

MINUTES OF MEETING OF BOARD OF DIRECTORS
JUNE 22, 2011

THE STATE OF TEXAS
COUNTY OF HARRIS
HARRIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 152

The Board of Directors (the "Board") of Harris County Municipal Utility District No. 152 (the "District") met in regular session, open to the public, at the offices of Fulbright & Jaworski L.L.P., 1301 McKinney, Houston, Texas at 11:30 a.m. on Wednesday, June 22, 2011, whereupon the roll was called of the members of the Board, to wit:

Kelly Cline, President
Doug Walker, Vice President
Charlie Crocker, Secretary
Ernest Bezdek, Assistant Secretary
Ryan Bosse, Directory

Persons Attending. All members of the Board were present except Director Bezdek. Director Bosse entered the meeting in progress. Also attending all or parts of the meeting were Mr. Auik Bonnerjee of Wheeler & Associates, tax assessor and collector for the District; Ms. Freida Conley of Myrtle Cruz, Inc., bookkeeper for the District; Mr. Leroy Mensik of ST Environmental Services ("ST"), operator for the District; Mr. Teague Harris of Pate Engineers ("Pate"), engineer for the District; and Ms. Jana Cogburn of Fulbright & Jaworski L.L.P. ("F&J"), attorneys for the District.

Call to Order. The President called the meeting to order and, in accordance with notice posted pursuant to law, copies of the certificates of posting of which are attached hereto as Exhibit "A," the following business was transacted:

1. **Minutes.** The Board considered the proposed minutes of the meeting of May 25, 2011, copies of which were previously distributed to the Board. Upon motion by Director Walker, seconded by Director Crocker, after full discussion and the question being put to the Board, the Board voted unanimously to approve the minutes of the meeting of May 25, 2011, as presented.

2. **Review Bookkeeper's Report and authorize payment of bills.** Ms. Conley presented to and reviewed with the Board the Bookkeeper's Report and the Investment Report for the month of May, 2011, a copy of which is attached hereto as Exhibit "B." Upon motion by Director Crocker, seconded by Director Walker, after full discussion and the question being put to the Board, the Board voted unanimously to approve the Bookkeeper's Report, to approve the Investment Report, and to authorize payment of check numbers 7012 through 7036 from the General Operating Account to the persons, in the amounts, and for the purposes listed in such report.

3. **Review Tax Collector's Report and authorize payment of certain bills.** Mr. Bonnerjee presented to and reviewed with the Board the Tax Assessor and Collector's Report for

the month of May, 2011, the delinquent tax attorney report and the "START" report, copies of which are attached hereto as Exhibit "C." Mr. Bonnerjee noted that 98.22% of the District's 2010 taxes had been collected as of May 31, 2011. Mr. Bonnerjee reported that the Preliminary Assessed Valuation for 2011 is \$379,805,071, which assumes personal property values are the same as for 2010. Upon motion by Director Walker, seconded by Director Crocker, after full discussion and the question being put to the Board, the Board voted unanimously to approve the Tax Assessor and Collector's Report, and to authorize payment of check numbers 3370 through 3376 from the Tax Account to the persons, in the amounts and for the purposes listed in such report.

Mr. Bonnerjee reviewed with the Board the "START" report. Director Bosse entered the meeting at this time. Discussion ensued.

4. **Review Operations Report and authorize repairs.** Mr. Mensik presented to and reviewed with the Board the Operations Report for May, 2011, a copy of which is attached hereto as Exhibit "D." Mr. Mensik reported that 93.91% of the water pumped was billed for the month ending May 18, 2011.

Mr. Mensik requested permission to turn over two accounts in the aggregate amount of \$244.59 to collections.

Upon motion by Director Crocker, seconded by Director Walker, after full discussion and the question being put to the Board, the Board voted unanimously to approve the Operations Report, to authorize termination of service to delinquent accounts, and to authorize ST to turn over two accounts in the aggregate amount of \$244.59 to collections.

Director Cline noted that the "Water Conservation" signs have been put up in the District.

5. **Policy Regarding High Customer Usage.** The Board reviewed a proposed Policy Regarding High Customer Usage, a copy of which is attached hereto as Exhibit "E." Upon motion by Director Crocker, seconded by Director Bosse, after full discussion and the question being put to the Board, the Board voted unanimously to adopt the Policy Regarding High Customer Usage, such Policy to be effective for water usage occurring on or after January 1, 2011. Mr. Mensik stated that he would send a revised invoice to Mr. Bilstein and notify him of the policy.

6. **Engineer's Report.** Mr. Harris presented to and reviewed with the Board the Engineer's Report, a copy of which is attached hereto as Exhibit "F."

Mr. Harris reported that the shared lift station with Harris County Municipal Utility District No. 153, the District, and Harris County MUD No. 494 is on hold until Harris County MUD 494 is ready to proceed with construction of their development.

Mr. Harris reported that Pate was previously informed by John Smaistrulla of Harris County Flood Control District's ("HCFCD") maintenance engineering group that the repair project in connection with bank failure after Hurricane Ike is anticipated to commence in July 2011.

Mr. Harris reported that he is coordinating with ST to schedule a facility inspection in order to complete Pate's draft of the Capital Improvement Plan.

Upon motion by Director Crocker, seconded by Director Bosse, after full discussion and the question being put to the Board, the Board voted unanimously to approve the Engineer's Report.

7. **Discuss and take necessary action in connection with improvements to shared lift station with Harris County Municipal Utility District No. 153.** There was no further discussion on this item.

8. **Authorize capacity commitments.** Mr. Harris reported that there is nothing new to report in connection with the proposed construction of the Niazi Family Kings Fuel gas station, convenience store and McDonald's restaurant on 2.7 acres on West Lake Houston Parkway at Aerobic Drive.

Mr. Harris reported that Pate has nothing new to report on the proposed 24-hour emergency medical clinic within Westlake-Crossing.

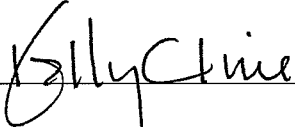
Mr. Harris reported that there is nothing new to report in connection with the proposed construction of the convenience store on West Lake Houston Parkway at Aerobic Drive.

9. **Other matters.** There were no other matters to come before the Board at this time.

THERE BEING NO FURTHER BUSINESS TO COME BEFORE THE BOARD, the meeting was adjourned.

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The above and foregoing minutes were passed and approved by the Board of Directors on July 27, 2011.



President, Board of Directors

ATTEST:



Secretary, Board of Directors

(DISTRICT SEAL)

