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MINUTES HARRIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 285

January 8, 2008

The Board of Directors (the "Board") of Harris County Municipal Utility District No. 285 (the "District") met in regular session, open to the public, on the 8th day of January, 2008, at Allen Boone Humphries Robinson LLP, 3200 Southwest Freeway, Suite 2600, Houston, Texas, and the roll was called of the members of the Board:

Walter A. Knowles, Jr.	President/Investment Officer
Roy Adame, Jr.	Vice President
James W. Chick	Secretary/Investment Officer
Jerry L. Allen	Asst. Vice President
Chand Khan	Assistant Secretary/Investment Officer

and all of the above were present except Director Knowles, thus constituting a quorum.

Also present at the meeting were Mary Jarmon of Myrtle Cruz, Inc.; Dane Plumley of Jones & Carter, Inc. ("J&C"); Rene Andel of Wheeler & Associates, Inc.; Calvin Browne of SWWC Services, Inc. ("SWWC"); Renee Miller of Legacy Energy Management Solutions ("Legacy"); Teri League and Todd Casselman of Allied Waste Services ("Allied"); Deputies James Garza and Elias Rivera of the Harris County Sheriff's Department ("Sheriff's Department"); Carleton Wright and Chris Eriksen, residents of the District; Susan Edwards of Allen Boone Humphries Robinson LLP ("ABHR"); and Susan Prospere, Recording Secretary.

MINUTES

The Board considered approving the minutes of the November 26 and December 11, 2007, meetings. After discussion, Director Chick moved to approve the minutes as presented. The motion was seconded by Director Khan and carried by unanimous vote.

STATEMENTS AND QUESTIONS FROM THE PUBLIC

Mr. Wright of 15126 Mountain Heights Drive reported that he received a water termination letter in spite of the fact that his water and sewer bill had been timely paid. He informed the Board that he provided SWWC with a copy of his canceled check evidencing timely payment, but was not pleased with the customer service related to resolution of the problem. Mr. Browne stated that he will investigate the matter further and will discuss the problems with the appropriate SWWC employees.

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SECURITY REPORT

Deputies Garza and Rivera reported to the Board on security services in the District. Mr. Eriksen reported that a resident was shot in Liberty Lakes and stated his belief that the residents know the deputies' patrol schedules. Deputy Garza stated that the street patrol times vary although the residents may be aware of the days the deputies are not working. Mr. Eriksen reported that he is trying to organize the Liberty Lakes residents to establish a citizens-on-patrol program. Deputy Garza stated that the crime has abated at the Stone Park Apartments. Deputy Rivera reported that crime in the District is generally lower than the crime in surrounding areas.

LEGACY REPORT

Ms. Miller reviewed a 12-month cost-savings analysis from Legacy, a copy of which is attached. The Board requested that a Legacy representative attend its meetings on a quarterly basis. Ms. Miller informed the Board that Legacy is pursuing a sales tax refund to the District by Constellation NewEnergy.

BOOKKEEPER'S REPORT

The Board reviewed the bookkeeper's report and considered payment of the bills. Ms. Jarmon also reviewed the District's investments, including the monthly investment report, and a year-to-date budget comparison. She reported that two checks to Waste Management for a new dumpster at wastewater treatment plant no. 1 have been voided because the charges were erroneous. After discussion, Director Chick moved to approve the bookkeeper's report, including the checks presented for payment, and the monthly investment report. The motion was seconded by Director Allen and carried by unanimous vote. A copy of the bookkeeper's report is attached.

TAX REPORT

Ms. Anadel reviewed the monthly tax report, which reflects that 27.15% of the District's 2007 taxes have been collected to date. She presented a letter from Vindo Cherian of 14003 Oleoke Lane, a copy of which is attached, stating that the taxes were paid on said account by both the property owner and mortgage company. Ms. Anadel pointed out that a refund check to the owner is included with the checks presented for Board approval. After review, Director Adame moved to approve the tax report and payment of the checks drawn on the District's tax account, including the refund for the double payment of taxes by Vindo Cherian. The motion was seconded by Director Chick, and carried unanimously. A copy of the tax report is attached.

DELINQUENT TAX REPORT

Ms. Anadel presented the delinquent tax report prepared by Perdue, Brandon, Fielder, Collins & Mott, L.L.P. A copy of the delinquent tax report is attached.

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ENGINEER'S REPORT

Mr. Plumley presented the updated Schedule of Hourly Rates charged by Jones & Carter, Inc., effective January 1, 2008, a copy of which is attached. The Board asked that the Schedule of Hourly Rates be emailed to the Board prior to the meetings in the future.

WASTEWATER TREATMENT PLANT NO. 2, PHASE 1

Mr. Plumley reported on the status of the construction of permanent wastewater treatment plant no. 2, Phase 1. He stated that the second repair of the exterior wall of the tank appears to be successful and that the remaining punch list items should be complete within approximately one week. The Board discussed removal of the interim wastewater treatment plant. Mr. Plumley stated that the plant has not been removed pending activation of wastewater treatment plant no. 2.

WATER, SEWER AND DRAINAGE FACILITIES TO SERVE NEW FOREST WEST, SECTION 4

Mr. Plumley reported that Kenneth Lamb Construction Co., Inc., has signed a release letter acknowledging cancellation of the New Forest West, Section 4, facility construction contract.

WATER PLANT CLEARING AND GRUBBING

Mr. Plumley presented the contracts for the water plant clearing and grubbing with Excalibur Construction, Ltd., for execution.

