0	0

Montgomery Co MUD 8 - TAX
Cash Flow Report
As of May 12, 2010

Num	Name	Memo	Amount	Balance
BALANCE AS OF 4/15/2010				\$8,154.18
Receipts				
	P & I Entry		828.60	
	Tax Revenue Cleared		6,050.56	
	Tax Revenue O/S		1,137.34	
	Tax Revenue EOM		796.48	
Total Receipts			<u>8,812.98</u>	8,812.98
Expenses				
SRV CHG	Woodforest Bank	April Service Charge	(15.15)	
TAX DEP	Due to Taxpayers - Overpayments	Overpayments	(84.74)	
WIRE	Woodforest Bank	M & O Transfer	(8,812.98)	
Total Expenses			<u>(8,912.87)</u>	(8,912.87)
BALANCE AS OF 5/12/2010				<u><u>\$8,054.29</u></u>

Pledged Securities For MC MUD 8

As of 5/12/2010

Institution: ENTERPRISE BANK

Total CDs and MM: \$195,000.00
 Less FDIC coverage: \$250,000.00
 Total pledged securities: \$0.00

Collateral Security Agreement Required: No
 Collateral Security Agreement On File: No
 Investment Policy Received: Yes

Ratio of pledged securities to investments:

Institution: GREEN BANK

Total CDs and MM: \$95,000.00
 Less FDIC coverage: \$250,000.00
 Total pledged securities: \$0.00

Collateral Security Agreement Required: No
 Collateral Security Agreement On File: No
 Investment Policy Received: Yes

Ratio of pledged securities to investments:

Institution: IBC BANK

Total CDs and MM: \$240,000.00
 Less FDIC coverage: \$250,000.00
 Total pledged securities: \$0.00

Collateral Security Agreement Required: No
 Collateral Security Agreement On File: No
 Investment Policy Received: Yes

Ratio of pledged securities to investments:

Institution: IRONSTONE BANK

Total CDs and MM: \$240,000.00
 Less FDIC coverage: \$250,000.00
 Total pledged securities: \$0.00

Collateral Security Agreement Required: No
 Collateral Security Agreement On File: No
 Investment Policy Received: Yes

Ratio of pledged securities to investments:

Institution: TEXAS CAPITAL BANK

Total CDs and MM: \$95,000.00
 Less FDIC coverage: \$250,000.00
 Total pledged securities: \$0.00

Collateral Security Agreement Required: No
 Collateral Security Agreement On File: No
 Investment Policy Received: Yes

Ratio of pledged securities to investments:

Institution: TEXAS COMMUNITY BANK

Total CDs and MM: \$95,000.00
 Less FDIC coverage: \$250,000.00
 Total pledged securities: \$0.00

Collateral Security Agreement Required: No
 Collateral Security Agreement On File: No
 Investment Policy Received: Yes

Ratio of pledged securities to investments:

Institution: TEXPOOL

Total CDs and MM: \$164,125.82
 Less FDIC coverage: \$0.00
 Total pledged securities: \$0.00

Collateral Security Agreement Required: No
 Collateral Security Agreement On File: No
 Investment Policy Received: Yes

Ratio of pledged securities to investments: 0.00%

Pledged Securities For MC MUD 8

As of 5/12/2010

Institution: WOODFOREST BANK

Total CDs and MM:	\$56,295.30	Collateral Security Agreement Required:	No
Less FDIC coverage:	\$250,000.00	Collateral Security Agreement On File:	Yes
Total pledged securities:	\$2,700,734.08	Investment Policy Received:	Yes
Ratio of pledged securities to investments:			

MONTGOMERY COUNTY MUD NO.8

AWBD Conference

2010 Annual Conference
San Antonio, Texas
Thursday, June 17 - Saturday, June 19

DIRECTOR			CONFERENCE REGISTRATION		WINTER REIMBURSEMENT
Name	Form Given	Attending	Paid	Paid	Paid
Roy McCoy	NO	YES	ONLINE	YES	YES
Bob Leasure	NO	YES	ONLINE	YES	YES
Claude Fryman	NO	YES	YES	NO	N/A
Daniel Davis	NO	YES	ONLINE	NO	N/A
Archie Payne	NO	YES	ONLINE	YES	N/A

**This confirms registration for the conference only. This does not confirm any lodging reservations.

**All lodging reservations are the sole responsibility of each attendee.

**AWBD would prefer that you register on-line, if possible at: www.awbd-tx.org

**Be sure to hit the bottom button REGISTER NOW; you will receive an email confirmation of registration.

**Please use our billing address of: 200 River Pointe Ste 240 Conroe, TX. 77304 so the invoice is sent to us.

**All requests for an advance of funds need to be sent by email to the bookkeeper within 30 days of conference.

Board of Directors

Page 2

May 7, 2010

3. **Adopt Resolution for Reimbursement of Capital Projects – (Agenda Item No. 7.c.):**

We will be prepared to discuss this at your meeting.

