

**HARRIS COUNTY WATER CONTROL AND IMPROVEMENT DISTRICT NO. 110  
MINUTES OF MEETING OF BOARD OF DIRECTORS**

**March 14, 2007**

**THE STATE OF TEXAS** §  
**COUNTY OF HARRIS** §  
**HARRIS COUNTY WATER CONTROL AND** §  
**IMPROVEMENT DISTRICT NO. 110** §

The Board of Directors (the "Board") of Harris County Water Control and Improvement District No. 110 (the "District") met in **regular session**, open to the public, at the designated meeting place of the Board in the District on **March 14, 2007**, whereupon the roll was called of the duly constituted officers and members of the Board, to-wit:

James N. Williams	-	President
Jeannie Satterwhite	-	First Vice President
Jerry A. Strickland	-	Second Vice President
Texas H. Stevens	-	Secretary
Tom Dowdy	-	Treasurer/Investment Officer

All members of the Board were present, thus constituting a quorum.

Also attending the meeting were Ken Streeter with Cypress Creek Town Offices, Ltd. ("CCTO") Developer of Land in the District; John Davis of Langford Engineering, Inc. ("Langford"), Engineer for the District; David Caramanidis, Executive Facilities Coordinator; Bob Haas with AquaServices, L.P., Operator of the District; Chuck Johnson and Justin Johnson of Straight Line Development LLC ("Straight Line"); Emmitt Poindexter, resident of the District; Brandon Boozer of Portrait Homes; Mary Jarmon of Myrtle Cruz, Inc. ("Myrtle Cruz"), Bookkeeper for the District; Ken Byrd of Equi-Tax, Inc. ("Equi-Tax"), Tax Assessor/Collector for the District; Deputy Constable George Beck with Harris County Precinct No. 4 and Josh J. Kahn and Maria Salinas Parker of Coats, Rose, Yale, Ryman & Lee, P.C. ("Coats-Rose"), Attorneys for the District.

The meeting was called to order and the following business was conducted.

**HEAR FROM THE PUBLIC**

The Board noted there were no members of the public present who wished to address the Board.

**TAX ASSESSOR/COLLECTOR'S REPORT**

The President recognized Mr. Byrd of Equi-Tax who presented the Tax Assessor/Collectors' Report and checks for payment from the District's Tax Account. The Board noted that 93.3% of the District's 2006 taxes have been collected.

Upon motion duly made and seconded, by Director Stevens and seconded by Director Dowdy, the Board voted unanimously to approve the Tax Assessor/Collector's Report and to authorize payment of the checks listed therein.

### **BOOKKEEPER'S REPORT AND INVESTMENT REPORT**

The President recognized Ms. Jarmon, who submitted to and reviewed with the Board the Bookkeeper's Report and Investment Report, copies of which are attached hereto, and certain invoices for payment by the Board.

Upon motion duly made and seconded, the Board voted unanimously to approve the Bookkeeper's Report, the checks presented for payment and the Investment Report.

### **OPERATOR'S REPORT**

The Board recognized Bob Haas, who presented to the Board the Operator's Report, a copy of which is attached hereto. Mr. Haas reported that the District has 2,086 connections and the pumped to billed ratio for last month was 102%.

Mr. Haas also presented a draft of the Consumer Confidence Report, a copy of which is attached hereto.

Mr. Haas noted that there was an excursion at the wastewater plant regarding ammonia levels. An air drop will be installed on the contact basin to solve the problem.

Mr. Haas also presented several letters regarding the change in procedure for trash collection

Upon motion duly made and seconded, the Board unanimously voted to approve the Operator's Report.

### **Termination of Water Service**

Consideration was then given to the termination of water service to certain accounts for failure to pay their water bills. At this time, Mr. Haas presented to the Board a list of terminations. The Board noted that there were no persons present at the meeting to protest their utility bills and/or the termination of water service to their property.

Upon motion duly made and seconded, the Board voted unanimously to authorize termination of water service with the assistance of a peace officer, if necessary, to the accounts listed in the termination report, a copy of which is attached hereto.

### **ENGINEERING/DEVELOPMENT REPORT**

The Board recognized Mr. Davis who presented the Engineer's Report.

