

MINUTES OF MEETING OF BOARD OF DIRECTORS
March 12, 2009

THE STATE OF TEXAS §
COUNTY OF HARRIS §
HARRIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 132 §

The Board of Directors (the “*Board*”) of Harris County Municipal Utility District No. 132 (the “*District*”) met in special session, open to the public, at the Atascocita Country Club, 20114 Pinehurst, Humble, Texas, 77346, on March 12, 2009 at 6:00 p.m.; whereupon the roll was called of the Board, to-wit:

Ray Hughes, President
Tim Stine, Vice President
Bobby Haney, Secretary
Don House, Assistant Secretary
Jerrel Holder, Assistant Secretary

All members of the Board were present except Director Hughes. Also attending all or parts of the meeting were Mr. Leroy Mensik of Severn Trent Environmental Services, Inc. (“*ST*”), operator of the District’s facilities; and Ms. Amy Zapletal of Brown & Gay Engineers, Inc. (“*Brown & Gay*”), engineer for the District.

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

1. Discuss and take action in connection with Hurricane Preparedness Plan for the District, including:

a.) **Authorize creation of signs for alerting residents to boil water and to alert residents that the drinking water is safe.** Director Holder suggested that the District install signs at certain locations within the District since there is uncertainty about water safety after emergencies. Director Holder stated that signs could be posted at both of the District’s water plants, at Atascocita Shores at FM 1960 East, at Atascocita Shores by Kings Crown Court, and at Pinehurst Trail at FM 1960 East. Discussion ensued. Mr. Mensik stated that even if signs are posted at certain locations, ST is still required to provide notice to each residence in the District when water must be boiled and then when it is safe to drink. Mr. Mensik stated that the signs can be made by Pete’s Signs and can be stored at the District’s water plants.

b.) **Determine how many signs and locations.** The Board decided that three signs should be posted over the existing District signs and one sign at each of the two water plants. Upon motion by Director Haney, seconded by Director House, after full discussion and the questions being put before the Board, the Board voted unanimously to authorize the purchase of five plastic, weatherproof signs for posting in the District. Mr. Mensik stated that he will coordinate with Pete’s Signs to obtain the signs with the verbiage according to TCEQ standards. Discussion ensued regarding when to post the signs.

c.) **Determine how much back up fuel District should have and when to purchase it.** Mr. Mensik reported that the District utilizes natural gas generators so extra fuel storage is not necessary.

d.) **Establish contact list order and when to test it.** Director Holder suggested establishing a method for contact among Directors after an emergency. Mr. Mensik stated that ST will prepare and provide all Directors and consultants with an updated business card size list of all necessary District contact information. Discussion ensued. Mr. Mensik stated that, in the event of an emergency/natural disaster, he will determine the status of all District facilities and make sure the situation is under control before contacting the Directors to update them on the status. It was the consensus of the Board that the Directors make initial contact before any severe storms once a “storm warning” is issued by the National Weather Service. Director Stine requested that the District’s policy regarding communication during emergencies and natural disasters be in writing and adopted by the Board.

e.) **Establish a central number for all Board members/operator/consultants to check in with periodically during a natural disaster.** Discussion ensued regarding who would be the main contact person after an emergency or natural disaster. Director Stine suggested that the President of the Board (or the Vice President if the President is unavailable) be the main contact.

f.) **Possibility of AJOB districts purchasing and maintaining an industrial ice machine to serve residents.** Discussion ensued. Director Haney stated that having an ice machine might create too much of a safety concern and liability for the District.

g.) **Implement schedule to check generator transfer switches periodically to prevent failure and schedule to test generators.** Mr. Mensik stated that ST will check the District’s generators once a month to ensure that they are operating properly. Mr. Mensik noted that ST also checks the engine oil regularly since natural gas generators burn more oil than diesel generators.

h.) **Negotiate back up contracts with other municipal utility districts to mutually support each other in times of need.** Mr. Mensik reported that the District already has contracts with neighboring municipal utility districts to provide water during times of emergency.

i.) **Acquire Emergency Radios and synchronize them with the City of Houston and Harris County Emergency Services.** Director Holder noted that Ms. Zapletal provided information regarding emergency radios. Ms. Zapletal stated that Brown & Gay set-up radios for another district operator and one designated director to ensure communication during a prior emergency. Mr. Mensik stated that ST has a policy in place for its employees to check in at certain locations during storms. Director Haney stated that the Board should ask Director Hughes if he has any type of radio communication available during severe storms.

2. **Other matters.** Director Haney requested that at the March 19, 2009 Board meeting, F&J clarify when and why an emergency meeting of the Board of Directors can be called.

Mr. Mensik reported that ST made minor modifications to its emergency procedures after Hurricane Ike. Mr. Mensik stated that ST will continue to support its employees

with food and sleeping provisions during storms and the aftermath to help ensure utility facilities can be operated.

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 April 16, 2009.

President, Board of Directors

ATTEST:

Secretary, Board of Directors

(DISTRICT SEAL)