4. **Miscellaneous Items:**

a. **Wastewater Treatment Plant Outfall Extension:**

We are currently obtaining re-approvals from the local agencies. We expect to advertise the project, receive bids and have a recommendation of award for your June meeting.


b. **Emergency Response Committee:**

The Emergency Response Committee has scheduled a pre-hurricane season meeting with the local agencies for May 10, 2010. We plan to attend this meeting to discuss the Emergency Preparedness Plan and pre-hurricane items.

If you have questions or need any additional information, please call.

We look forward to meeting with you.

Sincerely,



Erich M. Peterson, P.E.

EMP/jta

I:\Projects\0352-900-010\Reports\May 10.doc

cc: Mr. Ross Radcliffe – Johnson Radcliffe Petrov & Bobbitt PLLC
Mr. Danny Wright – Hays Utility Service
Ms. Katherine Turner – Municipal Accounts & Consulting, LP



**MONTGOMERY COUNTY MUNICIPAL UTILITY DISTRICT #8
MONTHLY OPERATIONS REPORT**

DATE
05/12/10

METER COUNT	
Occupied	1,353
Occupied Sprinkler	21
Vacant	40
Commercial	5
Builder	22
Irrigation	50
Rec/C/P	6
Apts/Units (455)	10
Total	1,507

BILLED CONSUMPTION	
03/24/10	to 04/24/10
Residential	14,428,000
Commercial	318,000
Apartments	1,189,000
Irrigation	715,000
Rec/C/Pool	156,000
Total	16,806,000

Plant Pumpage 20,004,700

Meter Count #9: 1,423

	<u>#1-Poe</u>	<u>#2-Brown</u>	<u>#3-Buck</u>	<u>#4-Walden</u>
Calculated Well GPM	873	1,196	1,244	1,295
Design Well GPM	1,000	1,200	1,200	1,200
Well Runtime Average hrs/day	7.7	4.5	3.4	3.5

Plant Pumpage - Poe	10,881,000
Browning	9,123,700
Montgomery Co. U.D. #9 - Buckingham	7,053,000
Walden Road	7,598,000
Combined plant pumpage #8 and #9	34,655,700

Montgomery Co. U.D. #9 billed cons.	16,168,000
Combined billed cons.	32,974,000
Total Water Accountability	95.15%

Recycled water for April - **741,000**

Montgomery Co. U.D. #9 billing period 3/24/10 - 4/24/10

Montgomery County MUD #8 TAPS:

<u>Paid</u>	<u>Year to Date</u>	<u>2009 Comparison</u>
2	13	8

Montgomery County MUD #9 TAPS:

<u>Paid</u>	<u>Year to Date</u>	<u>2009 Comparison</u>
6	15	11

Arrears for the Month of	March	Month of April
Date Cut-Off Notices Mailed	04/01/10	Meter Read Date 04/24/10
Number of Notices Mailed	145	Billing Date 05/03/10
Cut-Off Date	04/05/10	Mailing Date 05/04/10
Number of Actual Cut-Offs	4	Due Date 05/05/10



MONTGOMERY COUNTY MUNICIPAL UTILITY DISTRICT #8

DATE
05/12/10

MONTHLY OPERATIONS SUMMARY
OF
WASTEWATER TREATMENT PLANT
March 2010

TPDES Permit # WQ0011371001

Expires 06/01/2012

Effluent Quality Data: Reported for March 2010

	<u>Reported</u>	<u>Permitted</u>	<u>Annual Average</u>	<u>Excursion</u>
CBOD 5 Average	2.00 mg/l	7.00 mg/l	2.17 mg/l	NO
TSS Average	3.80 mg/l	15.00 mg/l	2.26 mg/l	NO
CL2 Res Min	1.31 mg/l	1.00 mg/l	1.12 mg/l	NO
CL2 Res Max	3.17 mg/l	4.00 mg/l	3.06 mg/l	NO
Ammonia Nitrogen	0.10 mg/l	2.00 mg/l	0.13 mg/l	NO
Flow Average	0.340 mgd	0.800 mgd	0.382 mgd	NO
Total Wastewater Treated	10,540,000 Gallons			

Effluent Quality Compliant with Discharge Permit ? YES

The plant was operated within all parameters of our permit.
No violation notices were received from any other local agency.

