

MONTGOMERY COUNTY MUNICIPAL UTILITY DISTRICT NO. 8

MINUTES OF REGULAR MEETING

APRIL 13, 2011

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, April 13, 2011, at 9:00 a.m., at the Walden Yacht Club, 13101 Melville Drive, Montgomery, Texas 77356, a designated meeting place located 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
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 and Philip Wright of Hays Utility North Corporation ("Operator"); Mike McCall of McCall Gibson Swedlund Barfoot PLLC ("Auditor"); Judy Sanders and Ernie Harris of Montgomery County Municipal Utility District No. 9 ("MCMUD 9"); Scott Sustman, General Manager of the Walden Community Improvement Association ("WCIA"); and Ross J. Radcliffe and Elliot M. 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. As no 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, 2010, 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. Minutes. The President directed the Board to the approval of the minutes of the regular meeting of March 9, 2011, and the special meeting of March 10, 2011. Upon a **motion** by Director Fryman, seconded by Director Payne, after full discussion and with all Directors present voting aye, the Board approved the minutes of the regular meeting of March 9, 2011, and the special meeting of March 10, 2011, as presented.

4. 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 "A."

- 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 95.95% of the 2010 taxes have been collected as of April 5, 2011.

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.

Danny Wright entered the meeting at this time.

5. Bookkeeper's Report. The Bookkeeper's Report, a copy of which is attached as Exhibit "B," 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. Ms. Turner presented a Summary of Expenditures 2005-2010, a copy of which is attached hereto as Exhibit "C."
- c. Ms. Turner next presented the Quarterly Investment Inventory Report, a copy of which is attached hereto as Exhibit "D."
- d. Ms. Turner then presented the expenditures paid out of the District's Operations Fund as of April 13, 2011, to be reimbursed from future bond proceeds, a copy of which is attached hereto as Exhibit "E."
- e. Ms. Turner discussed the remaining payment of reimbursement to the developer of Hunter's Landing, Section 2, in the amount of \$6,679.40. Upon a **motion** by Director Davis, seconded by Director Payne, after full discussion and with all Directors present voting aye, the Board approved payment of reimbursement to the developer of Hunter's Landing, Section 2, in the amount of \$6,679.40.

Upon a **motion** by Director Leasure, seconded by Director Fryman, after full discussion and with all Directors present voting aye, the Board approved the Bookkeeper's Report, as presented; authorized payment of checks numbered 5507 through 5578 from the General Fund; authorized payment of check number 1019 from the Tax Fund; authorized payment of checks numbered 1291 through 1303 from the Sewage Treatment Plant Fund at Woodforest Bank; and adopted a resolution declaring its intent to reimburse the Operating Funds for the expenses out of a future bond issue.

Ms. Turner exited the meeting at this time.

6. Engineer's Report. The Engineer's Report was next presented by Mr. Peterson and Mr. Abshire, a copy of which is attached hereto as Exhibit "F."

a. Discuss the Status of Sanitary Sewer Cleaning & Televising:

- (1) Section 3. The Engineer reported that Source Point Solutions, LLC ("Source Point") completed the cleaning and televising of Section 3; and he is currently viewing the videos. The Engineer submitted an invoice for the Board's approval and payment in the amount of \$33,772.75.
- (2) Section 4 (Phase I): The Engineer next reported that Source Point is currently cleaning and televising Section 4 (Phase I).
- (3) Section 4 (Phase II): The Engineer then presented a proposal from Source Point for the cleaning and televising of Section 4 (Phase II) in the amount of \$16,757.85. Upon a **motion** by Director Davis, seconded by Director Payne, after full discussion and with all Directors present voting aye, the Board authorized work by Source Point in the amount of \$16,757.85.

b. Report on the Status of the Wastewater Treatment Plant ("WWTP") Outfall Extension.

- (1) The Engineer reported that the contractor completed all punch list items, and he presented Pay Estimate No. 6 and Final in the amount of \$87,627.77 for the Board's approval.
- (2) A discussion ensued regarding signage related to the outfall extension.

c. Discuss Status of the Proposed Reclaimed Water Project to Serve WCIA. The Engineer next reported that he will review the draft Reclaimed Water Use Agreement between MCMUD 8 and the WCIA and that he will provide his comments to the Attorney.

d. Proposed \$2,575,000 Series 2011 Bonds. The Engineer next discussed the bond application for the proposed \$2,575,000 Series 2011 Bonds. Mr. Radcliffe presented an Order Authorizing Application to the Texas Commission on Environmental Quality (the "TCEQ") for Approval of Project and Issuance of Bonds. Upon a **motion** by Director Davis, seconded by Director Payne, after full discussion and with all Directors present voting aye, the Board authorized the Engineer to prepare the Bond Application and adopted the Order Authorizing Application to the TCEQ for Approval of Project and Issuance of Bonds, a copy of which is attached hereto as Exhibit "G." to utilize the remaining bond authority.

Upon a **motion** by Director Leasure, seconded by Director Fryman, after full discussion and with all Directors present voting aye, the Board accepted the Engineer's Report, as presented; approved payment of an invoice in the amount of \$33,772.75 to Source Point for cleaning and televising Section 3; authorized payment of Pay Estimate No. 6 and Final to B-5 Construction

Co., Inc. for the WWTP Outfall Extension Project in the amount of \$87,627.77; and authorized the Engineer to prepare and send a letter to the WCIA for signage related to the outfall extension.

7. 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 96.99%.
- b. Mr. Wright next reported that the District had two (2) paid taps last month and that the District has a total of 1,519 connections.
- c. Mr. Wright reviewed the list of service termination notices and noted that 147 notices were mailed and that six (6) accounts were terminated.
- d. A discussion ensued regarding reuse credits from the Lone Star Groundwater Conservation District ("Lone Star"). Mr. Radcliffe indicated that he awaits the first request for reuse credits at the WWTP.

Upon a **motion** by Director Davis, seconded by Director Leasure, after full discussion and with all Directors present voting aye, the Board approved the Operator's Report, as presented, authorized termination of service to the delinquent accounts pursuant to the District's Rate Order; and authorized the Engineer to prepare detailed drawings required for the Lone Star reuse application.

8. State and Local Agency Reports.

a. Texas Water Development Board/Region H Planning Group.


- (1) Mr. Radcliffe indicated that the proposed Water Infrastructure Fund ("WIF") loan with the Texas Water Development Board (the "TWDB") was not funded by the Texas Legislature. Mr. Radcliffe stated that the only projects funded were the City of San Antonio Water System and the City of San Angelo. Mr. Radcliffe added that there is a chance that the District's project could be funded at a later time, but it is not likely. Mr. Radcliffe indicated that the District's Financial Advisor will discuss with the TWDB the possibility of converting the WIF application to a Development Fund program application.
- (2) A discussion next ensued regarding the potential formation of the Catahoula region and a letter to Region H was presented for the President's signature, a copy of which is attached hereto as Exhibit "I." Upon a **motion** by Director Davis, seconded by Director Payne, after full discussion and with all Directors present voting aye, the Board authorized the President to execute the letter to Region H.

9. Walden Community Improvement Association. Nothing new to report during the past month.

10. MCMUD 9 Report. No significant items were reported.
11. Community Communications Committee Report. No significant items were reported.
12. Emergency Response Committee Report. No significant items were reported.
13. Insurance Renewal Proposal. Mr. Radcliffe asked the Board to ratify its acceptance of the insurance renewal proposal from AquaSurance, L.L.C. Upon a **motion** by Director Fryman, seconded by Director Leasure, after full discussion and with all Directors present voting aye, the Board ratified acceptance of the insurance renewal proposal.

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

PASSED AND APPROVED this the 11th day of May, 2011.



Secretary, Board of Directors

EXHIBITS:

- A - Tax Assessor-Collector's Report
- B - Bookkeeper's Report
- C - Summary of Expenditures 2005-2010
- D - Quarterly Investment Inventory Report
- E - Expenditures paid out of the District's Operations Fund as of April 13, 2011
- F - Engineer's Report
- G - Order Authorizing Application to the TCEQ for Approval of Project and Issuance of Bonds
- H - Operator's Report
- I - Letter to Region H

MONTGOMERY COUNTY
office of
TAX ASSESSOR AND COLLECTOR

J.R. Moore, Jr.

Conroe Tx 77301-2823

05 Apr 2011

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 MARCH 2011.

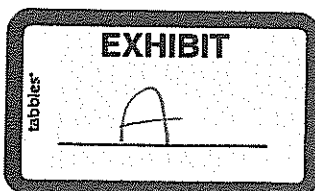
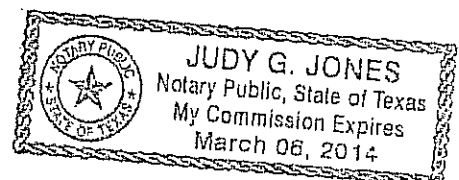
Division of the amounts:

	Gross
Current W/O	1294.57
Current Wth	13713.21
Delinquent	214.25
Penalty	0.00
Other	0.00
UB TOTAL	15222.03
2%	0.00
5%	0.00
UB TOTAL	15222.03
Credits	338.47
Transfers	13699.91
UB TOTAL	1183.65
ISC	0.00
TOTAL	1183.65

J.R. Moore Jr. by: Judy Stamped
J.R. Moore, Jr.
Montgomery County Tax Assessor-Collector

SUBSCRIBED AND SWORN TO before this 7th day of April 2011.

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



MONTGOMERY COUNTY - MARCH - SPREAD SHEET

OR ENTITY M08 - MONTGOMERY COUNTY MUD 8

	REVENUE	P&I	ATT FEES	TOTAL DUE
rrrent W/O	1294.57		0.00	1294.57
rrrent Wth	12654.61	1058.60	0.00	13713.21
linquent	159.90	54.35	42.85	257.10
her				0.00
B TOTAL	14109.08	1112.95	42.85	15264.88
2%	0.00	0.00		0.00
5%	0.00	0.00		0.00
B TOTAL	14109.08	1112.95	42.85	15264.88
redits C				0.00
redits D	338.47	0.00	0.00	338.47
ansfers	13699.91			13699.91
B TOTAL	70.70	1112.95	42.85	1226.50
sc pping rtificates tary pies inop t				
TAL	70.70	1112.95	42.85	1226.50

MONTGOMERY COUNTY M.U.D. 8
 COLLECTIONS REPORT DURING THE MONTH OF MARCH
 CURRENT DATE 04.05.2011

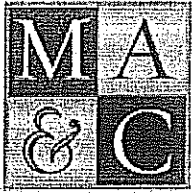
YEAR	TAX AMOUNT	P&I AMOUNT	NET AMOUNT	I&S AMOUNT	M&O AMOUNT
.991	0.00	0.00	0.00	0.00	0.00
.992	0.00	0.00	0.00	0.00	0.00
.993	0.00	0.00	0.00	0.00	0.00
.994	0.00	0.00	0.00	0.00	0.00
.995	0.00	0.00	0.00	0.00	0.00
.996	0.00	0.00	0.00	0.00	0.00
.997	0.00	0.00	0.00	0.00	0.00
.998	0.00	0.00	0.00	0.00	0.00
.999	0.00	0.00	0.00	0.00	0.00
:000	0.00	0.00	0.00	0.00	0.00
:001	0.00	0.00	0.00	0.00	0.00
:002	0.00	0.00	0.00	0.00	0.00
:003	0.00	0.00	0.00	0.00	0.00
:004	0.00	0.00	0.00	0.00	0.00
:005	0.00	0.00	0.00	0.00	0.00
:006	0.00	0.00	0.00	0.00	0.00
:007	21.61	10.81	32.42	0.00	32.42
:008	68.87	25.49	94.36	0.00	94.36
:009	69.42	18.05	87.47	0.00	87.47
:010	13,949.18	1,058.60	15,007.78	0.00	15,007.78
	14,109.08	1,112.95	15,222.03	0.00	15,222.03

MONTGOMERY COUNTY BASE TAX COLLECTIONS REPORT FOR
MONTGOMERY COUNTY M.V.D. B
FOR THE COLLECTION MONTH OF MARCH AS OF 13:59:42 Apr 05 2011

TAX YEAR	BASE TAX DUE	BASE TAX COLL	ADJUSTMENTS-M	ADJUSTMENTS-H	TAX BALANCE DUE	COLLECTED %
1991	201.27	24.10	0.00		177.17	11.97%
1992	245.03	29.34	0.00		215.69	11.97%
1993	245.03	29.34	0.00		215.69	11.97%
1994	230.92	15.23	0.00		215.69	6.60%
1995	278.82	14.95	0.00	19.25CR	244.61	5.76%
1996	278.54	14.95	0.00	19.23CR	244.34	5.77%
1997	847.07	14.14	0.00	18.20CR	814.73	1.71%
1998	865.72	13.56	0.00	17.45CR	834.71	1.60%
1999	830.36	13.31	0.00	17.13CR	799.92	1.64%
2000	715.19	339.36	0.00	9.35CR	796.48	48.08%
2001	1,098.75	245.94	0.00	9.39CR	843.42	22.58%
2002	1,092.46	8.51	0.00	7.92CR	1,076.03	0.78%
2003	1,080.34	9.37	0.00	7.92CR	1,063.05	2.55%
2004	343.25	8.57	0.00	7.60CR	327.08	3.16%
2005	355.11	11.09	0.00	4.86CR	339.76	1.90%
2006	1,759.87	33.39	0.00		1,726.48	
2007	3,009.81	1,068.37	0.00		1,941.44	35.50%
2008	4,920.30	1,727.51	0.00		3,192.79	35.11%
2009	11,235.83	2,793.72	127.19		8,314.92	25.15%
2010	959,026.74	920,004.14	169.73	12.49	38,867.36	95.95%
TOTALS	988,662.41	926,418.90	296.92	125.21CR	61,821.38	

Report to be used as a supplementary guide

Begin Run Date 15:33:33 Apr 04 2011
Ending Run Date 15:55:19 Apr 04 2011

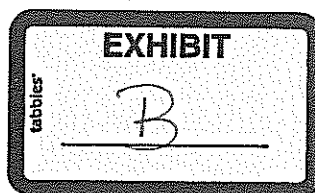


MUNICIPAL ACCOUNTS
& CONSULTING, L.P.

