

MINUTES  
HARRIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 365

April 10, 2013

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 10<sup>th</sup> day of April, 2013, at the Coles Crossing Community Center, 13050 Barker Cypress Road, Cypress, Texas, and the roll was called of the members of the Board:

Joe Myers	President
Megan Bradley	Vice President
Alan Silverman	Secretary
Jeff McClellan	Assistant Secretary
Paul Bland	Assistant Vice President

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

Also present at the meeting were Erin Corken, Dale Trevino, Alan Beard and Ross Crawford, directors of Harris County Municipal Utility District No. 364 ("No. 364"); Jim Cartwright of Klotz Associates, Inc.; Jon Polley of Johnson, Radcliffe, Petrov & Bobbitt PLLC; Chris Burke of Sander Engineering Corporation; and Kerri Dorman and Jane Miller of Allen Boone Humphries Robinson LLP.

JOINT FACILITIES OPERATIONS AND FINANCES

Mr. Burke reported on corrosion at water plant no. 2 and repair of ground storage tank no. 1. He noted that welders repaired temporary patching at ground storage tank no. 1 due to tank floor flexing and resulting patch failure. Mr. Burke said water plant no. 2 is now fully operational.

Mr. Burke next discussed well production issues and possible wear of the pump at the remote well. Mr. Burke discussed with the Board and No. 364 well production levels after January 2013 compared to previous years. Mr. Burke said Alsay, Inc. estimates a cost of \$9,600 to pull and reinstall the pump. He said Alsay, Inc. will either repair the pump in house or work with the manufacturer to address defects, if any. Mr. Burke confirmed that the pump is no longer under manufacturer's warranty.

DROUGHT AND WATER CONSERVATION MEASURES

Ms. Corken reported regarding No. 364's participation in a Water Smart presentation at the annual Coles Crossing Homeowners' Association meeting and requested a member of the Board attend on behalf of the District.

TRAIL IMPROVEMENT/CONTINUATION REPORTS

Director Myers updated No. 364 on the District's trail crack sealing project. Mr. Trevino updated the Board on No. 364's trail project and improvements.

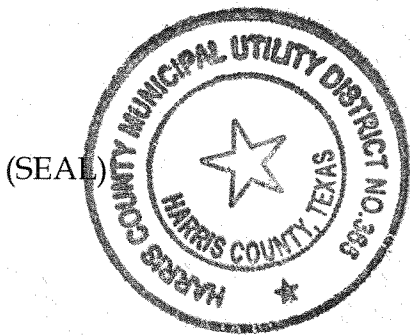
SECURITY REPORT

The Board discussed with No. 364 patrol issues, including speeding on Barker Cypress Road and Director Bradley updated No. 364 of proposed security systems at District facilities.

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

No. 364 discussed with the Board whether the Board continues to have an interest in moving towards a consolidated District. The Board deferred taking any action on this matter.

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



  
Secretary, Board of Directors