OPERATOR'S REPORT

Mr. Browne reviewed the monthly operations report. He reported on routine maintenance and repairs in the District. He stated that there were no violations of the permitted parameters at wastewater treatment plant no. 1 and one violation at the interim wastewater treatment plant during the month of December. He stated that he was unaware of any water taste problems reported to the Board by Mr. Eriksen but pointed out that the District does not produce the water supply. A copy of the operations report is attached.

HEARING REGARDING TERMINATION OF SERVICE

Mr. Browne presented a list of delinquent accounts subject to termination of services. He informed the Board that Bobby Hawkins of 14119 Falling Elm Lane has paid his previously delinquent bill but has not paid his most recent bill and that Lisa Blanton of 202 Shekel Lane has paid her delinquent bill. He stated that SWWC investigated the possibility of a leak of the residence of Charlean Burris at 14127 Woodwolf Court because of a high bill but no leak was found. He informed the Board

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that SWWC contacted KB Home regarding its large number of delinquent accounts. The Board deferred authorizing service terminations until its January 28, 2008, meeting.

RESOLUTION AUTHORIZING APPLICATION TO THE TEXAS COMMISSION ON ENVIRONMENTAL QUALITY FOR APPROVAL OF PROJECTS AND BONDS

The Board considered adopting a Resolution Authorizing Application to the Texas Commission on Environmental Quality for Approval of Projects and Bonds ("Resolution") for bond application no. 8. Upon a motion made by Director Adame and seconded by Director Chick, the Board voted unanimously to adopt the Resolution, a copy of which is filed in the District's permanent records.

WATER SMART PROGRAM

Ms. Prospere reported that the Harris-Galveston Subsidence District has indicated that District may sponsor the Water Wise Program for all or a portion of the 133 eligible students at Havard Elementary School. After discussion, the Board agreed to sponsor the Water Wise Program for all 133 students as discussed.

DEEDS AND EASEMENTS, INCLUDING SPECIAL WARRANTY DEED FOR STONE PARK APARTMENTS LIFT STATION SITE

The Board deferred acceptance and/or approval of any deeds or easements, including the Special Warranty Deed for the Stone Park Apartments lift station site, pending receipt.

AMENDMENT NO. 1 TO WATER AND WASTEWATER CAPACITY COST-SHARING AGREEMENT

The Board deferred approval of Amendment No. 1 to Water and Wastewater Capacity Cost-Sharing Agreement pending receipt.

WATER AND SANITARY SEWER TRUNK LINE EXTENSIONS FROM BELTWAY 8 TO WASTEWATER TREATMENT PLANT NO. 2 COST-SHARING AGREEMENT

The Board considered approving the Water and Sanitary Sewer Trunk Line Extensions from Beltway 8 to Wastewater Treatment Plant No. 2 Cost-Sharing Agreement ("Agreement"). After discussion, Director Allen moved to approve the Agreement. Director Adame seconded the motion, which carried unanimously. A copy of the Agreement is filed in the District's permanent records.

GARBAGE COLLECTION SERVICES

The Board next discussed the garbage collection services provided to the District. Ms. Edwards reported that the proposed Residential Solid Waste Collection Contract

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with WCA Waste Corporation ("WCA") provides for a three-year period and termination only with cause, including an opportunity to correct any problems. Additionally, she stated that WCA has offered to collect garbage in the District on Monday/Thursday but cannot collect on a Tuesday/Friday schedule.

Mr. Casselman requested that the Board allow Allied to reconsider its price offered to the District. The Board requested that Allied consider extending the term of its current contract with the District at the current rates for a one-month period while the Board considers an amended proposal from Allied. Mr. Casselman agreed to the one-month extension as requested. After discussion, Director Khan moved to authorize ABHR to prepare a letter to Allied confirming the one-month extension. Director Allen seconded the motion. Prior to a vote, Director Chick suggested obtaining a 90-day extension of the Allied contract in the event the matter has not been resolved. Mr. Casselman offered a price for garbage collection services by Allied of \$13.40 per household, including heavy trash collection on a regular basis. Director Khan indicated his preference for a lower per-household rate with heavy trash collection on an on-call basis at a cost to the residents of \$25. Mr. Casselman agreed to offer a rate of \$13.30 per household with on-call heavy trash collection. He also agreed to extend the current Allied contract for a 90-day period. After discussion, Director Khan moved to authorize ABHR to send a letter to Allied confirming a 90-day contract extension. Director Chick seconded the motion, which carried unanimously.

The Board then agreed that ABHR will obtain a new contract and proposal from Allied and a contract form from Waste Management. The Board requested that Allied also provide information regarding recycling services, including centralized recycling.

EXECUTIVE SESSION PURSUANT TO SECTION 551.071, TEXAS GOVERNMENT CODE, TO CONDUCT A PRIVATE CONSULTATION WITH ATTORNEY TO DISCUSS PENDING OR CONTEMPLATED LITIGATION

The Board agreed that it was unnecessary to convene in Executive Session pursuant to Section 551.071, Texas Government Code, to conduct a private consultation with the District's attorney to discuss contemplated or pending litigation.

LEGAL FEES

The Board discussed the hourly legal fee increase proposed by ABHR. The Board also agreed to review information regarding an increase in bond fees. The Board deferred action until January 28, 2008, pending the receipt of information regarding previous hourly fee increases to the District and information regarding a bond fee increase.

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There being no further business to come before the Board, the Board concurred to adjourn the meeting.

Secretary, Board of Directors

(SEAL)

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