Montgomery County Municipal
Utility District No. 8

Bookkeeper's Report

April 13, 2011



Montgomery County MUD No. 8

Account Balances

As of April 13, 2011

Financial Institution (Acct Number)	Issue Date	Maturity Date	Interest Rate	Account Balance	Notes
Fund: Operating					
Certificates of Deposit					
ENTERPRISE BANK (XXXX7262)	10/30/2010	04/28/2011	1.00 %	95,000.00	
IBC BANK (XXXX7351)	02/07/2011	05/08/2011	0.50 %	240,000.00	
ALLEGIANCE BANK (XXXX1613)	12/25/2010	05/24/2011	0.75 %	100,000.00	
TEXAS CAPITAL BANK (XXXX2674)	03/24/2011	06/22/2011	0.25 %	100,000.00	
ENTERPRISE BANK (XXXX8454)	01/26/2011	06/25/2011	0.80 %	100,000.00	
TEXAS CAPITAL BANK (XXXX2545)	02/22/2011	07/22/2011	0.50 %	145,000.00	
GREEN BANK (XXXX1666)	02/07/2011	08/08/2011	0.70 %	240,000.00	
ALLEGIANCE BANK (XXXX4293)	03/02/2011	09/28/2011	0.75 %	100,000.00	
Money Market Funds					
TEXPOOL (XXXX0001)	05/31/2007		0.15 %	129,022.97	
Checking Account(s)					
WOODFOREST BANK (XXXX9722)			0.05 %	486.57	Checking Account
WOODFOREST BANK (XXXX7941)			0.05 %	65,176.13	Special Reserve Account
Totals for Operating Fund:				\$1,314,685.67	
Fund: Tax					
Checking Account(s)					
WOODFOREST BANK (XXXX1501)			0.05 %	2,721.11	Checking Account
Totals for Tax Fund:				\$2,721.11	
Fund: STP					
Checking Account(s)					
WOODFOREST BANK (XXXX1519)			0.05 %	2,966.25	Checking Account
Totals for STP Fund:				\$2,966.25	
Grand total for Montgomery County MUD No. 8:				\$1,320,373.03	

Cash Flow Report - Special Reserve Account Account

As of April 13, 2011

<u>Num</u>	<u>Name</u>	<u>Memo</u>	<u>Amount</u>	<u>Balance</u>
	BALANCE AS OF 3/9/2011			\$59,751.80
	Receipts			
	Feb GRP Trf to Reserve		5,421.62	
	Interest		<u>2.71</u>	
	Total Receipts			5,424.33
	Disbursements			
	No Disbursements Activity		<u>0.00</u>	
	Total Disbursements			<u>0.00</u>
	BALANCE AS OF 4/13/2011			<u>\$65,176.13</u>

MC MUD 8 - GOF
Cash Flow Report - Checking Account
As of April 13, 2011

Num	Name	Memo	Amount	Balance
BALANCE AS OF 3/9/2011				\$141,523.22
Receipts				
	Trf from Investment		65,000.00	
	Refund from AWBD		450.00	
	Interest Eamed - Texas Capital Bank CD# XXXX2545		477.48	
	Interest		4.63	
	March Accounts Receivable		121,137.46	
	M&O trf from tax		15,222.03	
	Transfer from Investments		155,000.00	
Total Receipts				357,291.60
Disbursements				
5507	Arch Payne	Fee of Office 2-10-11	(141.52)	
5508	Claude D Fryman	Fee of Office 2-10-11	(141.53)	
5509	Daniel L Davis	Fee of Office 2-10-11	(141.53)	
5510	Robert W Leasure	Fee of Office 2-10-11	(141.53)	
5511	Roy McCoy, Jr.	Fee of Office 2-10-11	(141.53)	
5512	Arch Payne	Fee of Office 2/09/11 and Travel Expense Reimbu	(431.01)	
5513	Arch Payne	Fee of Office 3-9-11	(141.53)	
5514	Daniel L Davis	Fee of Office 3-9-11	(141.52)	
5515	Claude D Fryman	Fee of Office 3-9-11	(141.52)	
5516	Robert W Leasure	Fee of Office 3-9-11	(141.53)	
5517	Roy McCoy, Jr.	Fee of Office 3-9-11	(141.53)	
5518	AWBD - Texas	2011 Annual Conference - Robert Leasure	(345.00)	
5519	Booth, Ahrens & Werkenthin, P.C.	Legal thru 12/31/10	(11,509.75)	
5520	CenterPoint Energy	Utilities Expense	(203.50)	
5521	City of Huntsville	City of Huntsville-Expense Reimbursement	(1,656.25)	
5522	Consolidated Communications	Telephone Expense	(320.04)	
5523	Entergy	Utilities Expense	(598.15)	
5524	Hays Utility Service	February 11 Opemtions	(98,416.51)	
5525	Jack Daniel's Delivery Service, Inc	Delivery Service	(29.76)	
5526	Johnson Radcliffe Petrov & Bobbitt	Legal Fees	(13,086.41)	
5527	Jones & Carter, Inc.	Engineering	(12,488.99)	
5528	Lone Star Groundwater	Historical Permit Fee - 2nd Qtr, Permit HUP145	(2,988.01)	
5529	McCall, Gibson, Swedlund, & Barfoot PLLC	Audit Expenses	(7,000.00)	
5530	Mont Co MUD 8 & 9 STP Fund	Joint Sewer Treatment Plant Billing	(12,307.76)	
5531	Municipal Accounts & Consulting, LP	Bookkeeping - February 2011	(2,520.02)	
5532	NRS Engineering, Inc.	Engineering-Alternative Analysis	(7,755.00)	
5533	Walden CIA	Garbage & Meeting Expense	(27,146.12)	
5534	Amy Kendrick	Deposit Refund	(38.60)	
5535	C. G. Maintenance	Deposit Refund	(40.40)	
5536	God's Country Realty	Deposit Refund	(41.00)	
5537	Hidden Harbor Properties, LLC	Builder Deposit Refund	(261.40)	
5538	John & Nancy Ladd	Deposit Refund	(40.40)	
5539	Kevin Hall	Deposit Refund	(41.00)	
5540	Matik Builders	Builder Deposit Refund	(261.40)	
5541	Mike & Kelly Jackson	Deposit Refund	(39.20)	
5542	Tiffany Dalton LLC	Deposit Refund	(41.00)	
5543	Varexco Development	Deposit Refund	(100.00)	
5544	Robert W Leasure	Fee of Office 2-25-11 & Travel Exp. Reimb. for Tri	(376.43)	
5545	Claude D Fryman	Fee of Office 2-25-11 & Travel Exp. Reimb. for Tri	(434.94)	
5546	Montgomery County Elections Administrator	Montgomery Co. MUD 8-Bond Election	(2,779.00)	

MC MUD 8 - GOF
Cash Flow Report - Checking Account
As of April 13, 2011

Num	Name	Memo	Amount	Balance
Disbursements				
5547	United States Treasury	1st Qtr 2011 941 Payroll Taxes	(758.12)	
5548	Daniel L Davis	Fee of Office 3-24-11	(181.52)	
5549	Arch Payne	Fee of Office 4-13-11	(141.52)	
5550	Claude D Fryman	Fee of Office 4-13-11	(141.53)	
5551	Daniel L Davis	Fee of Office 4-13-11	(141.53)	
5552	Robert W Leasure	Fee of Office 4-13-11	(141.53)	
5553	Roy McCoy, Jr.	Fee of Office 4-13-11	(141.52)	
5554	Arch Payne	Fee of Office 3/10/11	(141.53)	
5555	Claude D Fryman	Fee of Office 3/10/11	(141.52)	
5556	Daniel L Davis	Fee of Office 3/10/11	(141.52)	
5557	Robert W Leasure	Fee of Office 3/10/11	(141.52)	
5558	Roy McCoy, Jr.	Fee of Office 3/10/11	(141.53)	
5559	Daniel L Davis	Fee of Office 3/23/11	(141.53)	
5560	Camcorp Interest Inc	Deposit Refund	(284.00)	
5561	Laura Tindall	Deposit Refund	(19.04)	
5562	AquaSurance, LLC.	Insurance	(150.00)	
5563	AWBD - Texas	2011 Annual Conference - Roy McCoy	(345.00)	
5564	Booth, Ahrens & Werkenthin, P.C.	Legal thru 1/31/11	(21,455.44)	
5565	CenterPoint Energy	Utilities Expense	(221.58)	
5566	City of Huntsville	Legal-Bed & Banks Permit	(2,110.25)	
5567	Consolidated Communications	Telephone Expense	(311.95)	
5568	Entergy	Utilities Expense	(494.82)	
5569	Houston Language Associates	Spanish Translation of Notice of Meeting	(50.00)	
5570	Johnson Radcliffe Petrov & Bobbitt	Legal Fees	(20,676.74)	
5571	Jones & Carter, Inc.	Engineering	(29,238.47)	
5572	Municipal Accountants & Consulting, LP	Bookkeeping -March 2011	(2,016.88)	
5573	NRS Engineering, Inc.	Alternative Analysis Project # MT0903	(13,508.75)	
5574	Source Point Solutions, LLC.	Sanitary Sewer Cleaning, Televising, & Reporting -	(33,772.75)	
5575	Walden CIA	Mar '11 Garbage	(24,782.00)	
5576	Roy McCoy	Reimburse Airfare for trip to NRS to Inspect Water	(235.90)	
5577	Hays Utility Service	March 11 Operations	(88,028.69)	
5578	Mont Co MUD 8 & 9 STP Fund	March Expenses	(47,629.45)	
Bank Fees	Woodforest Bank	March Account Analysis & Wire Trf Fee	(222.68)	
Rtn Item	Woodforest Bank	Return Item	(63.50)	
Rtn Item	Woodforest Bank	Return Item	(80.00)	
Wire	Woodforest Bank	Feb GRP Trf to Reserve	(5,421.62)	
Total Disbursements			<u>(498,328.25)</u>	
BALANCE AS OF 4/13/2011				<u><u>\$486.57</u></u>