**Straight Line Development (“Straight Line”)**

The President recognized Chuck Johnson (“Mr. Johnson”) of Straight Line who stated that he will be meeting with the Engineer on Friday, March 16, 2007. The Board noted that Straight Line is developing a driving range and miniature golf course for property located in the District near Cypresswood Drive.

**Portrait Homes**

Mr. Davis stated that he has received the drainage plans from Portrait Homes (“Portrait”) for review.

**Kings Village**

The Board noted that at their meeting on January 11, 2006, they approved the award of the contract for the construction of the water, sanitary and drainage facilities to serve Kings Village North to SLC Construction in the amount of \$342,332.50.

The Board noted there was nothing new to report on this project.

**Water Distribution, Wastewater Collection and Storm Drainage Improvements to Serve Lakes of Cypress Forest, Section Two**

The Board noted that at their meeting on May 10, 2006, they awarded the contract for the water distribution, wastewater collection and storm drainage improvements to serve Lakes of Cypress Forest, Section Two to Craven Partners, Ltd, (“Cravens Project 1”) in the amount of \$252,741.20.

**Water Distribution, Wastewater Collection and Storm Drainage Improvements to Serve Lakes of Cypress Forest, Section Three**

The Board noted that at their meeting on November 9, 2007, they approved the contract for the construction of the the water distribution, wastewater collection and storm drainage improvements to serve Lakes of Cypress Forest, Section Three to Cravens Partners, Ltd. (the “Cravens Project 2”) Mr. Davis submitted Pay Estimate No. 3 in the amount \$213,992.07 for the Cravens Project 2.

Upon motion duly made and seconded, the Board voted unanimously to approve Pay Estimate No. 3 for the Cravens Project 2.

**Detention Pond/Amenity Lake to Serve Lakes of Cypress Forest, Section Two**

The Board noted that at their meeting on January 11, 2006, they approved the award of a contract for the construction of the detention pond/amenity lake to serve Lakes of Cypress Forest, Section Two to Lecon in the amount of \$1,101,255.00 (the “Lecon Project”). Mr. Davis submitted to and reviewed with the Board Pay Estimate No. 10 in the amount \$33,163.74, Pay Estimate No. 11 in the amount of \$60,054.15 and Change Order No. 3 in the amount of \$27,750.00.

Upon motion duly made and seconded, the Board voted unanimously to approve Pay Estimate No. 10, Pay Estimate No. 11 and Change Order No. 3 for the Lecon Project.

**Water Distribution, Wastewater Collection and Storm Drainage Improvements to Serve Cypress Forest Lakes**

The Board noted that at their meeting on October 12, 2005, they awarded the contract for the water distribution, wastewater collection and storm drainage improvements to serve Cypress Forest Lakes to Pace Services, L.P., in the amount of \$268,979.60.

The Board noted there was no action to be taken on this item.

**Lake Irrigation System/Contract with Millis Construction**

The Board noted that at their meeting on April 14, 2006, they awarded the contract for the lake irrigation system to Millis Construction.

The Board noted there was no action to be taken on this item.

**ATTORNEY'S REPORT**

The Board recognized Ms. Parker, who presented the Attorney's Report.

**Approval of Minutes**

Proposed minutes of the meetings of the Board held on February 15, 2007 and February 22, 2007, previously distributed to the Board, were presented for consideration and approval. The President recognized Director Stevens, who noted certain corrections to the minutes.

Upon motion duly made and seconded, the Board voted unanimously to approve the minutes of the meetings of the Board held on February 15, 2007, and February 22, 2007 as corrected.

**Trash Collection**

The President advised the Board that he discussed with Mr. Johnny Smith with Republic Waste, collecting trash at the back door for customers who cannot put their trash at the curb due to a physical disability. Mr. Smith stated that Republic Waste is willing to provide back door service to these customers if the District formulates a policy. The Board took no action on this matter.

**Resolution Authorizing Sale of Surplus Property**

Consideration was then given to a proposed Resolution Authorizing Sale of Surplus Property.

The Board recognized Mr. Caramanidis who recommended that the District retain the Chevy truck as it is often used by himself and other District employees. The Board concurred that the Chevy truck should not be deemed surplus property at this time and deferred action on this item.

There being no further business to come before the Board, upon motion duly made and seconded, the meeting was adjourned.

APPROVED THIS April 11, 2007.

  
Secretary, Board of Directors