

MINUTES
PECAN GROVE MUNICIPAL UTILITY DISTRICT

August 11, 2015

The Board of Directors (the "Board") of Pecan Grove Municipal Utility District (the "District") met in special session, open to the public, on the 11th day of August, at the Pecan Grove Baptist Church, 1727 FM 359, Richmond, Texas, inside the boundaries of the District, and the roll was called of the members of the Board:

Chad Howard	President
Ryan Yokubaitis	Vice President
Buddy Kluppel	Secretary
Randy Vance	Assistant Vice President/ Assistant Secretary
Kirk Boyd	Assistant Vice President/ Assistant Secretary

and all of the above were present.

Also present at the meeting were residents of the District and other persons listed on Exhibit A attached hereto and Greg Ordeneaux of Tax Tech, Inc.; Pat Naff of CDC Unlimited, LLC; Grady Turner and Scott Saenger of Jones & Carter, Inc. ("J&C"); Mike Ammel of Environmental Development Partners, L.L.C. ("EDP"); Shirley McLennan of McLennan & Associates, L.P.; Greg Lentz of First Southwest Company; and Lynne Humphries and Jane Miller of Allen Boone Humphries Robinson LLP ("ABHR").

ORDER CALLING FIRE PLAN ELECTION

The Board next considered adopting an order calling a Fire Plan Election on November 3, 2015, for the purpose of submitting to the electors within the District approval of a Fire Plan and Contracts for Fire Protection Services. Following review and discussion, Director Vance moved to adopt an Order Calling Fire Plan Election. The motion, which was seconded by Director Kluppel, passed unanimously.

CONTRACT FOR ELECTION SERVICES WITH FORT BEND COUNTY

Ms. Humphries reviewed a Joint Election Agreement and Contract for Election Services between the District and Fort Bend County for conduct of the November 3, 2015 election. After review and discussion, Director Kluppel moved to approve the Joint Contract for Election Services with Fort Bend County, and direct that the Contract be filed appropriately and retained in the District's official records. Director Boyd seconded the motion, which was approved by unanimous vote.

BOND APPLICATION FOR DRAINAGE PROJECTS

The Board next reviewed a draft summary of costs prepared by J&C for a proposed bond issue to fund drainage projects. The Board reviewed a debt service analysis prepared by Mr. Lentz, a copy of which is attached. Following discussion, the Board concurred to defer adoption of a resolution authorization application for approval of projects and bonds until the August regular meeting.

BUDGET WORKSHOP

The Board conducted a budget workshop in connection with the budget for the fiscal year ending September 30, 2016. The Board reviewed revenue and expense line items in the proposed budget, and commented and adjusted projections and inclusion of special construction and parks projects. The Board determined a 6 month operating reserve was the goal. The Board noted they would approve the budget at the next meeting.

There being no additional business to consider, the meeting was adjourned.


Secretary, Board of Directors