MC MUD 8 - GOF

Actual vs. Budget Comparison

March 2011

	March 2011			January 2011 - March 2011			Annual	
	Actual	Budget	Over/(Under)	Actual	Budget	Over/(Under)	Budget	
Revenues								
14100	Water - Customer Service Revenue	38,637	54,167	(15,529)	105,876	162,500	(56,624)	650,000
14110	Connection Fees	1,800	1,516	284	4,500	4,548	(48)	18,192
14200	Sewer - Customer Service Fee	49,647	48,750	897	148,414	146,250	2,164	585,000
14202	Inspection Fees	490	517	(27)	1,225	1,550	(325)	6,200
14320	Maintenance Tax Collections	15,222	62,083	(46,861)	318,763	186,250	132,513	745,000
14330	Penalties & Interest	895	1,186	(291)	2,691	3,558	(867)	14,232
14360	Grease Trap	60	60	0	180	180	0	720
14361	Encroachment & Flagging	300	500	(200)	600	1,500	(900)	6,000
14400	Lone Star Groundwater	913	1,333	(421)	2,371	4,000	(1,629)	16,000
14401	GRP Revenue	6,912	12,500	(5,588)	17,955	37,500	(19,545)	150,000
14600	Tap Connections	2,900	3,000	(100)	7,250	9,000	(1,750)	36,000
15380	Miscellaneous Income	0	333	(333)	21,393	1,000	20,393	4,000
15391	Interest Earned on Temp. Invest	35	1,133	(1,098)	484	3,400	(2,916)	13,600
15392	Interest Earned on Checking Acc	7	70	(63)	19	210	(191)	840
Total Revenues		117,819	187,149	(69,330)	631,722	561,446	70,276	2,245,784
Expenditures								
16100	Bulk Water Purchase / JWP	5,236	7,775	(2,539)	15,072	23,325	(8,253)	93,300
16102	Water Plant Repairs & Maint	5,169	3,333	1,835	24,040	10,000	14,040	40,000
16103	Security Monitoring Service	0	50	(50)	0	150	(150)	600
16120	Lone Star Ground Water Fee	0	1,660	(1,660)	2,988	4,980	(1,992)	19,920
16135	Maintenance & Repairs - Water	12,395	10,833	1,562	37,014	32,500	4,514	130,000
16180	Reconnections	1,100	1,333	(233)	3,265	4,000	(735)	16,000
16220	Purchase Sewer Service	47,629	12,685	34,944	69,042	38,056	30,986	152,224
16235	Sewer Repairs & Maintenance	50,751	12,500	38,251	59,160	37,500	21,660	150,000
16240	Lift Station Repairs & Maint	2,346	3,200	(854)	6,081	9,600	(3,519)	38,400
16275	Sewer Inspection Expense	647	433	214	1,262	1,300	(38)	5,200
16320	Legal Fees	20,551	10,833	9,718	42,942	32,500	10,442	130,000
16321	Auditing Fees	0	1,000	(1,000)	7,000	3,000	4,000	12,000
16322	Engineering Fees	0	5,550	(5,550)	31,650	16,650	15,000	66,600
16324	Laboratory Expense	528	350	178	976	1,050	(74)	4,200
16325	Election Expense	2,829	0	2,829	2,829	0	2,829	0
16326	Permit Expense	0	667	(667)	12,250	2,000	10,250	8,000
16332	Service Account Collection	4,878	5,375	(497)	14,871	16,125	(1,254)	64,500
16333	Bookkeeping Fees	1,133	2,000	(867)	5,283	6,000	(717)	24,000
16335	General Repairs & Maintenance	1,050	833	217	2,151	2,500	(349)	10,000
16336	Storm Drainage Expense	0	250	(250)	0	750	(750)	3,000
16338	Legal Notices & Other Publ.	15	50	(35)	27	150	(123)	600
16340	Printing & Office Supplies	1,160	770	390	3,968	2,310	1,658	9,240
16350	Postage	17	620	(603)	171	1,860	(1,689)	7,440
16351	Telephone Expense	320	333	(13)	1,241	1,000	241	4,000
16352	Utilities	33	600	(567)	1,619	1,800	(181)	7,200
16353	Insurance & Surety Bond	150	3,000	(2,850)	23,119	9,000	14,119	36,000
16354	Travel Expense	771	1,250	(479)	4,861	3,750	1,111	15,000
16355	District WEB Page	791	83	708	791	250	541	1,000
16358	Bank Fees	223	215	8	664	645	19	2,580
16359	Other Expense	3,401	667	2,734	6,578	2,000	4,578	8,000
16400	Professional Expense - Other	531	0	531	531	0	531	0
16410	Tap Connection Fees	1,800	1,800	0	2,700	5,400	(2,700)	21,600
16520	TCEQ Assessment	0	556	(556)	0	1,668	(1,668)	6,670
16526.1	Engineering	13,509	8,333	5,175	26,882	25,000	1,882	100,000
16526.2	Attorney	0	16,667	(16,667)	44,191	50,000	(5,809)	200,000

MC MUD 8 - GOF

Actual vs. Budget Comparison

March 2011

	March 2011			January 2011 - March 2011			Annual	
	Actual	Budget	Over/(Under)	Actual	Budget	Over/(Under)	Budget	
Expenditures								
16600	Payroll Expenses	2,099	2,167	(68)	6,136	6,500	(364)	26,000
16601	GRP Reserve	0	12,500	(12,500)	0	37,500	(37,500)	150,000
Total Expenditures		181,063	130,273	50,790	461,354	390,819	70,536	1,563,274
Other Expenditures								
17001	Capital - Storm Sewer Repair	0	12,500	(12,500)	18,774	37,500	(18,726)	150,000
17009	Capital - Sewer	33,773	16,667	17,106	94,606	50,000	44,606	200,000
17010	Distribution System Upgrade	0	4,833	(4,833)	0	14,500	(14,500)	58,000
17011	Water Well #1 - Rehab	0	8,333	(8,333)	0	25,000	(25,000)	100,000
17322	Capital - Engineering	0	3,083	(3,083)	10,077	9,250	827	37,000
17329	Capital- Joint STP Plant	0	103,770	(103,770)	0	311,310	(311,310)	1,245,240
Total Other Expenditures		33,773	149,187	(115,414)	123,458	447,560	(324,102)	1,790,240
Excess Revenues (Expenditures)		<u>(\$97,017)</u>	<u>(\$92,311)</u>	<u>(\$4,706)</u>	<u>\$46,910</u>	<u>(\$276,933)</u>	<u>\$323,843</u>	<u>(\$1,107,730)</u>

MC MUD 8 - TAX
Cash Flow Report - Checking Account
 As of April 13, 2011

Num	Name	Memo	Amount	Balance
BALANCE AS OF 3/9/2011				\$56,207.96
Receipts				
	Penalty & Interest		1,112.95	
	Tax Revenue Cleared		16,601.51	
	Tax Revenue EOM		<u>1,183.65</u>	
Total Receipts				18,898.11
Disbursements				
1019	Montgomery Central Appraisal District	2nd Qtr 2011	(1,840.00)	
SRV CHG	Woodforest Bank	March Service Charge	(15.15)	
Tax Rpt		Tax Revenue Outstanding	(3,676.08)	
Tax Rpt		Overpayments	(338.47)	
Wire	Montgomery MUD 8 Operating Fund	M&O Trf to operating	(51,293.23)	
Wire	Montgomery MUD 8 Operating Fund	M&O Trf to operating	<u>(15,222.03)</u>	
Total Disbursements				<u>(72,384.96)</u>
BALANCE AS OF 4/13/2011				<u>\$2,721.11</u>

MC MUD 8 - STP
Cash Flow Report - Checking Account
 As of April 13, 2011

Num	Name	Memo	Amount	Balance
BALANCE AS OF 3/9/2011				\$68,139.41
Receipts				
	MUD 9 - January Utilities & Engineering/February Expenses		13,621.64	
	MUD 8 - January Utilites & Engineering/February Expenses		12,307.76	
	MUD 8 - February Utilites & Engineering/March Expenses		<u>47,629.45</u>	
Total Receipts				73,558.85
Disbursements				
1291	Consolidated Communications	Telephone Exp	(29.87)	
1292	Jones & Carter, Inc	Wastewater Treatment Plant Outfall	(4,737.10)	
1293	Hays Utility	February 2011 Operations	(12,288.85)	
1294	Municipal Accounts & Consulting, LP	Monthly Bookkeeping Fees	(400.00)	
1295	Entergy	11084 Walden Road	(4,479.19)	
1296	Decks on the Lake, Inc.	Installation of Bulkhead - Balance Due	(3,992.50)	
1297	B-5 Construction Co., Inc.	Wastewater Treatment Plant Outfall - Final Paymen	(87,627.77)	
1298	Consolidated Communications	Telephone Expense	(29.81)	
1299	Data-Link	Security Expenses	(990.00)	
1300	Entergy	11084 Walden Road	(4,060.75)	
1301	Hays Utility	March 2011 Operations	(18,409.90)	
1302	Jones & Carter, Inc	Engineering Fees	(1,484.22)	
1303	Municipal Accounts & Consulting, LP	Monthly Bookkeeping Fees	(200.00)	
Bank Fee	Woodforest	Bank Service Charge	<u>(2.05)</u>	
Total Disbursements				<u>(138,732.01)</u>
BALANCE AS OF 4/13/2011				<u>\$2,966.25</u>

MC MUD 8 - STP

Actual vs. Budget Comparison

March 2011

	March 2011			January 2011 - March 2011			Annual	
	Actual	Budget	Over/(Under)	Actual	Budget	Over/(Under)	Budget	
Revenues								
74206	MC MUD 8 Capital Contribution	35,274	103,770	(68,496)	38,635	311,310	(272,675)	1,245,240
74207	MC MUD 9 Capital Contribution	56,346	165,762	(109,416)	61,715	497,287	(435,572)	1,989,149
74208	MC MUD 8 Participation	9,700	12,685	(2,985)	30,412	38,056	(7,644)	152,225
74209	MC MUD 9 Participation	9,931	11,710	(1,778)	28,931	35,129	(6,197)	140,515
Total Revenues		111,252	293,927	(182,675)	159,693	881,782	(722,089)	3,527,129
Expenditures								
76231	Maint & Repairs - Lift Station	0	25	(25)	0	75	(75)	300
76320	Legal Fees - Other	0	50	(50)	0	150	(150)	600
76320.0	Legal-Water Credit	0	250	(250)	0	750	(750)	3,000
76321	Auditor Fee	0	100	(100)	0	300	(300)	1,200
76322	Engineering Fees	0	50	(50)	0	150	(150)	600
76324	Lab Fee	1,222	1,333	(111)	3,844	4,000	(156)	16,000
76330	Sludge Removal	5,458	3,000	2,458	10,187	9,000	1,187	36,000
76333	Bookkeeping Fees	200	333	(133)	800	1,000	(200)	4,000
76334	Operator Fee	2,385	2,385	0	7,155	7,155	0	28,620
76335	Maint & Repairs - Sewer	7,573	3,750	3,823	13,066	11,250	1,816	45,000
76336	Mowing - Sewer	193	215	(22)	579	645	(66)	2,580
76337	Security Expenses	990	0	990	990	0	990	0
76339	Garbage Collection	0	280	(280)	307	840	(533)	3,360
76340	Printing & Office Supplies	0	5	(5)	24	15	9	60
76342	Chemicals - Sewer	1,579	2,000	(421)	5,059	6,000	(941)	24,000
76351	Telephone Expense	30	30	0	90	90	0	360
76352	Utilities	0	5,417	(5,417)	8,540	16,250	(7,710)	65,000
76353	Insurance & Surety Bond	0	1,000	(1,000)	7,212	3,000	4,212	12,000
76560	Miscellaneous Expense	2	5	(3)	6	15	(9)	60
77000	Capital Repairs	0	4,167	(4,167)	0	12,500	(12,500)	50,000
77022	Engineer - Capital	0	19,965	(19,965)	6,221	59,896	(53,675)	239,584
77220	Capital - Projects	91,620	249,567	(157,947)	95,613	748,701	(653,089)	2,994,805
Total Expenditures		111,252	293,927	(182,675)	159,693	881,782	(722,089)	3,527,129
Excess Revenues (Expenditures)		\$0	\$0	\$0	\$0	\$0	\$0	\$0

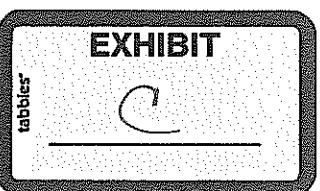
Montgomery County MUD No. 8
Summary of Pledged Securities