MONTGOMERY COUNTY MUNICIPAL UTILITY DISTRICT #8
MONTHLY OPERATIONS SUMMARY
BILLING & COLLECTION REPORT
 April 2010

DATE
 05/12/10

Receivables Forward	04/01/10	\$ 111,830.75
Collection Period:	4/1/10 - 5/3/10	
Penalty	\$ (766.75)	
Water	\$ (27,796.94)	
Sewer	\$ (41,854.59)	
Connect	\$ -	
Deposit	\$ (1,538.14)	
Garbage	\$ (25,027.67)	
Grease	\$ (60.00)	
Gar-Tax	\$ -	
LSGWC	\$ (618.12)	
Misc.	\$ (5,669.51)	
Overpayments	\$ (1,264.98)	
TOTAL	\$ (104,596.70)	\$ (104,596.70)

Current Charges & Adjustments:		
Connects	\$ 1,425.00	
Deposits	\$ 1,600.00	
Inspection Fees	\$ 600.00	
Tap Fees	\$ 2,900.00	
Encroachment & Flag	\$ 300.00	
Write Off	\$ -	
PCO	\$ 450.00	
NSF	\$ 90.00	
Regular Adj	\$ (102.23)	
TOTAL	\$ 7,262.77	\$ 7,262.77

Current Billings:	3/24/10 - 4/24/10	
Penalty	\$ 806.39	
Water	\$ 46,438.75	
Sewer	\$ 47,920.60	
Garbage	\$ 25,515.00	
Grease	\$ 60.00	
Gar-Tax	\$ -	
LSGWC	\$ 1,037.00	
Misc.	\$ -	
TOTAL	\$ 121,777.74	\$ 121,777.74

TOTAL RECEIVABLES FORWARD	05/03/10	\$ 136,274.56
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District Deposits on file: \$31,005.00
 Undistributed Overpayments: \$4,774.92

