

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

December 12, 2007

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

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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 **December 12, 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 Art Gerzak, Project Manager for the District; Ken Streeter with Cypress Creek Town Offices, Ltd. ("CCTO") Developer of Land in the District; John Davis of Langford Engineering, Inc. ("Langford"), Engineers for the District; Mary Jarmon of Myrtle Cruz, Inc. ("Myrtle Cruz"), Bookkeeper for the District; Kenneth Byrd of Equi-Tax, Inc. ("Equi-Tax"), Tax Assessor for the District; Kay Divin of Aqua Services, LP, Operator for the District ("Aqua Services"); Deputy Constable George Beck with Harris County Precinct No. 4; Bob Sordahl and Emmet Poindexter, residents of the District; members of the public listed on the attached Attendance Sheet; and Maria S. Parker and Josh J. Kahn of Coats, Rose, Yale, Ryman & Lee, P.C. ("Coats-Rose"), Attorney for the District.

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

HEAR FROM THE PUBLIC

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

TAX ASSESSOR/COLLECTOR'S REPORT

The Board recognized Mr. Byrd of Equi-Tax, who presented the Board with the Tax Assessor/Collector's Report, a copy of which is attached hereto and checks for payment from the District's Tax Account. Mr. Byrd noted that 97.9% of the District's 2006 taxes have been collected. The Board next discussed the status of collection of the delinquent taxes for 2006 and prior years and requested a report from the District's delinquent tax attorney on such accounts. Mr. Byrd noted that several business personal property accounts need to be written-off by the District if they are more than four years old and, therefore, uncollectible.

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

OPERATOR'S REPORT

The Board next recognized Ms. Divin, who presented to the Board the Operator's Report, a copy of which is attached hereto. Ms. Divin reported that the District has 2,146 connections, and a billed to pumped ratio for the prior month of 91.5%. Ms. Divin reported that there were no excursions at the wastewater treatment plant. Ms. Divin next reported on the resolution of the issue with the sealed breaker at Water Plant No. 2.

Upon motion made by Director Satterwhite and seconded by Director Strickland, 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, Ms. Divin 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 made by Director Satterwhite and seconded by Director Strickland, 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.

BOOKKEEPER'S REPORT/INVESTMENT REPORT

The Board next 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 made by Director Strickland and seconded by Director Satterwhite, the Board unanimously voted to approve the Bookkeeper's Report, Investment Report, as presented, and the checks presented for payment.

PEACE OFFICER'S REPORT

The Board recognized Mr. Beck, who discussed with the Board the possibility of hiring an additional peace officer for the District or increasing the amount of overtime authorized per month for the current peace officers. The Board noted that the District would have more control of the peace officers if they increased the overtime hours.

Upon motion made by Director Satterwhite and seconded by Director Stevens, the Board unanimously voted to authorize 20 hours per week overtime for the District's peace officers (an increase from the current 10 hours authorized).

ENGINEERING/DEVELOPMENT REPORT

The Board recognized Mr. Davis who presented the Engineering/Development Report.

Portrait Homes/Parkside

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

Lakes of Cypress Forest, Detention Pond Phase II

The Board noted there was not action to be taken on this item.

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, 2006, 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. ("Cravens").

The Board noted there was not action to be taken on this item.

Waste Discharge Permit Renewal

Mr. Davis noted that the application for renewal of the District's waste discharge permit has been approved by the TCEQ, but with an interim permit with a reduced allowable peak flow until such time as the chlorine basin at the wastewater treatment plant has been expanded. The Board then discussed with Mr. Davis the process and possible time frame for such expansion.

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

Haas Detention Pond

Mr. Davis discussed with the Board the continuing issues regarding the maintenance of the Haas detention pond. Mr. Davis presented the Board with three written bids for the maintenance of the Haas detention pond, with Champions Hydro-Lawn presenting the low bid. Mr. Davis noted that the quote from Champions Hydro-Lawn was for monthly mowing and this pond only needs to be mowed 3-4 times per year. Accordingly, the Board authorized Mr. Davis to negotiate with Champion Hydro-Lawn on a contract for mowing 3-4 times a year.

Conn's Appliances

Mr. Davis noted that Conn's Appliances was under construction in the old Albertson's location.

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

ATTORNEY'S REPORT

The Board recognized Mr. Kahn, who presented the Attorney's Report.

Approve Minutes of November 5, 2007, November 11, 2007 and November 29, 2007 Board Meetings

The minutes for the Board meetings of November 5, 2007, November 11, 2007 and November 29, 2007 previously distributed to the Board were presented for consideration and approval.

Upon motion made by Director Stevens and seconded by Director Satterwhite, the Board voted unanimously to approve the minutes from the meetings of November 5, 2007, November 11, 2007 and November 29, 2007 , as amended.

Prior to adjourning the meeting, Director Stevens reminded the Board of several items that he would like the District to consider in the near future, including, (i) purchasing tables, chairs, BBQ pits, etc. to encourage the use of the pavilion, and (ii) planning for a grand opening celebration of the park on Memorial Day weekend in May 2008.

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

APPROVED THIS January 9, 2008.


Secretary, Board of Directors