

MINUTES
HARRIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 365

July 14, 2015

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 14th day of July, 2015, at 16314 Madewood, 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
Jeff McClellan	Assistant Secretary
Paul Bland	Assistant Vice President

and all of the above were present.

Also present at the meeting were Deputy Steve Endsley of the Harris County Sheriff's Department; Michael Murr, Murr Incorporated; Brian Bare of Si Environmental, LLC; Matthew Lund, Burke Ellison and Katie Ellison, District residents; and Katie Carner and Jane Miller of Allen Boone Humphries Robinson LLP ("ABHR").

ENGINEERING AND OPERATING MATTERS

Mr. and Mrs. Ellison reported unexpected high water meter readings during the month of May, 2015 and requested a leak adjustment. Mr. Bare reviewed the account history, including usage and payments and discussed field and meter testing conducted following report of the high meter reading.

The Board also reviewed a leak adjustment request submitted by customer John Boncosky through the District operator. Mr. Bare reviewed account history, including historical usage and payment history.

Discussion ensued regarding the District's Leak Adjustment Policy. Following review and discussion, Director Myers requested that Mr. Bare provide Mr. and Mrs. Ellison with a leak adjustment request form for them to complete and submit for the Board's consideration. Following review and discussion, Director Bradley moved to make adjustments to the John Boncosky account in accordance with the District's Leak Adjustment Policy. The motion was seconded by Director Bland and passed unanimously.

PUBLIC COMMENT

Mr. Lund reported a strong, chlorine smell in the water.

SECURITY REPORT

Deputy Endsley reported on security patrol in the District.

CAPACITY ANALYSIS

Ms. Carner updated the Board regarding the status of the proposed capacity lease agreement with Harris County Municipal Utility District No. 364 ("No. 364").

RECREATIONAL AND LANDSCAPE FACILITIES

Mr. Murr reviewed with the Board a progress report, a copy of which is attached to these minutes.

The Board discussed the posting of two previously approved "no jumping/no swimming" signs on the bridge adjacent to the detention. Discussion ensued regarding enforcement of same. Following review and discussion, Director Silverman then moved to rescind his prior motion to purchase and post two signs for the bridge adjacent to the detention pond. Director McClellan seconded the motion, which passed unanimously.

Mr. Murr discussed maintenance of the District drainage channels, including schedules, oversight, billing and coordination with Harris County Flood Control District ("HCFCD"). Director Myers requested that District consultants confirm ownership of the channels and whether HCFCD accepted the channels for maintenance. Director Myers also requested Mr. Murr perform an herbicide application for Johnson grass and ragweed.

The Board reviewed a service project report submitted by Eagle Scout Sean Weissling regarding the completed installation of a baseball back stop at the recreational fields. Following review and discussion, Director Silverman moved to approve the project and report. Director McClellan seconded the motion, which passed unanimously.

Discussion ensued regarding purchase of additional stock fence pickets, a broken gate at the tennis courts and report of an open fire hydrant on Barker Cypress.

DISCUSS RATE ORDER

The Board discussed high volume irrigation water users in the District and options to address high irrigation water usage. Discussion ensued regarding including high commercial irrigation usage information on the bottom of utility bills, and the Board requested that Mr. Bare review and confirm all commercial irrigation meters.

RECYCLING SERVICES

Director Bradley reported on recycling participation numbers.

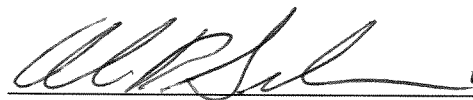
EMERGENCY MASS MESSAGING AND PUBLIC COMMUNICATIONS

Director Bradley discussed the issuance of a communication reminding residents to conserve water.

EXECUTIVE SESSION PURSUANT TO SECTION 551.071, TEXAS GOVERNMENT CODE, TO CONDUCT A PRIVATE CONSULTATION WITH ATTORNEY TO DISCUSS PENDING OR CONTEMPLATED LITIGATION

The Board determined no executive session was necessary.

There being no additional business to consider, the meeting was adjourned.



Secretary, Board of Directors