Total Consumption: 16,806,000

MONTGOMERY COUNTY MUNICIPAL UTILITY DISTRICT #8

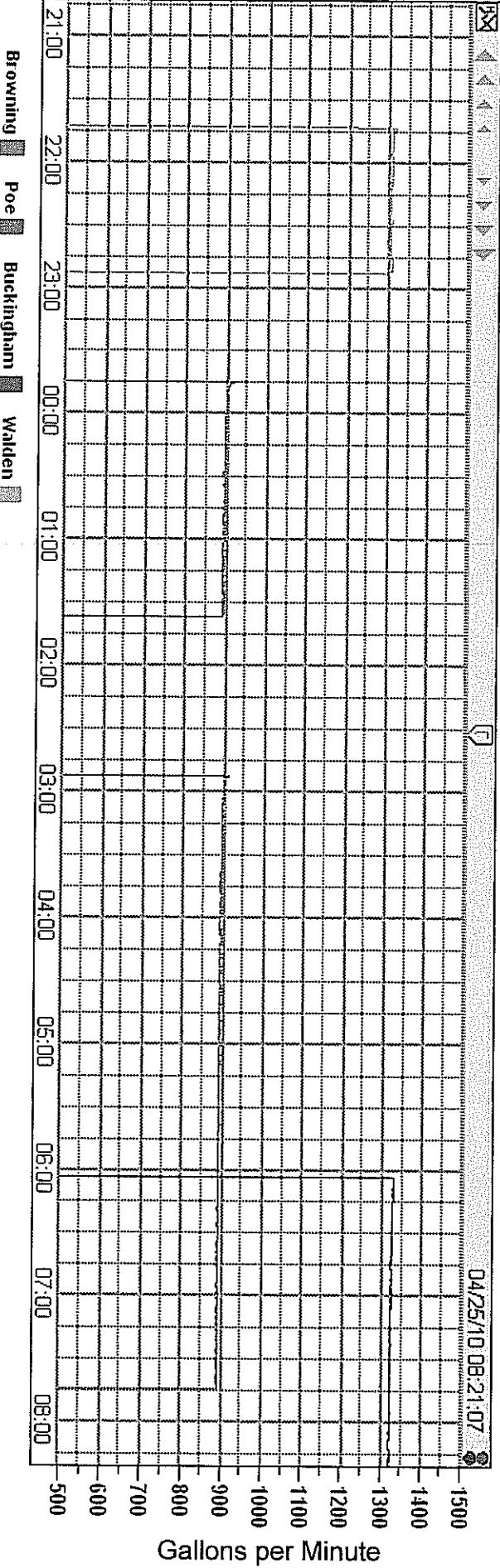
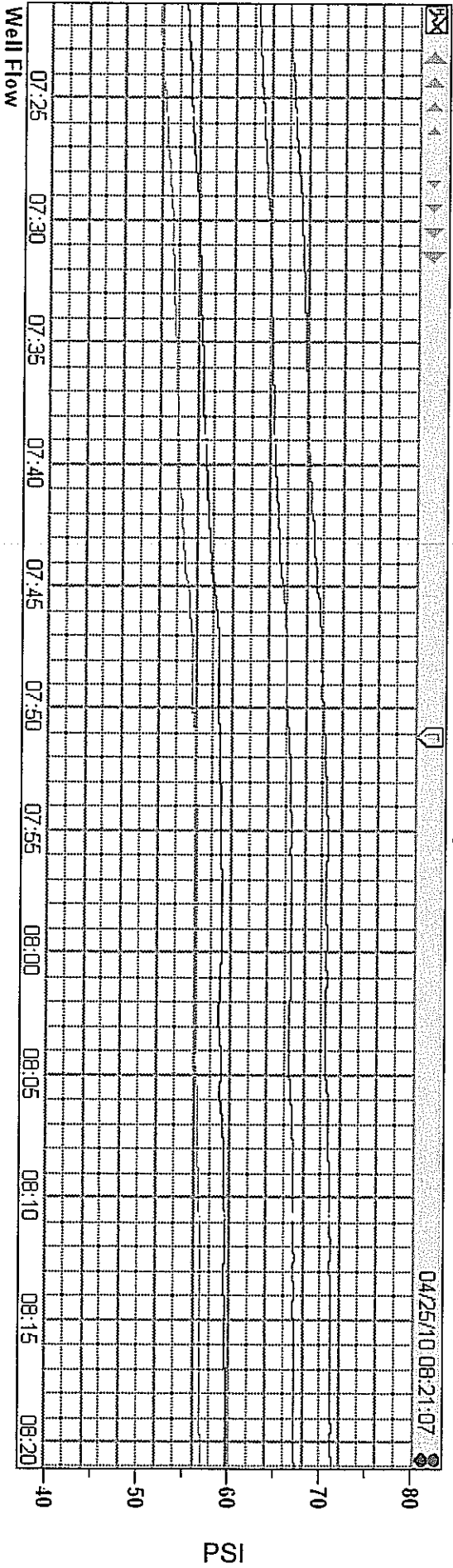
CUT-OFF LIST STATUS

April 27, 2010

<u>NAME</u>	<u>ADDRESS</u>	<u>AMOUNT</u>	<u>STATUS</u>
Steve Schuch	101 Fairway Drive Sprinkler	\$26.40	OFF
Steve Schuch	101 Fairway Drive	\$129.80	OFF
Debi Ringenberg	3826 Lakewood Drive	\$42.00	OFF
Janie McCoy	3805 Robin Drive	\$65.13	Paid/On
Shannon Rogers	12606 Sleepy Hollow	\$58.31	Paid/On

