

MINUTES
PECAN GROVE MUNICIPAL UTILITY DISTRICT

April 1, 2008

The Board of Directors (the "Board") of Pecan Grove Municipal Utility District (the "District") met in special session, open to the public, on the 1st day of April, 2008, at the Pecan Grove MUD Customer Service Office, 2035 FM 359, Suite 13, Richmond, Texas, inside the boundaries of the District, and the roll was called of the members of the Board:

Joe Taylor	President
Stephen Crow	Vice President
G.E. Kluppel	Secretary
Richard Stolleis	Assistant Vice President/ Assistant Secretary
John Minchew	Assistant Vice President/ Assistant Secretary

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

Also present at the meeting were Jeff David, Scott Saenger, and Jason Kirby of Jones & Carter, Inc. ("J&C"); Andy Phelps with Environmental Development Partners; Mr. Dickenson, and Holly Cravens, residents of the District; and Lynne Humphries of Allen Boone Humphries Robinson LLP ("ABHR").

STORM WATER QUALITY WORKSHOP

Director Kluppel discussed the workshop held earlier today to discuss the required Storm Water Management Plan. He said a public workshop and presentation would be made at the July meeting and a notice would be placed on the water bill. Director Stolleis said they have selected storm inlet markers and they will be explained at the public meeting. Mr. Saenger said the first annual report is due by November, 2008. He added that the first year of the program ends in August, 2008.

REPORTS FROM DIRECTORS AND DISTRICT CONSULTANTS

Ms. Humphries reported on the recent Levee Summit and jurisdictional differences between FEMA and the U.S. Army Corps of Engineers (the "USACE"). She and J&C reviewed the rules, regulations, and procedures related to the FEMA flood plain remapping program and the USACE RIP program. The Board discussed and clarified that only Pecan Grove Municipal Utility District and J&C were involved in the recertification necessary to continue to provide for District residents to be eligible for "premium insurance" in the FEMA National Flood Insurance Program. The Board requested that ABHR and J&C try to get the appropriate representative from FEMA's subcontractor, Michael Baker, to meet with the Board and the Fort Bend County

Drainage District engineer, Mark Vogler, preferably in Houston, and if not, in Dallas. The Board also asked J&C to contact the Fort Bend County Judge to update him on the latest drainage study.

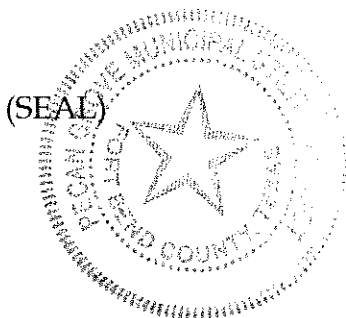
Mr. Kirby reported receiving a call from a resident in Plantation Meadows, complaining about drainage from The Grove, Section 10, onto her property. Mr. Kirby reviewed the drainage easement at the back of Plantation Meadows and the back lot drainage of The Grove, Section 10.

Mr. Kirby then distributed a geotechnical proposal from the Murillo Company related to the levee recertification. He said Murillo was involved in the original levee construction. Director Stolleis noted the proposal did not include any information related to their prior work. Director Taylor asked for the proposal to be placed on the next agenda.

Director Stolleis reported that Ms. Wright would attend the next meeting, and he had conveyed the District's wishes regarding acquisition of property for a surface water plant.

Ms. Humphries said she has not heard from the Pecan Grove Volunteer Fire Department ("PGVFD") or its attorney regarding the conveyance of the water line. The Board then determined to try to meet with the PGVFD either before or after the regular Board meeting. Director Taylor asked Ms. Humphries to find out who are the Board of Directors of the PGVFD and follow up on the water line conveyance. Director Minchew stated he was asking the PGVFD for a list of names of the volunteer firefighters and the subdivisions in which they live.

There being no further business to come before the Board, the meeting was adjourned.




Secretary, Board of Directors