

MINUTES  
HARRIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 365

September 13, 2012

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 13<sup>th</sup> day of September, 2012, 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	Secretary
Mike Vandewater	Assistant Secretary
Paul Bland	Assistant Vice President

and all of the above were present, except Director Bland, were present, thus constituting a quorum.

Also present at the meeting were Michael Murr of Murr Incorporated; Jeff McClellan, District resident; Brian Bare of Si Environmental, LLC ("Si"); Alia Vinson and Jane Miller of Allen Boone Humphries Robinson LLP ("ABHR").

PUBLIC COMMENT

There was no public comment.

MEETING SCHEDULE

The Board discussed meeting schedules and reviewed the format of the September 20, 2012, regular meeting agenda draft. Ms. Vinson said that ABHR will implement the consent agenda and delivery of Board packets for the September 20, 2012, regular meeting previously authorized by the Board.

SECURITY REPORT

Director Bradley discussed security and security personnel issues within Coles Crossing.

EMERGENCY MASS MESSAGING SYSTEM AND DISTRICT EMERGENCY PREPAREDNESS

Director Bradley discussed a recently distributed mass message sent via the District's emergency mass messaging system.

## ENGINEERING AND OPERATING MATTERS

Mr. Bare discussed options for repair of lift pump no. 3 at the Jarvis Road lift station and a second lift pump that now also requires repair. He noted that the current replacement order for lift pump no. 3 would replace the pump with the same type of pump and he recommended the Board consider switching pump types in order to avoid additional failures. Mr. Bare recommended that the pumps be replaced with 2 Ebara pumps for \$16,395 each and that the current replacement order for lift pump no. 3 be cancelled for a \$2,600 cancellation fee. Upon a motion by Director Silverman and a second by Director Bradley, the Board voted unanimously to authorize Si to order 2 Ebara pumps for \$16,395 each and cancel the current replacement order for lift pump no. 3 for a \$2,600 cancellation fee.

Mr. Bare and Ms. Vinson also updated the Board on a resident's repair of a house line leak at 16403 Darby House Street on September 8, 2012.

Mr. Bare next reported that door tag notifications regarding termination of service for nonpayment of utility bills were hung in the District on cut off day. Director Silverman requested that Si forward a copy of the delinquent list the day of the Board's regular meeting.

## REPORT ON RECREATIONAL AND LANDSCAPE FACILITIES

The Board reviewed a schematic of the three soccer fields in the detention area and discussed re-grading fields to a crown to direct drainage to ditches, addressing wet spots and possibly installing new irrigation system. Mr. Murr estimates improvement costs, including survey, design costs, and design of a new irrigation system, at \$75,000.

Mr. Murr said that he met with the grant reviewer at Texas Parks and Wildlife Department regarding the District's previous application for grant funding. Mr. Murr said that, upon the recommendation of the grant reviewer, he recommends removing the asphalt and concrete trails and sidewalks from the application and making application for funding for the loop trail only by the February, 2012 grant application deadline.

Mr. Murr updated the Board on a request from Suzanne Gilbright, District resident, to remove a dead tree from District property behind her residence. He said that the tree has been removed and the resident is satisfied with the work as completed. Director Myers said that the tree removal at the wastewater treatment plant should be paid from the joint operation account.

The Board discussed a request from the Cole's Crossing Community Association ("CCCAI") to leave the parking gate on Jarvis Road open. The Board also discussed

selective maintenance of the Jarvis Road area vegetation, including a possible weed management plan.

Mr. Murr also reported on regular trail maintenance, including installation of a bollard and the status of installation of birdhouses.

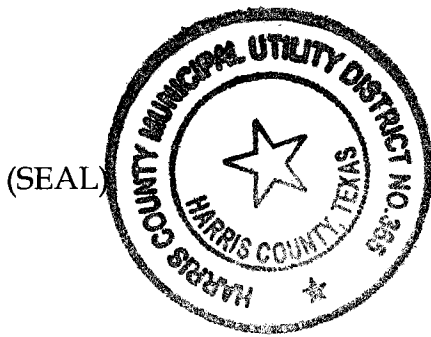
RECYCLING SERVICES

The Board discussed an offer from the District's recycling contractor to extend the current contract to a 5 year contract at the current rate or, if the District consolidates with Harris County Municipal Utility District No. 364 ("No. 364") or No. 364 elects to contract for recycling, to reduce the rate to \$3.00 per household. The Board concurred to amend the District's recycling contract at the October, 2012 regular meeting.

POSSIBLE CONSOLIDATION OF DISTRICT AND NO. 364

Ms. Vinson updated the Board on the last consolidation committee meeting, the progress of due diligence reviews by the District and No. 364, and the schedule for future consolidation committee meetings.

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



  
Secretary, Board of Directors