Pressure

System Trend Snapshots

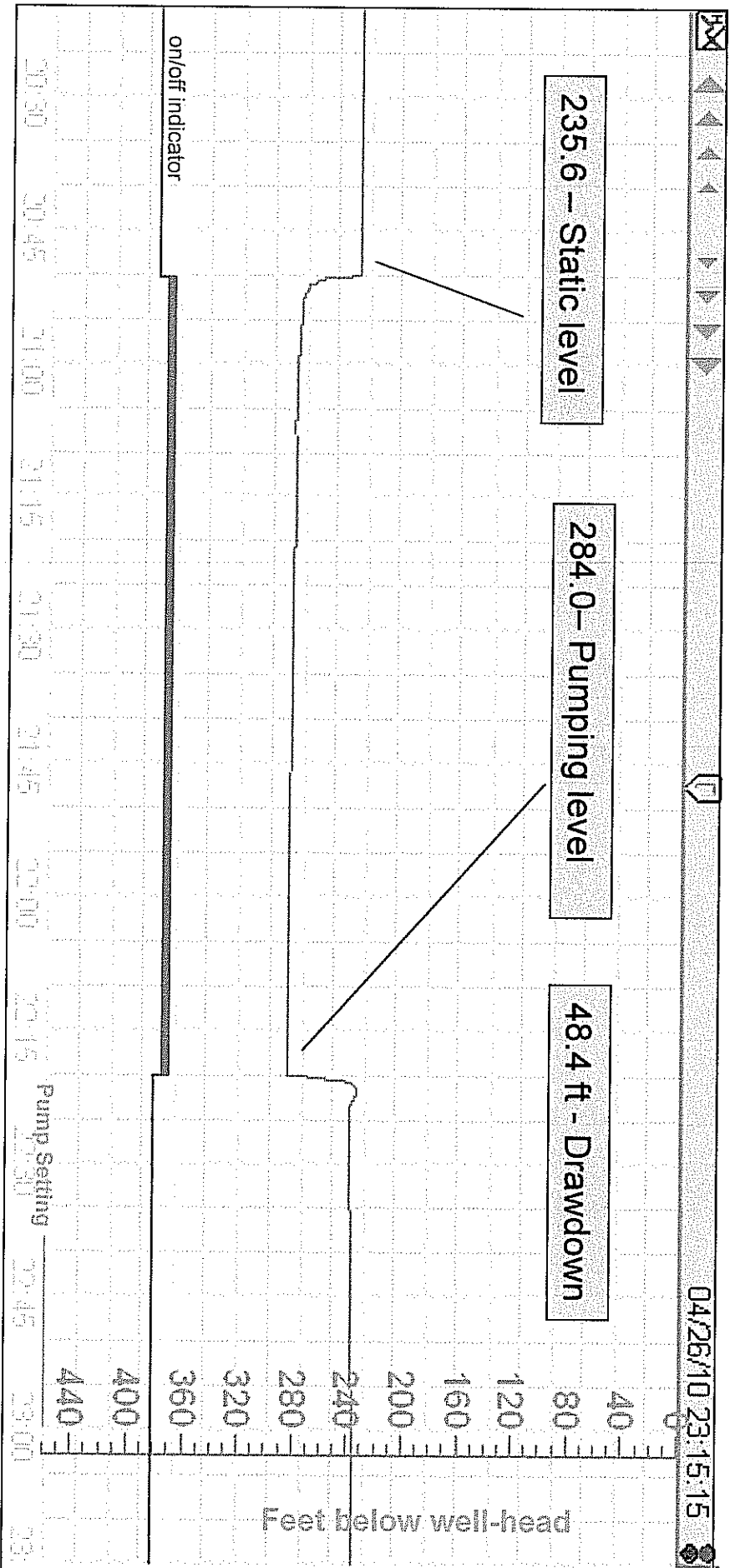


- Browning
- Poe
- Buckingham
- Walden

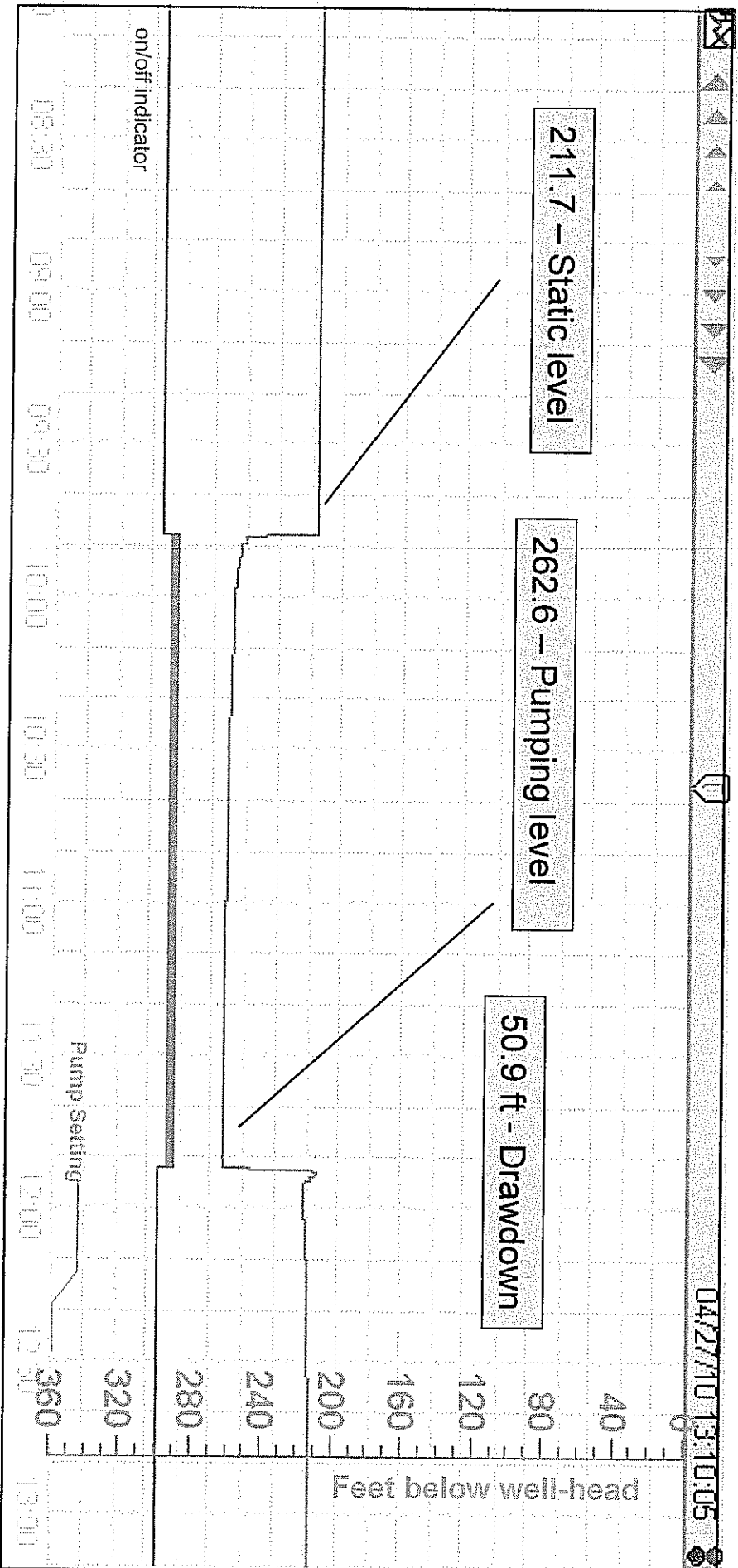
Gallons per Minute

PSI

Montgomery County M.U.D. #9 Walden Road Well Ground Water Levels Well Head at 240 Feet above Sea Level



Montgomery County M.U.D. #8 Browning Street Well Ground Water Levels Well-head at 220 Feet above Sea Level





TEXAS DIVISION OF EMERGENCY MANAGEMENT
TEXAS DEPARTMENT OF PUBLIC SAFETY
WWW.TXDPS.STATE.TX.US/DEM

ASSISTANT DIRECTOR / CHIEF
JACK COLLEY

April 29, 2010

Dear Danny Wright,

The OMB Circular A-133 requires the Texas Division of Emergency Management to monitor our sub-grantees to ensure compliance with federal and state laws and regulations. Our records indicate your local government, or state agency received the following grant(s) or contract(s) administered by the Texas Division of Emergency Management.

DR 1791

As you know, non-federal entities that expend \$500,000 or more of federal awards in a fiscal year are required to have a single or program-specific audit conducted in accordance with the provisions of OMB Circular A-133.200 (Audit Requirements). In addition, OMB Circular A-133.320 and the Uniform Grant Management Standards for the State of Texas require that **you submit these audit report(s) to us within the earlier of 30 days after you receive them from your auditor or nine months after your fiscal year end.** Your report package should include:

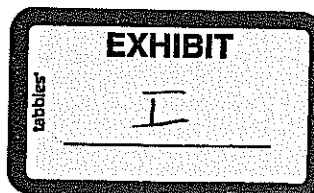
- The auditor's report
- Your financial statements and schedule of expenditures of Federal awards
- A summary schedule of prior audit findings
- Your corrective action plan
- Any management letter issued by the CPA in conjunction with the audit

Submit the above reports for **fiscal year 2009**, together with a completed Single Audit Act Compliance Report form (attached), by May 31, 2010. If you do not believe you are subject to the above audit requirements, immediately complete the Single Audit Act Compliance Report and indicate your exempt status. Your prompt attention to this matter is required and appreciated.

