

HC 132 Orig MIN

COUNTY WATER CONTROL
AND IMPROVEMENT DISTRICT NO. 132

19 January 2009

STATE OF TEXAS §
COUNTY OF HARRIS §

The Board of Directors of Harris County Water Control and Improvement District No. 132 met in regular session at the designated meeting place of the Board, the Harris County W.C.I.D. No. 132 Water Plant, 4107 Evening Trail, Spring, Texas 77388, on the 19th day of January 2009, at 5:30 p.m. The roll was called of the duly constituted officers and members of the Board, to-wit:

John D. Shannon	President
Thomas Mancini	Vice President
T. Gary Toll	Secretary
William R. Papp	Assistant Secretary
Robert "Bob" Daniel	Assistant Secretary

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

Also present were Maria S. Parker of Coats, Rose, Yale, Ryman & Lee, P.C., the District's Attorneys ("Attorney;") Mark Adam of AEI Engineering, Inc., the District's Engineer ("Engineer;") Mike Ammel and Ben Connelley of Environmental Development Partners ("EDP,") the District's Operator ("Operator;") Sara Ahlschlager of Wheeler & Associates, Inc., the District's Tax Assessor/Collector "Tax Assessor/Collector;") Cindy Schmidt, the District's Bookkeeper ("Bookkeeper;") and Sherry Allard, the District's Recording Secretary ("Recording Secretary.")

President Shannon called the meeting to order at 5:35 p.m., and the following business was transacted.

REVIEW AND APPROVE MINUTES OF MEETINGS OF DECEMBER 15, 2008

The President asked the Board to consider any additions or corrections to the minutes of the December regular Board meeting. After review, the Board, upon motion made by Dir. Papp, seconded by Dir. Mancini, voted unanimously to approve the December 15, 2008 minutes as prepared.

REVIEW AND APPROVE TAX ASSESSOR/COLLECTOR'S REPORT, INCLUDING:

Approval of Report and Payment of Bills from Tax Account:

Ms. Ahlschlager was next recognized by the President for discussion of the District's tax matters. Her report, disseminated to and reviewed with the Board prior to the meeting, contained a list of the checks being presented for approval at this time.

Report on status of tax collections, authorize termination of water service to delinquent tax accounts and authorizing filing of suit to foreclose tax lien on delinquent accounts.

The Tax Assessor/Collector indicated that 24.43% of the 2008 taxes have been collected thus far, compared to 33.77% of the 2007 taxes paid through December of 2007. She informed the Board that the delinquent tax trial for the Calla Brendon Trails, Inc. is scheduled for February 10, 2009. She noted that several judgments encountered problems making service. The Tall-Colvard Trust was foreclosed on, she added. Ms. Ahlshchlager stated that she would be presenting certain account balance write-offs for consideration at the February Board meeting. Dir. Papp motioned to approve the Tax Assessor/Collector's report as presented. Dir. Mancini seconded, upon which the Board voted its unanimous support.

Dir. Papp moved to change the order of the day. Upon Dir. Daniel's second, the Board voted unanimously in agreement.

CONSIDER AND ACT ON ENGINEER'S REPORT

Review repair and maintenance projects within the District

President Shannon recognized Mr. Adam, whose Engineer's report, attached hereto and considered a part hereof, was disseminated to the Board prior to the meeting for consideration at this time. The Engineer reminded the Board that he had forwarded the priority listing and televised reports of the sanitary sewer rehabilitation project to the Operator, who is to perform certain point repairs. Thereafter the slip-lining project would proceed, he noted.

The Engineer stated that he has not heard from Ms. Payne regarding the water garden, though it was noted special meetings are scheduled for January 23, 2009 and January 28, 2009 for that purpose. The Board asked that the Attorney send a copy of the Copano letter relating to the easement to Centerpoint® to help facilitate a response.

A letter, map and photographs of the storm sewer outfalls to Cypress Creek were sent to Harris County Pct. Four. The Engineer has not heard from the County since, he noted.

Authorize Engineer to prepare plans and specifications for District facilities

Mr. Adam shared with the Board a drawing of the planned chloramines conversion plant. With that drawing was a depiction of the building the Board has asked to be constructed to manage storage of the polyphosphate equipment. Such plans were submitted for agency review, the Engineer stated.

He informed the Board he was reviewing the insurance certificate of Utility Services Co., who was awarded the ground storage tank modifications contract.

Requests for water and sewer service

There were no new requests for service.

Consider and approve pay estimates and change orders relating to contracts for the repair of the water supply system and sanitary sewer collection system

There was nothing new to discuss at this time.

Report on emergency generator and take necessary action related thereto

The Engineer stated that he has signed a response from FEMA regarding reimbursement of certain emergency power expenses.

Dir. Papp moved to return to the normal agenda order. Dir. Daniel seconded, and the Board approved by unanimous vote.