As of April 13, 2011

Financial Institution: ALLEGIANCE BANK		
Total CDs, MM:	\$200,000.00	Collateral Security Required: No
Less FDIC coverage:	\$250,000.00	Collateral Security Agreement On File: No
Total pledged securities:	\$0.00	Investment Policy Received: Yes
Ratio of pledged securities to investments:	N/A	
Financial Institution: ENTERPRISE BANK		
Total CDs, MM:	\$195,000.00	Collateral Security Required: No
Less FDIC coverage:	\$250,000.00	Collateral Security Agreement On File: No
Total pledged securities:	\$0.00	Investment Policy Received: Yes
Ratio of pledged securities to investments:	N/A	
Financial Institution: GREEN BANK		
Total CDs, MM:	\$240,000.00	Collateral Security Required: No
Less FDIC coverage:	\$250,000.00	Collateral Security Agreement On File: No
Total pledged securities:	\$0.00	Investment Policy Received: Yes
Ratio of pledged securities to investments:	N/A	
Financial Institution: IBC BANK		
Total CDs, MM:	\$240,000.00	Collateral Security Required: No
Less FDIC coverage:	\$250,000.00	Collateral Security Agreement On File: No
Total pledged securities:	\$0.00	Investment Policy Received: Yes
Ratio of pledged securities to investments:	N/A	
Financial Institution: TEXAS CAPITAL BANK		
Total CDs, MM:	\$245,000.00	Collateral Security Required: No
Less FDIC coverage:	\$250,000.00	Collateral Security Agreement On File: No
Total pledged securities:	\$0.00	Investment Policy Received: Yes
Ratio of pledged securities to investments:	N/A	
Financial Institution: TEXPOOL		
Total CDs, MM:	\$129,022.97	Collateral Security Required: No
Less FDIC coverage:	\$0.00	Collateral Security Agreement On File: No
Total pledged securities:	\$0.00	Investment Policy Received: Yes
Ratio of pledged securities to investments:	N/A	
Financial Institution: WOODFOREST BANK		
Total CDs, MM, and Checking Accounts:	\$71,350.06	Collateral Security Required: No
Less FDIC coverage:	\$250,000.00	Collateral Security Agreement On File: Yes
Total pledged securities:	\$736,153.93	Investment Policy Received: Yes
Ratio of pledged securities to investments:	N/A	

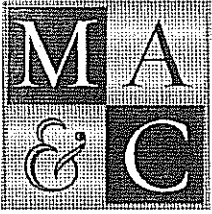
**MONTGOMERY COUNTY MUD NO. 8
SUMMARY OF EXPENDITURES 2005-2010**

	2010	2009	2008	2007	2006	2005
PROFESSIONAL FEES:						
Auditing	10,500	10,500	10,500	10,000	10,000	12,500
Financial Statement Preparation	7,300	7,100	8,800			
Financial Advisor	2,800					
Engineering	162,370	97,965	62,701	75,996	84,967	34,676
Legal	394,078	165,964	52,478	57,460	48,074	26,732
TOTAL PROFESSIONAL FEES	577,048	281,529	134,479	143,456	143,041	73,908
PURCHASED SERVICES FOR RESALE:						
Joint Water Facility Costs	83,741	87,724	96,915	66,186	85,734	76,840
Purchased Sewer Services	570,330	185,113	243,930	202,015	163,557	131,470
TOTAL PURCHASED SERVICES FOR RESALE	654,071	272,837	340,845	268,201	249,291	208,310
CONTRACTED SERVICES						
Appraisal District	6,529	6,322	5,728	5,075	4,279	4,239
Bookkeeping	20,458	24,918	23,058	22,290	22,331	24,156
Operation and Billing	63,650	58,145	60,707	64,020	62,539	45,604
Tax Collector	368	285	311	311	357	309
TOTAL CONTRACTED SERVICES	91,005	89,670	89,804	91,696	89,506	74,308
UTILITIES						
Electricity	8,646	7,984	11,750	8,774	5,511	5,542
Telephone	3,632	3,548	2,837	2,647	3,070	2,666
TOTAL UTILITIES	12,278	11,532	14,587	11,421	8,581	8,208
REPAIRS AND MAINTENANCE	722,010	657,321	566,989	555,528	387,106	305,276



**MONTGOMERY COUNTY MUD NO. 8
SUMMARY OF EXPENDITURES 2005-2010**

	2010	2009	2008	2007	2006	2005
ADMINISTRATIVE EXPENDITURES:						
Director Fees	22,800	22,350	20,550	16,500	15,750	16,500
Insurance	27,004	26,067	29,155	20,923	15,241	15,131
Legal Notices	982	567	581	1,457	716	682
Payroll Taxes	1,271	1,710	1,569	1,251	1,216	1,239
Office Supplies and Postage	16,561	16,931	11,561	2,276	1,417	8,361
Travel and Meetings	14,618	9,099	21,025	9,287	9,006	5,395
Others	32,344	15,418	25,629	9,421	13,554	13,861
TOTAL ADMINISTRATIVE EXPENDITURES	115,580	92,142	110,070	61,115	56,900	61,169
CAPITAL OUTLAY:						
Capitalized Assets	67,829	169,563	369,261	893,356	327,086	239,157
Expenditures not Capitalized						
TOTAL CAPITAL OUTLAY	67,829	169,563	369,261	893,356	327,086	239,157
TAP CONNECTION EXPENDITURES	21,600	13,348	26,428	54,300	75,600	56,350
OTHER EXPENDITURES						
Conservation District Fees	19,920	23,240	23,240	19,920	4,246	2,223
Laboratory Fees	3,806	3,810	3,894	3,339	1,551	10,577
Permit Fees	7,180	4,610	2,960	5,565	4,069	16,931
Reconnection Fees	16,202	15,294	23,802	19,217	20,015	7,355
Regulatory Assessment	5,888	4,595	3,779	2,903	3,129	
Inspection Fees	5,591	5,006	9,316	12,970	16,270	10,220
TOTAL OTHER EXPENDITURES	58,587	56,555	66,991	63,914	49,280	47,306
TOTAL EXPENDITURES	2,320,008	1,644,497	1,719,454	2,142,987	1,386,391	1,073,992



MUNICIPAL ACCOUNTS
& CONSULTING, L.P.

April 13, 2011

BOARD OF DIRECTORS
MONTGOMERY COUNTY MUD No. 8

*Attached is the Quarterly Investment Inventory Report for the
Period ending March 31, 2011*

*This report is in compliance with the strategies, as approved,
And the Public Funds Investment Act.*

Katherine Turner

*Mark Burton/Katherine Turner
(Bookkeepers/Investment Officers)*

COMPLIANCE TRAINING

*HB 675 states the Investment Officer must attend at least one training seminar for (6) six hours
Within twelve months of taking office and requires at least (4) four hours training within each
(2) two year period thereafter.*

INVESTMENT OFFICER

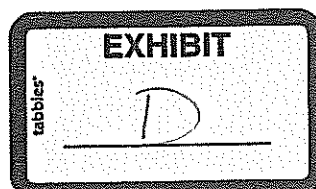
CURRENT TRAINING

Mark M. Burton

*September 14, 2002 (McCall, Gibson 6HRS)
September 13, 2003 (McCall, Gibson 4HRS)
October 1, 2005 (McCall, Gibson 4 HRS)
October 25, 26 2007 (University of North Texas 10HRS)
Oct 25-29, 2009 (Texpool online 10 HRS)*

Katherine Turner

*October 1, 2005 (McCall, Gibson 6 HRS)
October 25, 26, 2007 (University of North Texas 10 HRS)
Oct 27-30, 2009 (Texpool online 10 HRS)*



Summary of Certificates of Deposit

01/01/2011 - 03/31/2011

Financial Institution	Investment Number	Issue Date	Maturity Date	Beginning Balance	Principal From Cash	Principal Invest.	Principal Fr. Withdrawn	Principal Reinvested	Ending Balance	Int. Rate	Interest Earned	Interest W/D	Accrued Int.
Fund: Operating													
Certificates of Deposit													
ALLEGIANCE BANK	XXXXX1613	12/25/10	05/24/11	100,000.00	0.00	0.00	0.00	0.00	100,000.00	0.75 %	0.00	0.00	197.26
ALLEGIANCE BANK	XXXXX4293	03/02/11	09/28/11	0.00	100,000.00	0.00	0.00	0.00	100,000.00	0.75 %	0.00	0.00	59.59
ENTERPRISE BANK	XXXXX7262	10/30/10	04/28/11	95,000.00	0.00	0.00	0.00	0.00	95,000.00	1.00 %	0.00	0.00	395.62
ENTERPRISE BANK	XXXXX8454	08/29/10	01/26/11	100,000.00	0.00	0.00	0.00	100,000.00	0.00	0.80 %	328.77	328.77	0.00
ENTERPRISE BANK	XXXXX8454	01/26/11	06/25/11	0.00	0.00	100,000.00	0.00	0.00	100,000.00	0.80 %	0.00	0.00	140.27
GREEN BANK	XXXXX1666	02/07/11	08/08/11	0.00	240,000.00	0.00	0.00	0.00	240,000.00	0.70 %	0.00	0.00	239.34
BC BANK	XXXXX7351	02/07/11	05/08/11	0.00	240,000.00	0.00	0.00	0.00	240,000.00	0.50 %	0.00	0.00	170.96
TEXAS CAPITAL BANK	XXXXX2545	10/25/10	02/22/11	145,000.00	0.00	0.00	0.00	145,000.00	0.00	1.00 %	477.48	477.48	0.00
TEXAS CAPITAL BANK	XXXXX2545	02/22/11	07/22/11	0.00	0.00	145,000.00	0.00	0.00	145,000.00	0.50 %	0.00	0.00	73.49
TEXAS CAPITAL BANK	XXXXX2674	10/25/10	03/24/11	100,000.00	0.00	0.00	0.00	100,000.00	0.00	1.00 %	0.00	0.00	ERROR
TEXAS CAPITAL BANK	XXXXX2674	03/24/11	06/22/11	0.00	0.00	100,000.00	0.00	0.00	100,000.00	0.25 %	0.00	0.00	4.79
Totals for Operating Fund:				540,000.00	580,000.00	345,000.00	0.00	345,000.00	1,120,000.00	N/A	806.25	806.25	ERROR

Interest Earned: \$806.25
 Less Beg Accrued Interest: \$895.20
 Plus End Accrued Interest: ERROR
 Net Interest Earned: \$1,375.93

Methods Used For Reporting Market Values

Certificates of Deposits: Face Value Plus Accrued Interest
 Securities/Direct Government Obligations: Market Value Quoted by the Seller of the Security and Confirmed in Writing
 Public Fund Investment Pool/MM Accounts: Balance = Book Value = Current Market

Summary of Money Market Funds

01/01/2011 - 03/31/2011

Fund: Operating		Begin Balance	Cash Added	Cash Withdrawn	Int. Earned	End Balance
Date	Description					
01/01/2011		245,705.91				
01/11/2011	M&O trf from Tax		518,319.56			
01/12/2011	Transfer to Checking			(77,000.00)		
01/31/2011	Interest(Jan-2011)				71.31	
02/07/2011	WT TO GB CD XXXX1666			(240,000.00)		
02/07/2011	WT TO IBC CD XXXX7351			(240,000.00)		
02/09/2011	Trf to Checking			(61,000.00)		
02/09/2011	M&O Trf from Tax		246,548.55			
02/28/2011	Interest(Feb 11)				48.92	
03/02/2011	WT TO ALLEG CD XXXX4293			(100,000.00)		
03/09/2011	M&O trf from Tax		51,293.23			
03/09/2011	Trf to Checking			(65,000.00)		
03/31/2011	Interest(March 2011)				35.49	
Totals for Account XXXX0001:		\$245,705.91	\$816,161.34	(\$783,000.00)	\$155.72	\$279,022.97
Totals for Operating Fund:		\$245,705.91	\$816,161.34	(\$783,000.00)	\$155.72	\$279,022.97

Methods Used For Reporting Market Values

- Certificates of Deposits: Face Value Plus Accrued Interest
- Securities/Direct Government Obligations: Market Value Quoted by the Seller of the Security and Confirmed in Writing
- Public Fund Investment Pool/MM Accounts: Balance = Book Value = Current Market

Montgomery County MUD No. 8

Detail of Pledged Securities

01/01/2011 - 03/31/2011

Financial Institution: WOODFOREST BANK

Security: FHILB Par Value: 500,000.00 Maturity Date: 03/15/2015 Pledged: 09/30/2010 Released: Amount Released:

CUSIP: 31359MRG0

Date	Value
01/31/2011	538,162.31
02/28/2011	534,457.12
03/31/2011	535,790.35

Security: FHILMC Par Value: 340.69 Maturity Date: 10/01/2017 Pledged: 11/30/2010 Released: Amount Released:

CUSIP: 313401YQ8

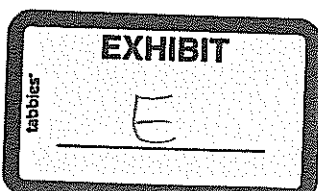
Date	Value
01/31/2011	368.80
02/28/2011	363.58

Methods Used For Reporting Market Values

Certificates of Deposits: Face Value Plus Accrued Interest
 Securities/Direct Government Obligations: Market Value Quoted by the Seller of the Security and Confirmed in Writing
 Public Fund Investment Pool/MM Accounts: Balance = Book Value = Current Market

