

MINUTES
HARRIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 365

July 7, 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 7th day of July, 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, except Director Silverman, thus constituting a quorum.

Also present at the meeting were District residents Tim Brown and Fred Adams; District property owner Rebecca Marlow; and Alia Vinson of Allen Boone Humphries Robinson LLP ("ABHR").

PUBLIC COMMENT

Mr. Brown commented on the appearance of the splash pad as an agenda item and noted that he does not support the development of a splash pad. Mr. Brown further commented on Harris County's proposed expansion of Jarvis Road and his opinion that Coles Crossing does not require such an expansion.

SECURITY REPORT

The Board discussed the District's security efforts and patrol issues. Mr. Adams reported that Deputy Twitty's presence within the District has decreased in recent weeks. Ms. Marlow reported that some residents of The Park at Arbordale have installed gates in their back fences in order to access the District's trail system and her concerns regarding such access. Director Myers recommended that Ms. Marlow discuss this issue with The Park at Arbordale Homeowners' Association.

EMERGENCY MASS MESSAGING SYSTEM AND DISTRICT EMERGENCY PREPAREDNESS

Ms. Vinson inquired as to whether a second letter regarding the Classic Messaging opt-in program had been sent to District customers. Director Bradley

requested that Ms. Vinson contact Classic messaging regarding the status of the letter and instruct them to mail out the letter if it had not already been distributed.

RESOLUTION AUTHORIZING APPLICATION TO THE TCEQ FOR USE OF SURPLUS FUNDS

Ms. Vinson stated that the Board previously authorized a Resolution Authorizing Application to the Texas Commission on Environmental Quality (the "TCEQ") for Use of Surplus Funds and that an application was submitted to the TCEQ for use of surplus funds to reimburse eligible infrastructure at The Park at Arbordale. She reported that the District received a Notice of Deficiency from the TCEQ and explained that the TCEQ needs a new Resolution, as well as other information, from the District to continue processing the District's application. Director Bradley motioned to adopt the Resolution Authorizing Application to the TCEQ for Use of Surplus Funds, as presented. Director Lund seconded the motion, which passed unanimously.

ENGINEERING MATTERS

Ms. Vinson reviewed well run times provided by the District's engineer and reported that the District has not yet reached the criteria necessary to declare stage 1 drought conditions. Discussion ensued regarding drought conditions and voluntary water conservation efforts within the District.

REPORT ON RECREATIONAL AND LANDSCAPE FACILITIES

The Board discussed past and present resident interest in the splash pad. Director Bradley stated that the splash pad, if constructed, could be accessible in hot months when the pool is closed, thus providing a benefit to the District's residents. Discussion ensued regarding the location of the proposed splash pad and access issues. Directors Myers and Bradley noted that the splash pad is not included as an item in the District's budget and thus the project would not proceed this fiscal year.

The Board discussed other proposed recreational and landscaping facilities and the availability of the Strategic Partnership Agreement sales tax revenue to invest in such community projects.

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

There was no discussion on this agenda item.

RECYCLING SERVICES

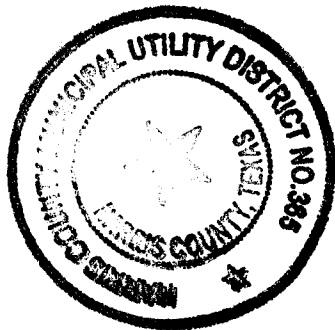
Director Bradley said that the tonnage of material recycled within the District spiked in May and that participation rates remain consistent. Discussion ensued regarding garage door pick-up versus curbside pick-up, the relative costs of each, and Coles Crossing Community Association Inc.'s restrictions on curbside pick-up.

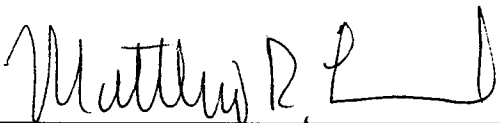
JULY JOINT MEETING AGENDA

The Board informed the meeting attendees of the Joint Meeting with Harris County Municipal Utility District No. 364 to be held on Wednesday, July 13th, at the Coles Crossing Information Center at 7:00pm. There was no further discussion of this item.

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

(SEAL)




Secretary, Board of Directors