

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

JUNE 23, 2009

**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 **special session**, open to the public, at the designated meeting place of the Board in the District on **June 23, 2009 at 6:00 p.m.**, 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 Jody Dellinger, Parks and Recreation Manager for the District; Art Gerczak, Construction Projects Manager for the District; Deputy Constables George Beck and Dianne Hill with Harris County Precinct No. 4; John Davis of Langford Engineering, Inc. ("Langford"), Engineers for the District; Jan Bartholomew and Stephen Eustis with RBC Capital Markets Corporation, the District's Financial Advisor; Emmett Poindexter and Bob Surdahl, residents of the District; 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.

CONSTRUCTION PROJECTS MANAGER'S REPORT

The Board recognized Mr. Gerczak, who presented to and reviewed with the Board the Construction Projects Manager's Report. Mr. Gerczak updated the Board on the status of projects previously authorized by the Board and noted that he cannot complete all of such projects by July 15, 2009, his last scheduled day of employment with the District. Mr. Gerczak estimated that it would take him until August 15, 2009 to complete the projects. The Board discussed with Mr. Gerczak the issues with the irrigation system in the park and drought contingency issues that may result from filling the park lakes at certain times.

Mr. Davis explained to the Board that there has been a lack of coordination from Mr. Gerczak regarding the park projects. Mr. Davis requested that he be removed from all work on the park projects, other than the irrigation.

After further discussion regarding the park projects previously authorized by the Board, Director Dowdy motioned to extend Mr. Gerczak's employment until July 31, 2009 with the understanding that Project No. 9063 (rest areas) and Project No. 9065 (BBQ pits) would have the last priority to complete. The motion was seconded by Director Satterwhite and approved by unanimous vote.

FINANCIAL ADVISOR'S REPORT

The Board recognized Ms. Bartholomew and Mr. Eustis, who discussed with the Board the possible defeasance of a portion of the District's outstanding bonds on September 1, 2009. The Board was presented with several options for such defeasance. The Board noted that they would review the information provided and make a decision on whether or not to proceed with a defeasance at their next meeting.

PARKS AND RECREATION MANAGER'S REPORT

The Board recognized Mr. Dellinger, who presented the Parks and Recreation Manager's Report. Mr. Dellinger: (1) presented a membership update for the Forest Oaks Swim and Racquet Club; (2) presented a written Manager's Report detailing projects that he has completed, upcoming projects, repairs made, repairs upcoming, scheduled maintenance on District property, estimates for upcoming projects, activities, issues, future budget items and a wish list of projects; and (3) discussed several capital projects that he would like to see completed as soon as possible.

Mr. Dellinger discussed with the Board the installation of the LAN system.

After further discussion, upon a motion by Director Strickland, seconded by Director Stevens, the Board voted unanimously to approve the Parks and Recreation Manager's Report.

PEACE OFFICER'S REPORT

The Board recognized Sergeant Beck, who presented the Peace Officers Report.

The Board noted that no action is needed in conjunction with the Peace Officer's Report.

CLOSED SESSION

Upon motion duly made by Director Satterwhite and seconded by Director Dowdy, the Board voted unanimously to convene in closed session at 9:10 p.m. to discuss personnel matters.

OPEN SESSION

Upon motion duly made by Director Dowdy and seconded by Director Stevens, the Board voted unanimously to reconvene in open session at 9:55 p.m.

After further discussion regarding personnel matters, Director Dowdy motioned to approve the pay increases for Brandy Larsen and Denise Simples in the amounts stated in Closed Session. Director Stevens seconded the motion, which was approved by a unanimous vote.

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

APPROVED THIS August 12, 2009.


Secretary, Board of Directors