MCMUD 8 - GOF & STP Reimbursement
As of April 13, 2011

General Operating Fund	Date	Check #	Vendor	Memo	Invoice #	Amount
	6/9/2010	5253	Booth, Ahrens & Werckenthin, P.C.	Legal thru 4/30/10	2292	\$ 17,388.66
	6/9/2010	5259	Jones & Carter, Inc	Eng Exp - Surface Water Study	163034	\$ 862.50
	6/9/2010	5259	Jones & Carter, Inc	Eng Exp - Sanitary Sewer Cleaning, Televsiong, & Reporting for Phase 1	163033	\$ 1,192.50
	6/9/2010	5263	Jones & Carter, Inc	Eng Exp - Sanitary Sewer Rehabilitation of Trunkline Along Midville Dr	163032	\$ 1,932.25
	6/9/2010	5263	NHS Engineering, Inc.	Water Credit Feasibility Study Expenses	5932	\$ 11,492.24
	7/14/2010	5286	NHS Engineering, Inc.	Water Credit Feasibility Study Expenses	5876	\$ 850.00
	7/14/2010	5286	Jones & Carter Inc	Eng Exp - Sanitary Sewer Cleaning, Televsiong, & Reporting for Phase 1	163858	\$ 1,312.50
	7/14/2010	5286	Jones & Carter Inc	Eng Exp - Sanitary Sewer Rehabilitation of Trunkline Along Midville Dr	163859	\$ 193.61
	7/14/2010	5286	Jones & Carter Inc	Eng Exp - 2010 Bond Issue Analysis	163860	\$ 45.00
	7/14/2010	5286	Jones & Carter Inc	Eng Exp - Surface Water Study	163566	\$ 75.00
	7/14/2010	5286	Jones & Carter Inc	Eng Exp - Sanitary Sewer Rehabilitation of Trunkline Along Midville Dr	164570	\$ 1,018.95
	7/14/2010	5286	Jones & Carter Inc	Eng Exp - 2010 Bond Issue Analysis	164571	\$ 1,662.50
	7/14/2010	5289	Jones & Carter Inc	Eng Exp - Sanitary Sewer Cleaning, Televsiong, & Reporting for Phase 1	164569	\$ 960.00
	7/14/2010	5289	NHS Engineering, Inc.	Water Credit Feasibility Study Expenses-Branchist	5956	\$ 3,335.28
	7/14/2010	5290	NHS Engineering, Inc.	Water Credit Feasibility Study Expenses	5957	\$ 4,437.71
	8/11/2010	5308	Source Paint Solutions	Contractor-Sanitary Sewer Cleaning, Televsiong, & Reporting of Sec #1	34996	\$ 35,504.25
	8/11/2010	8309	A&A Cable Contractors, Inc.	Contractor - Sanitary Sewer Rehab of Trunkline Along Midville Dr Expenses	2337	\$ 40,317.50
	8/11/2010	5317	NHS Engineering, Inc.	Legal thru 5/31/10	5983	\$ 19,180.22
	9/8/2010	5338	NHS Engineering, Inc.	Water Credit Feasibility Study - Alternative Analysis	5983	\$ 9,233.88
	9/8/2010	5344	Booth, Ahrens & Werckenthin, P.C.	Legal thru 6/30/10	2387	\$ 14,995.05
	9/8/2010	5344	Jones & Carter Inc.	Eng Exp - Sanitary Sewer Cleaning, Televsiong, & Reporting for Phase 1	165484	\$ 1,027.50
	9/8/2010	5344	Jones & Carter Inc.	Eng Exp - Sanitary Sewer Rehabilitation of Trunkline Along Midville Dr	165485	\$ 4,292.00
	9/8/2010	5347	Jones & Carter Inc.	Eng Exp - 2010 Bond Issue Analysis	165486	\$ 5,400.00
	9/8/2010	5347	NHS Engineering, Inc.	Water Credit Feasibility Study - Alternative Analysis	5998	\$ 10,227.50
	9/30/2011	5339	City of Huntsville	Water Credit Feasibility Study - Branchist Groundwater	5997	\$ 5,772.08
	9/30/2011	5360	City of Huntsville	Alternative Water Source Agreement	5997	\$ 7,450.00
	10/13/2010	5371	Booth, Ahrens & Werckenthin, P.C.	Legal thru 7/31/10	2133	\$ 50.00
	10/13/2010	5377	Jones & Carter Inc.	Eng Exp - Surface Water Study	166330	\$ 25,038.25
	10/13/2010	5377	Jones & Carter Inc.	Eng Exp - Sanitary Sewer Cleaning, Televsiong, & Reporting for Phase 1	166333	\$ 385.00
	10/13/2010	5377	Jones & Carter Inc.	Eng Exp - Sanitary Sewer Rehabilitation of Trunkline Along Midville Dr	166334	\$ 225.00
	10/13/2010	5377	Jones & Carter Inc.	Eng Exp - 2010 Bond Issue Analysis	166335	\$ 2,600.00
	10/13/2010	5380	NHS Engineering, Inc.	Water Credit Feasibility Study - Alternative Analysis	166335	\$ 225.00
	11/10/2010	5397	Booth, Ahrens & Werckenthin, P.C.	Legal thru 8/31/10	6015	\$ 3,556.25
	11/10/2010	5404	Jones & Carter Inc.	Sanitary Sewer Cleaning, Televsiong, & Reporting - Phase 1	2476	\$ 25,903.60
	11/10/2010	5404	Jones & Carter Inc.	Sanitary Sewer Cleaning, Televsiong, & Reporting - Phase 1	167295	\$ 800.00
	11/10/2010	5404	Jones & Carter Inc.	2010 Bond Issue Analysis	167870	\$ 810.00
	11/10/2010	5407	Jones & Carter Inc.	Sanitary Sewer Cleaning, Televsiong, & Reporting - Phase 1	167869	\$ 4,742.50
	11/10/2010	5407	NHS Engineering, Inc.	Water Credit Feasibility Study - Branchist Groundwater Feasibility Study	6019	\$ 1,047.57
	11/10/2010	5407	NHS Engineering, Inc.	Water Credit Feasibility Study - Branchist Groundwater Feasibility Study	6021	\$ 317.56
	11/10/2010	5407	NHS Engineering, Inc.	Water Credit Feasibility Study - Branchist Groundwater Feasibility Study	6031	\$ 1,78.75
	1/12/2011	5460	NHS Engineering, Inc.	Water Credit Feasibility Study - Alternative Analysis	6032	\$ 6,136.25
	2/9/2011	5470	Booth, Ahrens & Werckenthin, P.C.	Legal thru 9/30/2010	2196	\$ 17,373.76
	2/9/2011	5485	NHS Engineering, Inc.	Water Credit Feasibility Study - Branchist Groundwater Feasibility Study	6049, 6050, 6059	\$ 14,329.95
	2/9/2011	5477	NHS Engineering, Inc.	Water Credit Feasibility Study - Branchist Groundwater Feasibility Study	6012 & 6013	\$ 5,618.00
	3/10/2011	5519	Booth, Ahrens & Werckenthin, P.C.	Legal thru 10/31/2010 & 11/30/2010	2643 & 2577	\$ 28,014.00
	3/10/2011	5521	Booth, Ahrens & Werckenthin, P.C.	Legal thru 12/31/2010	2644	\$ 11,500.75
	3/10/2011	5532	City of Huntsville	Alternative Water Source Agreement	2011-77 & 79	\$ 1,656.25
	4/13/2011	5564	NHS Engineering, Inc.	Water Credit Feasibility Study - Branchist Groundwater Feasibility Study	6030	\$ 7,755.00
	4/13/2011	5566	City of Huntsville	Legal thru 1/31/2011	2714	\$ 21,453.44
	4/13/2011	5573	NHS Engineering, Inc.	Alternative Water Source Agreement	2011-0000099	\$ 2,110.25
				Water Credit Feasibility Study - Branchist Groundwater Feasibility Study	6074	\$ 13,508.75
						\$ 388,905.56



Sewer Treatment Plant Fund

Date	Check #	Vendor	Memo	Invoice #	Amount
6/9/2010	1229	Lifewater Construction, Inc.	Construction of WWTP LS Replacement	PE # 1 & 2	\$ 51,665.54
6/9/2010	1233	Johnson, Radcliffe, Perroy, & Bobbit	Water Credit Project	18270	\$ 50.63
6/9/2010	1234	Jones & Carter, Inc.	MUD 8 WWTP Outfall	163030	\$ 1,256.69
7/14/2010	1240	Johnson, Radcliffe, Perroy, & Bobbit	Water Credit Project	18489	\$ 8.13
7/14/2010	1241	Jones & Carter, Inc.	MUD 8 WWTP Outfall	164567	\$ 2,126.09
7/14/2010	1241	Jones & Carter, Inc.	Eng. Exp. WWTP LS Replacement	163857	\$ 3,336.70
7/14/2010	1241	Jones & Carter, Inc.	Eng. Exp. WWTP LS Replacement	164368	\$ 1,290.29
7/14/2010	1242	Lifewater Construction, Inc.	Construction of WWTP LS Replacement	PE #3	\$ 27,592.79
8/11/2010	1247	Johnson, Radcliffe, Perroy, & Bobbit	Water Credit Project	18676	\$ 446.24
9/8/2010	1250	Lifewater Construction, Inc.	Construction of WWTP LS Replacement	PE #4	\$ 18,287.50
9/8/2010	1251	B-5 Construction Co., Inc.	Wastewater Treatment Plant Outfall	PE #1	\$ 19,181.54
9/8/2010	1254	Johnson, Radcliffe, Perroy, & Bobbit	Water Credit Project	18782	\$ 125.00
9/8/2010	1255	Jones & Carter, Inc.	MUD 8 WWTP Outfall	165483	\$ 2,766.73
9/8/2010	1255	Jones & Carter, Inc.	Eng. Exp. WWTP LS Replacement	163699	\$ 899.93
10/13/2010	1261	Lifewater Construction, Inc.	Construction of WWTP LS Replacement	PE #5	\$ 16,181.83
10/13/2010	1261	Jones & Carter, Inc.	Eng. Exp. WWTP LS Replacement	166392	\$ 2,452.72
10/13/2010	1261	Jones & Carter, Inc.	MUD 8 WWTP Outfall	166391	\$ 3,690.42
11/10/2010	1262	Lifewater Construction, Inc.	Construction of WWTP LS Replacement	PE #6	\$ 962.50
11/10/2010	1264	B-5 Construction Co., Inc.	Wastewater Treatment Plant Outfall	PE #3	\$ 186,812.78
11/10/2010	1268	Johnson, Radcliffe, Perroy, & Bobbit	Water Credit Project	19010	\$ 78.31
11/10/2010	1269	Jones & Carter, Inc.	Eng. Exp. WWTP LS Replacement	167294	\$ 1,592.47
11/10/2010	1269	Jones & Carter, Inc.	MUD 8 WWTP Outfall	167293	\$ 783.39
11/10/2010	1269	Jones & Carter, Inc.	Eng. Exp. WWTP LS Replacement	167883	\$ 1,617.20
11/10/2010	1269	Jones & Carter, Inc.	MUD 8 WWTP Outfall	167867	\$ 2,037.80
11/10/2010	1270	Lifewater Construction, Inc.	Construction of WWTP LS Replacement	Pay Req. No 7 & Final	\$ 8,464.01
12/8/2010	1272	B-5 Construction Co., Inc.	Wastewater Treatment Plant Outfall	PE #4	\$ 70,366.83
12/8/2010	1276	Lifewater Construction, Inc.	Construction of WWTP LS Replacement	PE #4	\$ 7,730.80
1/12/2011	1278	B-5 Construction Co., Inc.	Wastewater Treatment Plant Outfall	PE#5	\$ 16,746.93
2/9/2011	1287	Jones & Carter, Inc.	MUD 8 WWTP Outfall & WWTP LS Replacement	169701, 169702	\$ 5,735.54
2/11/2011	1290	Jones & Carter, Inc.	Basement Option-WWTP Outfall Project	Deposit	\$ 3,992.50
3/16/2011	1296	Decks on the Lake	Basement Option-WWTP Outfall Project	Final Payment	\$ 3,992.50
4/13/2011	1297	B-5 Construction Co., Inc.	Wastewater Treatment Plant Outfall	Final Payment	\$ 87,627.77
Total due to STP					\$ -169,889.01

April 8, 2011

Board of Directors
Montgomery County Municipal Utility District No. 8
1001 McKinney, Suite 1000
Houston, Texas 77002-6418

Re: Engineering Report
Regular Board Meeting of April 13, 2011

Dear Directors:

The following information summarizes our activities on your behalf during the previous month:

Engineer's Report (Agenda Item No. 6)

1. **Report status of Sanitary Sewer Cleaning & Televising of – (Agenda Item No. 6.a.):**

a. **Section 3:**

Source Point Solutions, LLC completed the Cleaning & Televising of Section 3. We are currently reviewing the videos. We received an invoice in the amount of \$33,772.75, for Section 3 and we find it to be in order. The invoice is submitted for your approval and payment.

b. **Section 4 (Phase I):**

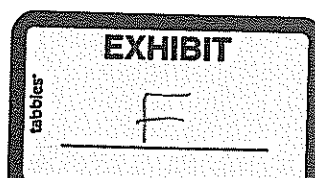
Source Point Solutions, LLC is currently underway with the Cleaning & Televising of Section 4 (Phase I).

c. **Section 4 (Phase II):**

We requested a proposal from Source Point Solutions, LLC for the cleaning & televising of Section 4 (Phase II). We expect to have the proposal for the Board to review and approve at the meeting.

