

MINUTES
HARRIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 365

May 12, 2011

The Board of Directors (the "Board") of Harris County Municipal Utility District No. 365 (the "District") met in special session, open to the public, on the 12th day of May, 2011, at 16314 Madewood Street, Cypress, Texas 77429, inside the boundaries of the District, and the roll was called of the members of the Board:

Joe Myers	President
Megan Bradley	Vice President
Alan Silverman	Assistant Vice President
Matthew Lund	Secretary
Michael Vandewater	Assistant Secretary

and all of the above were present.

Also present at the meeting were Chris Burke of Sander Engineering Corporation ("SEC"); Michael Murr of Murr, Inc.; Officers Twitty and C. Johnson of Harris County Sheriff's Office; Christina Miller, a member of the public; and Alia Vinson and Jane Miller of Allen Boone Humphries Robinson LLP ("ABHR").

PUBLIC COMMENT

There was no public comment.

SECURITY REPORT

The Board discussed community response to the District's security efforts with Officers Twitty and Johnson and discussed patrol issues.

EMERGENCY MASS MESSAGING SYSTEM AND DISTRICT EMERGENCY PREPAREDNESS

Ms. Vinson reported regarding unauthorized use of District messaging data by Tech Radium and the District's response to Tech Radium regarding same.

Ms. Vinson reported on the District's participation rate in the opt-in emergency mass messaging program, provided by Dominic Cashiola of Classic Messaging, LLC. The Board requested that Southwest Water Company include a message regarding the program on every other month's utility billing.

ENGINEER'S REPORT ON CONSTRUCTION PROJECTS

The Board discussed performance of the water plants and specifically discussed a drop in water pressure yesterday. Mr. Burke reported water well pumping hours and said that the District operator recommended that inspection and rehabilitation of ground storage tank no. 2 at water plant no. 2 be delayed until the number of hours the wells are pumped is reduced. Director Myers requested that the District engineer provide daily well run times so that the Board may consider the imposition of drought restrictions, if necessary.

Mr. Burke reported that Seaback Maintenance mowed the drainage channel and is holding on mowing of the south slope due to the drought.

Mr. Burke reported that the District's request for reimbursement from Harris County for the District's costs to relocate the waterline along Spring Cypress Road has been approved.

Mr. Burke updated the Board regarding the drainage analysis prepared by Dannenbaum Engineering on behalf of Harris County with regard to the widening of Jarvis Road.

Ms. Vinson reported on the status of easements to be conveyed by CCCAI, Inc., to install the sanitary sewer line to serve Entouch.

Mr. Burke reported that the District's surplus funds application has been submitted to the Texas Commission on Environmental Quality ("TCEQ") requesting approval to use surplus funds to reimburse Beazer Homes for construction of water, sewer and drainage facilities to serve The Park at Arbordale, phase 1.

No action was taken by the Board.

WATER REUSE

Mr. Burke reported regarding revisions to the reuse feasibility analysis and the scheduling of meetings with potential users of the proposed reuse system. The Board discussed the possible water reuse project.

The Board took no action on this agenda item.

RECREATIONAL AND LANDSCAPE FACILITIES

Director Bradley discussed general trail maintenance.

Mr. Murr next presented a revised proposal to monitor maintenance of common areas, including a list of duties for maintenance of common areas and a fee schedule.

Mr. Murr said that he had walked the trails with Silversand Services and prepared a punch list of items to be addressed. He also said that Silversand Services watered trees on the south side of Jarvis Road three times. Upon a motion by Director Silverman and a second by Director Bradley, the Board voted unanimously to authorize up to 8 waterings of the trees on the south side of Jarvis Road, and directed Mr. Murr to instruct Silversand Services as to when such waterings are necessary. Director Lund reported graffiti on a drainage outfall pipe into the detention area at Greenwood Manor.

Mr. Murr also presented a proposal in the amount of \$2,100 from Silversand Services to have three dead trees along the nature trail removed. Upon a motion by Director Silverman and a second by Director Bradley, the Board voted unanimously to approve a proposal in the amount of \$2,100 from Silversand Services to remove three dead trees along the nature trail.

Ms. Vinson and the Board discussed information yielded from irrigation evaluations performed in connection with the W.I.S.E. Guys program.

Ms. Vinson next discussed federal requirements regarding the use of other power driven mobility devices ("OPDMD") for disabled persons on public recreational areas, including trails, and presented a draft policy for the Board's consideration. The Board discussed the draft policy and considered the following factors:

- (i) The type, size, weight, dimensions, and speed of the OPDMDs;
- (ii) The facility's volume of pedestrian traffic;
- (iii) The facility's design and operational characteristics;
- (iv) Whether legitimate safety requirements can be established to permit the safe operation of OPDMDs in the facility; and
- (v) Whether the use of OPDMDs created a substantial risk of serious harm to the immediate environment or natural or cultural resources, or poses a conflict with federal land management laws and regulations.

After considering the above factors, Director Silverman moved to adopt the policy and post it to the District website. The motion was seconded by Director Lund and passed unanimously.

POSSIBLE CONSOLIDATION OF DISTRICT AND HARRIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 364

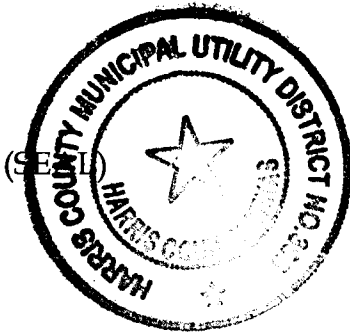
Ms. Vinson reported regarding the status of Harris County Municipal Utility District No. 364's Attorney General opinion request regarding the constitutionality of a consolidated district levying different debt service tax rates within the boundaries of the

consolidated district. Ms. Vinson said that ABHR received a letter from the Attorney General's Office confirming receipt of the request for opinion.

RECYCLING SERVICES REPORT

Director Bradley reported regarding the most recent house and tonnage counts for the District's recycling program. Ms. Vinson discussed the District's contract with Residential Recycling of Texas and options for continuing service. The Board authorized ABHR to coordinate with Residential Recycling of Texas regarding an amendment to the current contract.

There being no further business to come before the Board, the meeting was adjourned.




Secretary, Board of Directors