BOOKKEEPER'S REPORT

Approval of report, payment of bills from the Operating Account, Depository Pledge Agreement and Investment report

The President then called upon Ms. Schmidt, whose report for the month, copy of which is attached hereto and considered a part hereof for all purposes, was made available to the Board before the meeting. She informed the Board that she had paid certain engineering fees for the CUD emergency generator with this month's checks. After consideration of the check detail, the Board reviewed the monthly Investment report with the Bookkeeper.

After discussion, upon motion duly made by Dir. Papp, seconded by Dir. Mancini, and unanimously carried, the Board approved the Bookkeeper's report and Investment report.

CONSIDER AND ACT UPON OPERATOR'S REPORT

Mr. Ammel was then called upon by the President for presentation of the monthly Operator's report, a copy of which, attached hereto and considered a part hereof, was disseminated to and reviewed with the Board. Mr. Ammel informed the Board that due to the planned widening of Louetta and Kuykendahl roads, certain District lines would have to be relocated. He noted that a sinkhole at 4010 Rolling Terrace revealed a sewer main break. The section of the sewer main was replaced and the customer reconnected.

The Operator then discussed the billed-to-pumped ratio and leaks within the District's water system. During discussion of receivables for, and payment to, North Harris County Regional Water Authority ("the Authority,") the Operator advised the Board that the pumpage fee has been increased from \$1.50 to \$1.65, effective next billing cycle. Mr. Ammel stated that the flyer "Cost of Water" was being placed in the next customers' bills. The Operator was asked to contact leak detection companies for an estimate to assist the District in locating leaks.

He then noted that he had filed a withdrawal request for certain FEMA reimbursements, including generator fuel, which is not covered. The FEMA Request for Public Assistance ("PA") totaled under \$21,000 when completed, the Operator stated.

The Operator informed the Board that the lift station dialer was pulled by NTS and replaced temporarily with a loaner while the Operator determines which new dialer to utilize.

Authorization of Repairs to Water Supply System and Wastewater Collection System

Mr. Ammel stated that four (4) of the forty-one (41) approved sanitary sewer point repairs have been completed. He plans to perform 4 or five (5) repairs per month until completion in September 2009, he stated.

The Operator noted that the medical offices on the creek have experienced a leak, apparent from the bill amount, but stated that he has not heard from them about the matter. The Board asked the Operator to check out the offices during the next month.

Authorization for Operator to Terminate Water and Sewer Service to Certain Delinquent Accounts For Non-Payment of Water and Sewer Bills

The Operator presented the Board with the list of sixty-one (61) accounts to be terminated for nonpayment. It was noted that no customer appeared at the meeting to discuss the nature of his/her delinquency with the Board. Dir. Papp motioned approval of the terminations presented by the Operator. Dir. Toll seconded, and the Board voted unanimously in favor of the motion.

ATTORNEY'S REPORT

Approve DbLive Program and take all necessary actions related thereto, including approval of expenditure of funds and entering into contracts

President Shannon recognized the Attorney for her report. The Attorney stated that she has nothing other than the easement matter to discuss with the Board.

CONSIDER AND ACT ON REPORT FROM PAYNE COMMUNICATIONS

Discuss status of website and customer communication and take action related thereto

There was no discussion pertaining to the website.

Discuss landscape garden, customer communication and take necessary action in connection therewith

The President asked Dir. Papp to report in Ms. Payne's absence. He stated that there would be a number of individuals present at the special meeting on Jan. 23, 2009, who would be planning

some of the projects to be discussed at the special meeting on Jan. 28, 2009. The Engineer stated that he had forwarded the easement documents to Ms. Fraser also.

Discuss newsletter and take necessary action related thereto

There was no discussion of the newsletter.

Report on status of butterfly vine project and compost project

There was no additional discussion of the butterfly vine.

SUCH OTHER MATTERS AS MAY PROPERLY COME BEFORE THE BOARD OF DIRECTORS, INCLUDING:

Review correspondence addressed to the Board

There was no correspondence to consider.

Review correspondence sent by the District

There was no correspondence to address.

Report on meeting of Ponderosa Joint Powers Authority ("PJPA")

Upon being recognized, Dir. Mancini reported that long-time director Ralph Hague has resigned due to failing health. Larry Daily of Klein will be next year's president of the PJPA board, Dir Mancini added. PJPA is considering reconditioning the belt press, which would be very costly, he reported.

Report on meeting of North Harris County Regional Water Authority

Dir. Mancini reported that more than 43 miles of pipe have now been installed by the Authority's contractors. More than \$241 million has been spent, he noted. Also beneath Gears road has now been bored. The Authority approached PJPA to use some of their land for storage of equipment. No decision on that was made, he added. Operator Connelley added that the Authority is trying to get another mobile lab.

THE PRESIDENT ASKED FOR A MOTION TO ADJOURN, as there was no other business to conduct at this time. Dir. Mancini's motion, seconded by Dir. Daniel, to adjourn the meeting at 7:35 p.m., carried by common consent.

PASSED AND APPROVED

February 16, 2009

Date

T. Gary Toll

T. Gary Toll
Secretary of the Board of Directors