2. **Report on the status of the Wastewater Treatment Plant Outfall Extension – (Agenda Item No. 6.b.):**

The Contractor completed all punch list items. Pay Estimate No. 6 and Final, in the amount of \$87,627.77, is submitted for your approval and payment.



Board of Directors

Page 2

April 8, 2011

3. **Discuss status of the proposed reclaimed water project to serve Walden CIA (WCIA) – (Agenda Item No. 6.c.):**

We coordinated with the Attorney to draft a Reclaimed Water Use Agreement between MCMUD No. 8 and the WCIA. We will review the draft and provide our comments to the Attorney. We expect to present the revised agreement at your meeting for your review and approval.

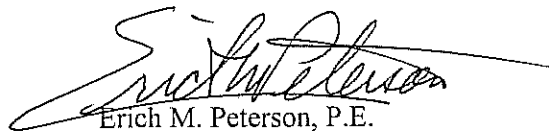
4. **Discuss Bond Application; Adopt Resolution Authorizing Bond Application to the Texas Commission on Environmental Quality for proposed \$2,575,000 Series 2011 Bonds utilizing remaining tax bond authority – (Agenda Item No. 6.d.):**

We will be ready to discuss this at your meeting.

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

P:\Projects\0352-900-011\Reports\Apr 11.doc

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

**CERTIFICATE OF ORDER AUTHORIZING APPLICATION
TO THE TEXAS COMMISSION ON ENVIRONMENTAL QUALITY
FOR APPROVAL OF PROJECT AND ISSUANCE OF BONDS**

**THE 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, April 13, 2011, at 9:00 a.m., at the Walden Yacht Club, 13101 Melville Drive, 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. (Dan) Fryman	Director

All members of the Board were present except the following: none, thus constituting a quorum. Whereupon other business, the following was transacted at such Meeting: A written

**ORDER AUTHORIZING APPLICATION TO THE
TEXAS COMMISSION ON ENVIRONMENTAL QUALITY
FOR APPROVAL OF PROJECT AND ISSUANCE OF BONDS**

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

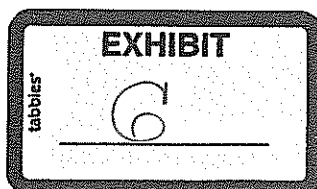
A true, full and correct copy of the aforesaid Order adopted at the Meeting described in the above and foregoing paragraph is attached to and follows this Certificate; such Order has been duly recorded in the Board's minutes of such Meeting; the above and foregoing paragraph is a true, full, and correct 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 this 13th day of April, 2011.



Arch Payne
Board of Directors

Roy McCoy
President, Board of Directors



**ORDER AUTHORIZING APPLICATION TO THE
TEXAS COMMISSION ON ENVIRONMENTAL QUALITY
FOR APPROVAL OF PROJECT AND ISSUANCE OF BONDS**

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

§
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WHEREAS, the Texas Water Code, as amended, requires a district, when it desires to issue bonds, to submit in writing to the Texas Commission on Environmental Quality (the "Commission") an application for approval of the proposed project and of the issuance of the bonds to finance such project, together with a copy of the engineer's report and data, profiles, maps, plans, and specifications prepared in connection therewith; and

WHEREAS, the Board of Directors of Montgomery County Municipal Utility District No. 8 (the "District") desires to secure the approval and consent of the Commission for the following items: wastewater treatment plant ("WWTP") lift station replacement; WWTP outfall; sanitary sewer rehabilitation of trunkline along Melville Drive; WWTP permanent digester replacement; WWTP elevated headworks; and sanitary sewer rehabilitation; and related appurtenances and easements, together with related engineering fees and contingencies, which are more completely described in the engineering report submitted in connection with this application, and the issuance of the bonds hereinafter described in Section 1(b) of this Order;

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

Section 1: The President or Vice President and the Secretary of the Board of Directors are hereby authorized and directed as follows:

- (a) To make application to the Commission for an investigation and report upon the feasibility of the Bond Projects in connection with this application, together with related engineering fees and contingencies, and certain organizational, operating and administrative costs, and the costs of issuance of the Bonds, described in the engineering report prepared by the District's Engineer, Jones & Carter, Inc.
- (b) To request the Commission to approve the bonds of the District in the principal amount of up to \$6,950,000 bearing interest at a net effective interest rate not to exceed two percent (2%) above the highest average interest rate reported by the Daily Bond Buyer in its weekly "20 Bond Index" during the one-month period next preceding the date notice of sale of the bonds is given, and maturing serially in accordance with the schedule provided in the aforesaid engineering report.

Section 2. The officers, engineers, attorneys and consultants of the District are hereby authorized and directed to execute all documents and take all actions necessary to accomplish the purposes of this Resolution.

Section 3: By this application, the District assures the Commission that it will abide by the terms and conditions prescribed by the Commission and that it will retain a sufficient

amount of all sums due all construction contractors on this project to assure that the project is completed in accordance with the approved plans and specifications.

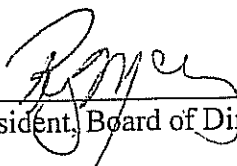
Section 4: The District's Engineer, Jones & Carter, Inc. is authorized and directed to prepare an engineer's report in the form required by the Commission and to submit same to the Commission in support of this application together with a copy of the data, profiles, maps, plans and specifications prepared in connection with such report.

Section 5: The President, Vice President and Secretary of the Board of Directors, the District's Engineer, Erich Peterson, P.E. of Jones & Carter, Inc.; the District's Financial Advisor, John F. Howell, Jr. of The GMS Group, LLC; and the District's General and Bond Counsel, Ross J. Radcliffe of Johnson Radcliffe Petrov & Bobbitt PLLC, together and individually, are authorized and directed to do any and all things necessary and proper in connection with this application.

Section 6: A certified copy of this Order shall constitute an application and request on behalf of the District to the Commission for approval of the project described in Section 1(a) and the bonds described in Section 1(b).

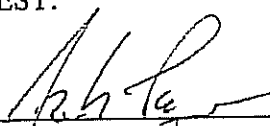
[EXECUTION PAGE FOLLOWS]

PASSED AND APPROVED this 13th day of April, 2011.

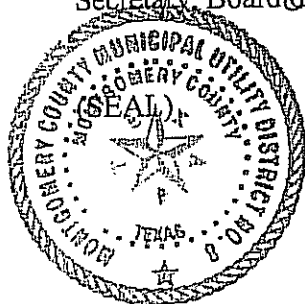


President, Board of Directors

ATTEST:



Secretary, Board of Directors





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

DATE
04/13/11

METER COUNT	
Occupied	1,364
Occupied Sprinkler	20
Vacant	44
Commercial	5
Builder	20
Irrigation	50
Rec/C/P	6
Apts/Units (455)	10
Total	1,519

BILLED CONSUMPTION	
02/24/11	to 03/24/11
Residential	11,118,000
Commercial	420,000
Apartments	948,000
Irrigation	328,000
Rec/C/Pool	247,000
Total	13,061,000

Plant Pumpage 12,454,000

Meter Count #9: 1,466

	#1-Poe	#2-Brown	#3-Buck	#4-Walden
Calculated Well GPM	842	1,201	1,202	1,265
Design Well GPM	1,000	1,200	1,200	1,200
Well Runtime Average hrs/day	7.1	2.2	5.7	1.4

Plant Pumpage -	Poe	8,382,000
	Browning	4,072,000
Montgomery Co. U.D. #9 -	Buckingham	12,477,000
	Walden Road	2,323,000
Combined plant pumpage #8 and #9		27,254,000

Montgomery Co. U.D. #9 billed cons.	13,372,000
Combined billed cons.	26,433,000
Total Water Accountability	96.99%

Recycled water for August - **782,000**

Montgomery Co. U.D. #9 billing period 2/24/11 - 3/24/11

Montgomery County MUD #8 TAPS:

<u>Paid</u>	<u>Year to Date</u>	<u>2010 Comparison</u>
2	4	11

Montgomery County MUD #9 TAPS:

<u>Paid</u>	<u>Year to Date</u>	<u>2010 Comparison</u>
5	15	9

Arrears for the Month of	February	<div style="border: 2px solid black; padding: 5px; display: inline-block;"> EXHIBIT </div>	Month of March	
Date Cut-Off Notices Mailed	03/03/11		Meter Read Date	03/24/11
Number of Notices Mailed	147		Billing Date	03/29/11
Cut-Off Date	03/27/11		Mailing Date	03/30/11
Number of Actual Cut-Offs	6		Due Date	04/27/11

MONTGOMERY COUNTY MUNICIPAL UTILITY DISTRICT #8

DATE
04/13/11

**MONTHLY OPERATIONS SUMMARY
OF
WASTEWATER TREATMENT PLANT
February 2011**

TPDES Permit # WQ0011371001

Expires 06/01/2012

Effluent Quality Data: Reported for February 2011

	<u>Reported</u>	<u>Permitted</u>	<u>Annual Average</u>	<u>Excursion</u>
CBOD 5 Average	2.00 mg/l	7.00 mg/l	2.10 mg/l	NO
TSS Average	2.70 mg/l	15.00 mg/l	1.78 mg/l	NO
CL2 Res Min	1.11 mg/l	1.00 mg/l	1.21 mg/l	NO
CL2 Res Max	3.90 mg/l	4.00 mg/l	3.53 mg/l	NO
Ammonia Nitrogen	0.20 mg/l	2.00 mg/l	0.14 mg/l	NO
Flow Average	0.440 mgd	0.800 mgd	0.450 mgd	NO
Total Wastewater Treated	12,320,000 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
March 2011

DATE
04/13/11

Receivables Forward	03/03/11	\$ 130,260.78
----------------------------	----------	---------------

Collection Period:	3/3/11 - 3/31/11	
Penalty	\$ (787.16)	
Water	\$ (32,836.33)	
Sewer	\$ (48,403.51)	
Connect	\$ -	
Deposit	\$ (1,300.00)	
Garbage	\$ (24,782.00)	
Grease	\$ (60.00)	
Gar -Tax	\$ -	
LSGWC	\$ (710.02)	
GRP Fee	\$ (5,354.80)	
Misc.	\$ (5,218.16)	
Overpayments	\$ (1,488.34)	
TOTAL	\$ (120,940.32)	\$ (120,940.32)

Current Charges & Adjustments:		
Connects	\$ 1,350.00	
Deposits	\$ 1,500.00	
Inspection Fees	\$ 490.00	
Tap Fees	\$ 2,900.00	
Encroachment & Flag	\$ 300.00	
Write Off	\$ -	
PCO	\$ 450.00	
NSF	\$ -	
Regular Adj	\$ (246.14)	
TOTAL	\$ 6,743.86	\$ 6,743.86

Current Billings:	2/24/11 - 3/24/11	
Penalty	\$ 906.70	
Water	\$ 38,692.25	
Sewer	\$ 49,363.80	
Garbage	\$ 25,746.00	
Grease	\$ 60.00	
LSGWC	\$ 913.50	
GRP Fee	\$ 6,917.03	
Misc.	\$ -	
TOTAL	\$ 122,599.28	\$ 122,599.28

TOTAL RECEIVABLES FORWARD	03/31/11	\$ 138,663.60
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District Deposits on file: \$34,355.00
Undistributed Overpayments: \$6,329.90