Failure to respond to this letter may result in loss of existing grant funding and denial of future grants to your organization. If you have any questions please call Neal Webb at (512) 424-7147. If you have anyone other than Neal Webb listed as a contact for this matter, please correct your contact information.

Sincerely,

Neal Webb
Program Auditor



SINGLE AUDIT ACT COMPLIANCE REPORT

Date your fiscal year ended: _____, 2009

Check the most appropriate statement below regarding your organization's compliance with OMB Circular A-133 audit requirements. Also, please complete all contact information requested. Return this form and related audit reports to us at the Texas Division of Emergency Management (TDEM), either via USPS or e-mail as described below, by May 31, 2010.

Please check one of the following boxes:

- Our Circular A-133 Audit for fiscal year ended 2009 as required is **attached** and includes a schedule of expenditures for both Federal and State expended funds. Also included is our **CAFR and Single Audit Act Compliance Report**, as required.
- Our Circular A-133 Audit for fiscal year ended 2009 is not attached, but will be completed by (Date) ____/____/____ and submitted to the Texas Division of Emergency Management by ____/____/____. **The audit report will include a schedule of expenditures for both Federal and State expended funds.**
- We are **not subject** to a OMB Circular A-133 Audit because we expended **less than \$500,000** in Federal Awards, **from all sources**, in fiscal year 2009.
- We have elected a Program-specific audit for our OMB Circular A-133 reporting. Our Annual Financial Report will be completed by the **State Auditor's Office** or other state recognized accounting agency and will be submitted to the Federal clearinghouse designated by OMB.

Direct Contact – The person within your organization that we are to contact for A-133 questions, etc. (Please print)

Print Name/Title: _____ E-mail address: _____

Phone Number: _____ FAX Number: _____

Street Address: _____ City/State _____ Zip: _____

Highest Elected Official in your jurisdiction (Please print)

Title: _____ Name: _____

Phone Number: _____ Mailing Address: _____

Please return this form to TDEM one of the following ways:

Via regular mail:

Texas Division of Emergency Management
Attn: Neal Webb
Support Services Section
P.O. Box 4087
Austin, TX. 78773-0226

Via E-mail: neal.webb@txdps.state.tx.us

& bennie.young@associates.dhs.gov

NOTE: Please send to both of the above e-mail addresses if using this option.

Via Fax: (512) 424-5959

Questions? Call Neal Webb @ (512) 424-7147

CERTIFICATE OF ORDER

STATE OF TEXAS
COUNTY OF MONTGOMERY
MONTGOMERY COUNTY MUNICIPAL UTILITY DISTRICT NO. 8

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We, the undersigned officers of the Board of Directors (the "Board") of Montgomery County Municipal Utility District No. 8 (the "District"), hereby certify as follows:

The Board convened in regular session, open to the public, on Wednesday, May 12, 2010, at 9:00 a.m., at the Montgomery County Sheriff's Office, District 5 Patrol Division, 11901 Walden Road, Montgomery, Texas 77356, and the roll was called of the members of the Board, to-wit:

Roy McCoy	President
Bob Leasure	Vice President
Daniel L. Davis	Assistant Vice President
Arch Payne	Secretary
Claude D. Fryman	Assistant Secretary

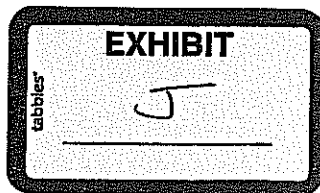
All members of the Board were present with the exception of _____, thus constituting a quorum. Whereupon other business, the following was transacted at such Meeting: A written

**AUTHORIZING ADDITIONAL DISTRICT OFFICE AND MEETING PLACE
OUTSIDE THE BOUNDARIES OF THE DISTRICT AND REAFFIRMING
ADDITIONAL DISTRICT OFFICES AND MEETING PLACES**