Total Consumption: 13,061,000

MONTGOMERY COUNTY MUNICIPAL UTILITY DISTRICT #8

CUT-OFF LIST STATUS

March 27, 2011

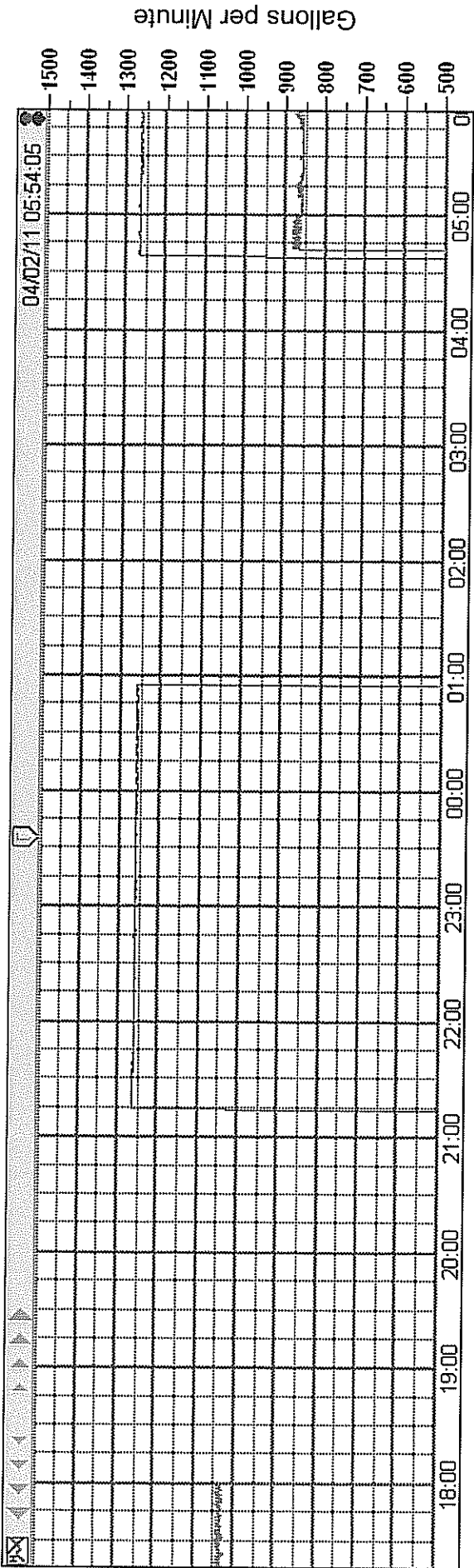
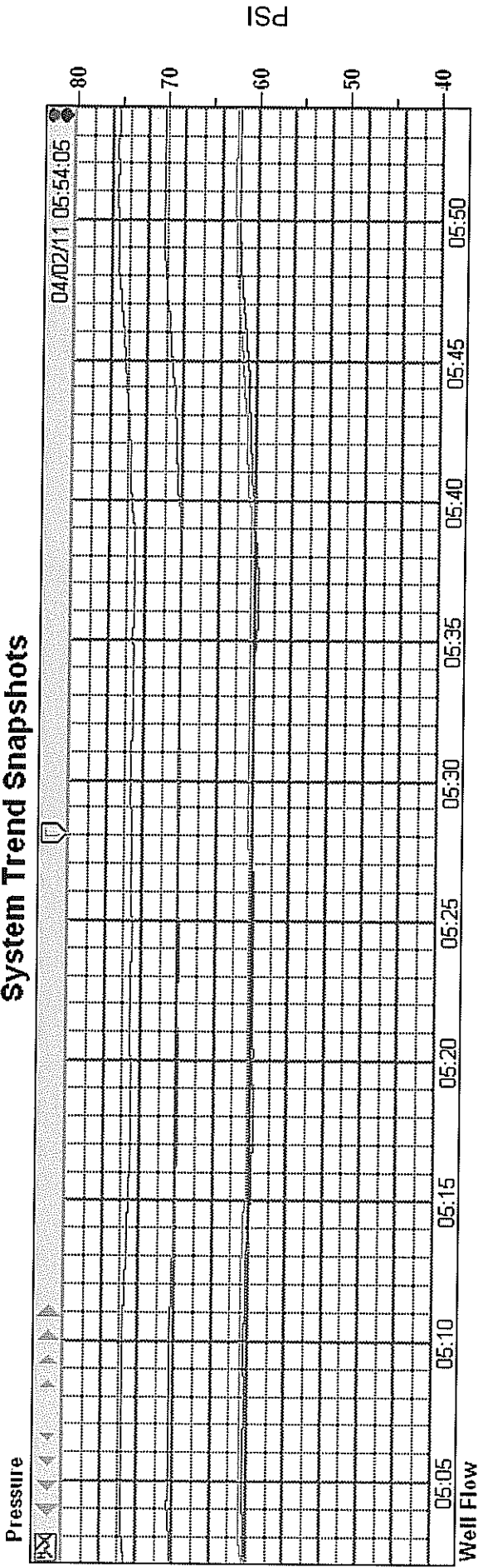
<u>NAME</u>	<u>ADDRESS</u>	<u>AMOUNT</u>	<u>STATUS</u>
Enterprises Rom Inc.	11902 Doretta Drive	\$88.46	OFF
Kristopher Paschal	11614 Walden Road	\$71.84	OFF
Jeff Callender	3130 Willowbend Road	\$66.72	Paid/On
Paul Lee	11627 Twain Drive	\$64.90	OFF
Claudio Krywult	11302 Glenforest	\$91.71	OFF
James Eisenman	2822 Whitman Drive	\$70.96	Paid/On

MONTGOMERY COUNTY MUNICIPAL UTILITY DISTRICT #8
MONTHLY OPERATIONS SUMMARY
WATER SYSTEM
March 2011

LONE STAR GROUNDWATER CONSERVATION	Permit Period
Permit # OP-05112102	01/01/11 to 12/31/11

Total Water Pumped for Calendar Month of	March	15,637,900	Gallons
	Total Permitted Withdrawal:	332,000,000	Gallons
	Pumpage Against Permit:	47,912,900	Gallons
	Percentage of Permit Expired:	25%	
	Percentage of Permit Pumped:	14%	
	Historical Use Permit Amount:	212,277,000	Gallons
	Operating Permit approved 12/16/05:	119,723,000	Gallons
	Total Permitted Pumpage Allowed:	332,000,000	Gallons

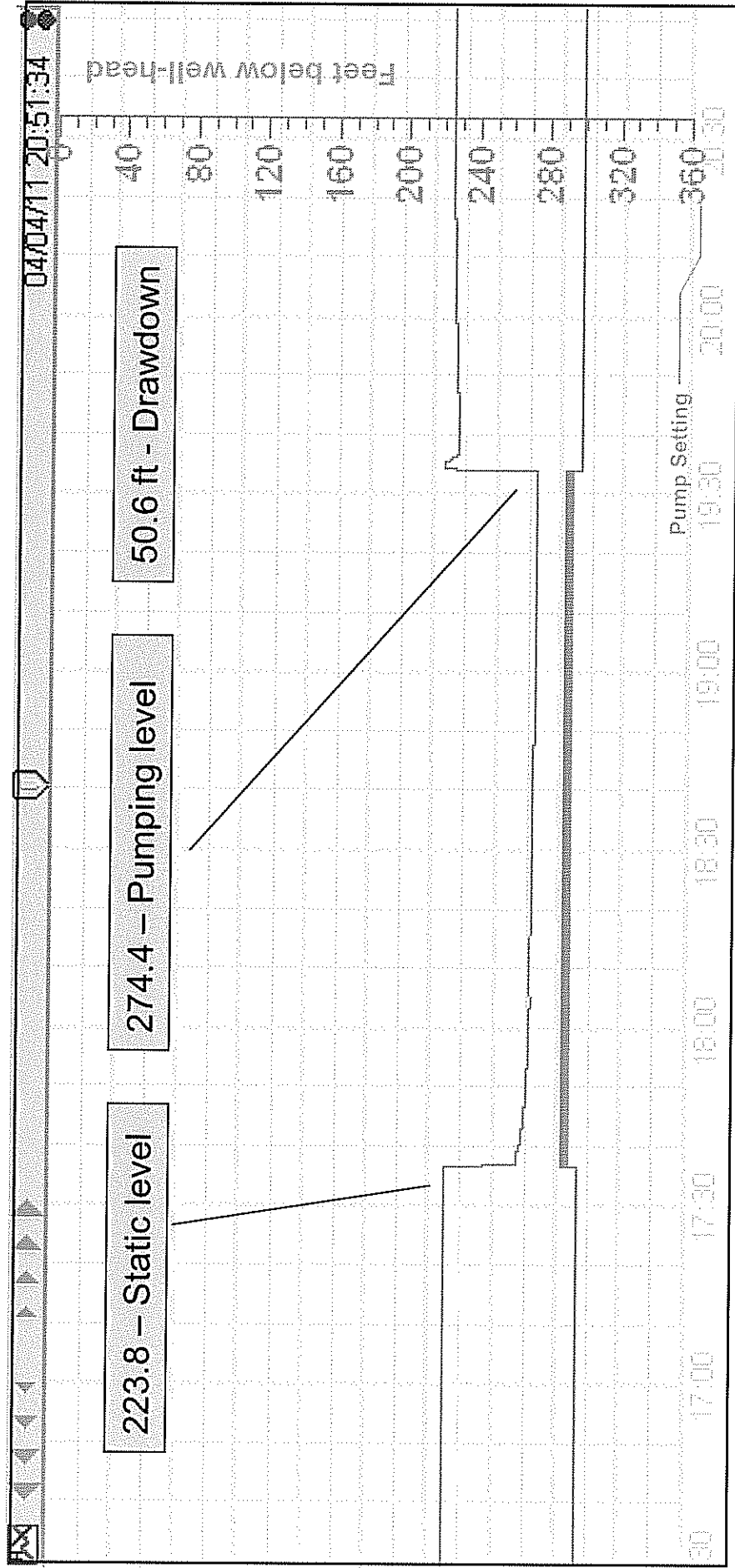
System Trend Snapshots



Browning Poe Buckingham Walden

Montgomery County M.U.D. #8 Browning Street Well Ground Water Levels

Well-head at 220 Feet above Sea Level

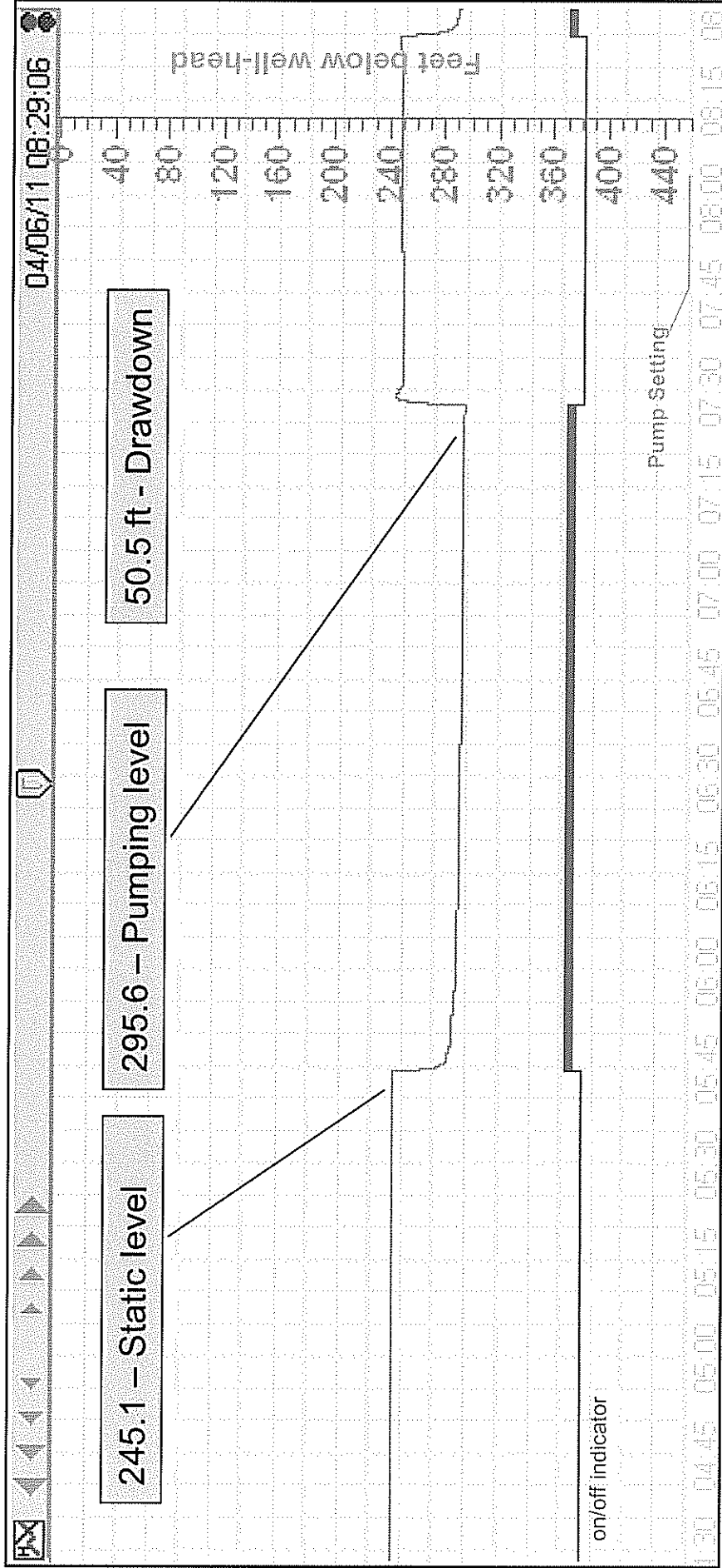


Montgomery County M.U.D. #9

Walden Road Well

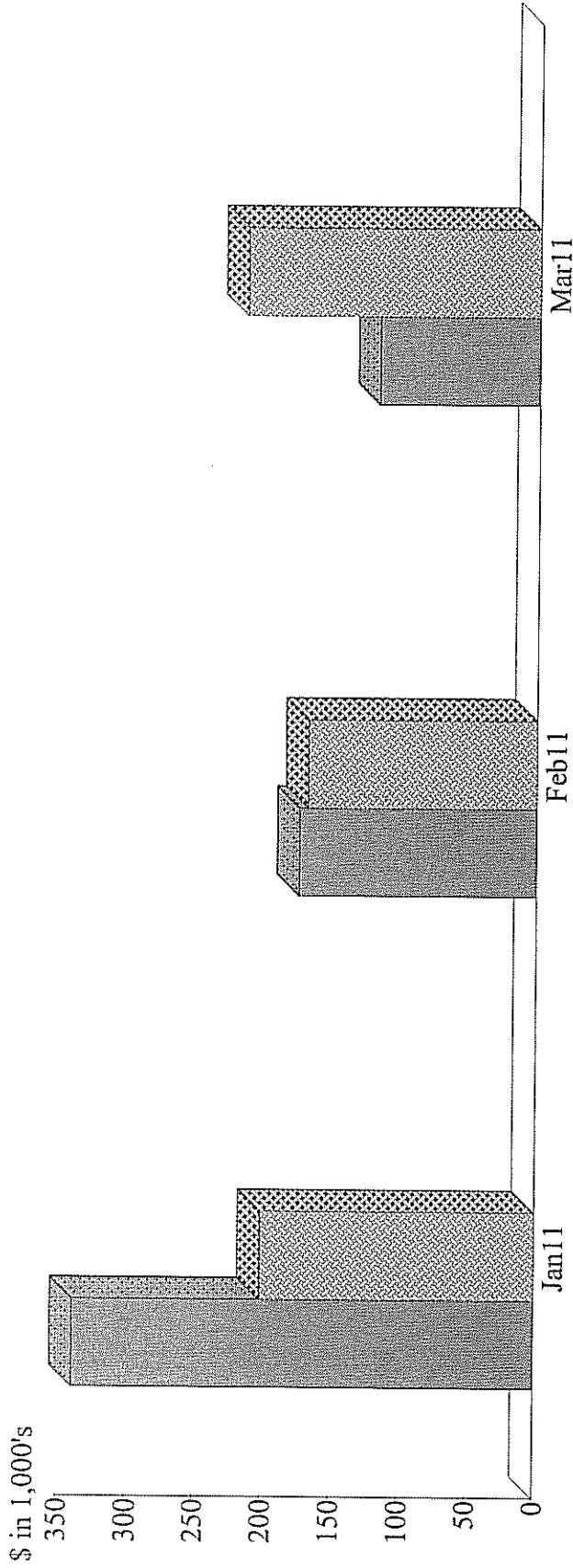
Ground Water Levels

Well Head at 240 Feet above Sea Level

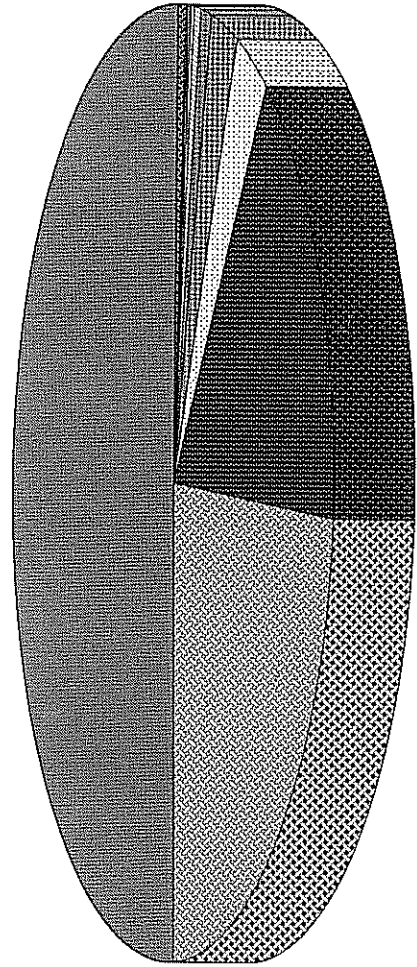


Income and Expense by Month
January through March 2011

Income
Expense



Income Summary
January through March 2011

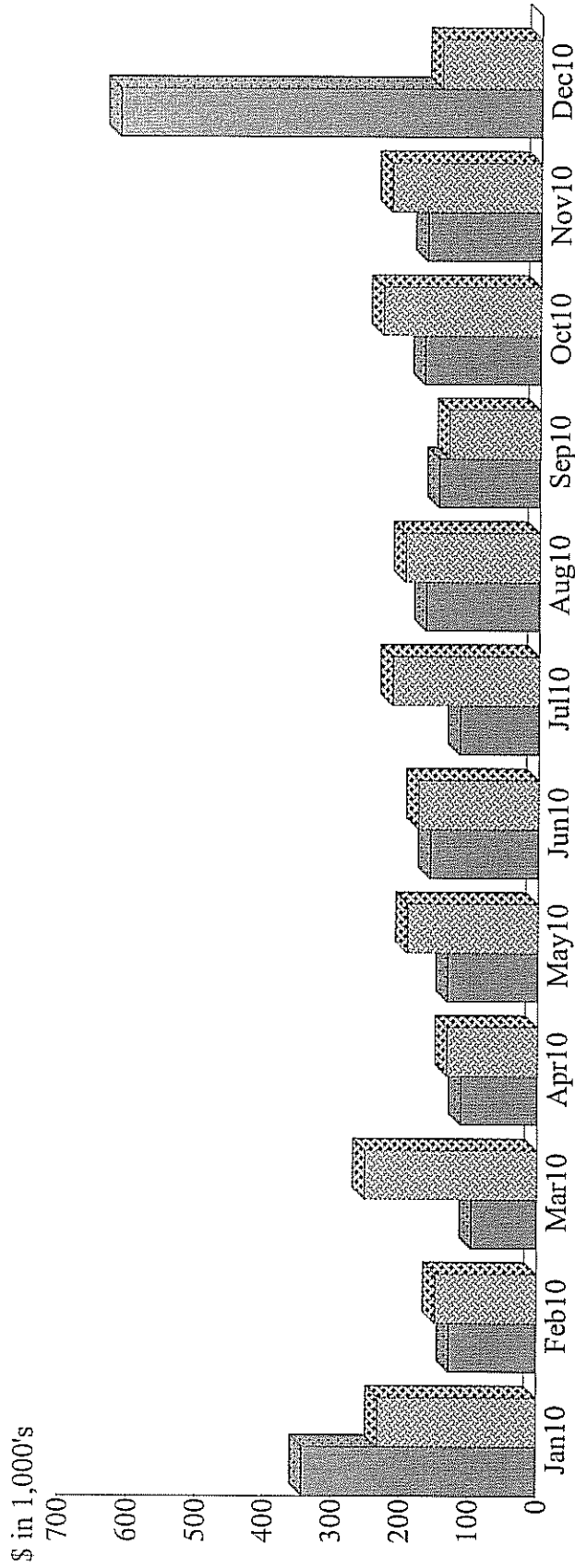


14320 · Maintenance Tax Collections	%50.46
14200 · Sewer - Customer Service Fee	23.49
14100 · Water - Customer Service Revenue	16.76
15380 · Miscellaneous Income	3.39
14401 · GRP Revenue	2.84
14600 · Tap Connections	1.15
14110 · Connection Fees	0.71
14330 · Penalties & Interest	0.43
14400 · Lone Star Groundwater	0.38
14202 · Inspection Fees	0.19
Other	0.20
Total	\$631,722.15

By Account

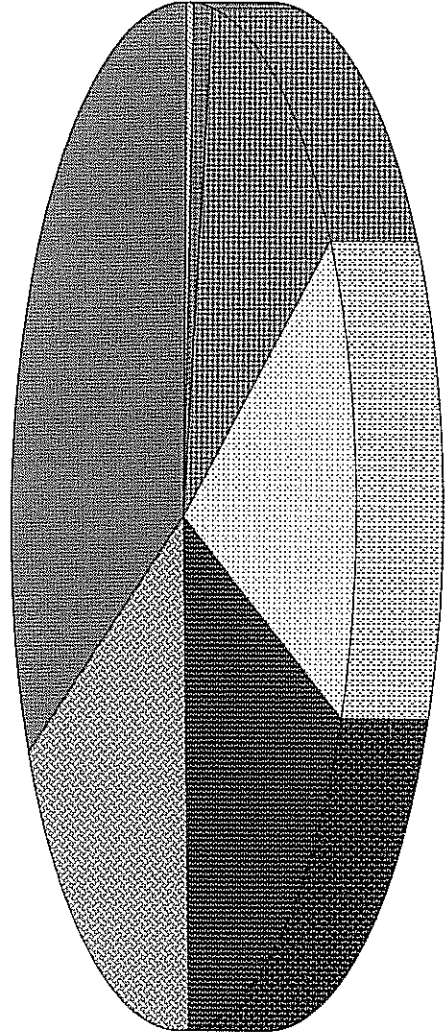
Income and Expense by Month
January through December 2010

Income
Expense



Expense Summary
January through December 2010

16000 · Water Operating Expense	%32.78
16200 · Sewer Operating Expense	18.19
17000 · Capital Expenditures	17.94
16400 · Professional Expense	15.56
17329 · Capital- Joint STP Plant	13.65
16300 · General Operating Expense	1.82
16190 · TWDB Planning Grant	0.06
Total	\$2,268,239.82



By Account

**Montgomery County
Municipal Utility District No. 8**

c/o Johnson Radcliffe Petrov & Bobbitt PLLC
1001 McKinney, Suite 1000
Houston, Texas 77002-6424
713/237-1221

April 13, 2011

SUBJECT: PUBLIC COMMENTS FOR REGION H PLANNING, MAY 4, 2011

Hon. Mark Evans
Chair, RHWPG
c/o San Jacinto River Authority
P. O. Box 329
Conroe, TX 77305

Dear Mr. Chairman:

Consistent with Montgomery County Judge Alan Sadler presentation on March 23 to the Region H Planning committee, we request increases in Montgomery County's population growth projections for the next Regional Planning Study. The population growth Montgomery County experienced from 2000 through 2010 was 52.4%, while population growth from 2010 through 2020 is projected in the 2011 Region H Planning Study to be only 29.8 %.

As recommended by Judge Sadler, we also request that you authorize and fund a study to determine the feasibility, water cost and water quality of three potential sources of additional water that are being considered for Montgomery County:

1. Trinity River water (80,000 acre-feet per year) delivered to the San Jacinto River by way of a pipeline whose diameter the Region H 2011 report estimated as 96".
2. Wells producing from the Catahoula Sandstone aquifer (referred to as brackish water). Test wells have been encouraging. One hydrologist has estimated the total water in the Catahoula at 15 million acre-feet. At a usage rate of 100,000 acre-feet per year, this would represent a 150-year supply for the County.
3. A new lake on Lake Creek might yield as much as 130,000 acre-feet per year, and it may be possible to generate power as the water is released into Little Lake Creek to flow into Lake Conroe.

We want sufficient water for Montgomery County in the future, of suitable quality and at the lowest possible cost per gallon - consistent with protection of the environment and our economy.

Today, no one can make a side-by-side comparison in order to make the right decision on the best alternative. We absolutely must have a study of all three of these alternatives, and we do not have even a year to spare for making that decision.

Respectfully,


Roy McCoy

President