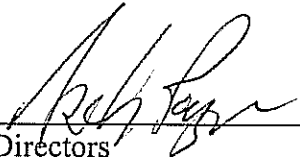
was duly introduced for the consideration of the Board. It was then duly moved and seconded that such Order be adopted; and after full discussion, such motion, carrying with it the adoption of such Order prevailed, carried, and became effective by the following vote:

AYES: 5 NOES: 0

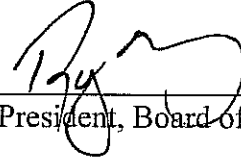
A true, full and correct copy of the aforesaid Order adopted at the Meeting described in the above and foregoing paragraph is attached to and follows this Certificate; such Order has been duly recorded in the Board's minutes of such Meeting; the above and foregoing paragraph is a true, full, and correct excerpt from the Board's minutes of such Meeting pertaining to the adoption of such Order; the persons named in the above and foregoing paragraph are the duly chosen, qualified, and acting officers and members of the Board as indicated therein; each of the officers and members of the Board are duly and sufficiently notified officially and personally, in advance, of the time, place, and purpose of such Meeting, and that such Order would be introduced and considered for adoption at such meeting, and each of the officers and members consented, in advance, to the holding of such meeting for such purpose; and such Meeting was open to the public and public notice of the time, place, and purpose of such Meeting was given, all as required by Chapter 551 of the Texas Government Code and Section 49.063 of the Texas Water Code, as amended.



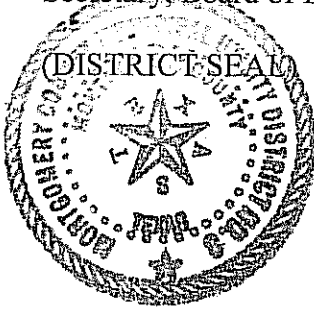
SIGNED the 12th day of May, 2010.



Secretary, Board of Directors



President, Board of Directors



**ORDER AUTHORIZING ADDITIONAL DISTRICT OFFICE
AND MEETING PLACE OUTSIDE THE BOUNDARIES OF THE DISTRICT AND
REAFFIRMING ADDITIONAL DISTRICT OFFICES
AND MEETING PLACES**

THE STATE OF TEXAS

COUNTY OF MONTGOMERY

MONTGOMERY COUNTY MUNICIPAL UTILITY DISTRICT NO. 8

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WHEREAS, in accordance with Sections 49.062 and 49.063 of the Texas Water Code, as amended, the Board of Directors (the "Board") of **MONTGOMERY COUNTY MUNICIPAL UTILITY DISTRICT NO. 8** (the "District"), by previous resolution, established 13101 Melville Drive, Montgomery, Texas 77356, as the regular meeting place of the District; and

WHEREAS, the District has further determined that a need exists to establish an additional meeting place outside the boundaries of the District, which shall be at the Grand Hyatt San Antonio, 600 E. Market Street, San Antonio, Texas 78205.

NOW, THEREFORE, BE IT RESOLVED BY THE BOARD OF DIRECTORS OF MONTGOMERY COUNTY MUNICIPAL UTILITY DISTRICT NO. 8, THAT:

I.

The District hereby establishes an additional meeting place outside its boundaries at the Grand Hyatt San Antonio, 600 E. Market Street, San Antonio, Bexar County, Texas 78205.

III.

The District hereby reaffirms that its meeting place inside its boundaries shall remain unchanged and is located at Walden Yacht & Country Club, 13101 Melville Drive, Montgomery, Texas 77356.

IV.

The District hereby reaffirms that additional meeting places outside its boundaries shall remain unchanged and are located at the Montgomery County Sheriff's Office, District 5 Patrol Division, located at 11901 Walden Road, Montgomery, Texas 77356; the Walden Community Church, located at 12400 Walden Road, Montgomery, Texas 77356; the Walden Community Improvement Association Maintenance Building, located at 11800 Walden Road, Montgomery, Texas 77356; and Hays Utility North Corporation, located at 375 Lake Meadows Drive, Montgomery, TX 77356-1268.

V.

The District reaffirms that an additional office, repository and meeting place outside its boundaries shall remain unchanged and is located at the offices of the District's Attorney, Johnson Radcliffe Petrov & Bobbitt PLLC, 1001 McKinney, Suite 1000, Houston, Texas 77002-6424.

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