

MINUTES
PECAN GROVE MUNICIPAL UTILITY DISTRICT

May 6, 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 6th day of May, 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 Jason Kirby of Jones & Carter, Inc. ("J&C"); Andrew Phelps of Environmental Development Partners, LLC; and Lynne Humphries of Allen Boone Humphries Robinson LLP ("ABHR").

MEETING WITH REPRESENTATIVE OF RIVERS EDGE MUNICIPAL UTILITY DISTRICT AND FORT BEND COUNTY MUNICIPAL UTILITY DISTRICT NO. 145

Director Taylor said the Board was not meeting with representatives of Fort Bend County Municipal Utility District No. 145 ("MUD 145"). Ms. Humphries reported on her conversation with the attorney for MUD 145. Discussion ensued.

LEVEE STUDY MODELS

The Board then discussed the meeting with the Fort Bend County Judge tomorrow to discuss the latest flood plain re-mapping. The Board then discussed the latest developments regarding the various flood studies. The Board concurred J&C needs to be studying the remedy for Pecan Lakes as well as the remedy for the levee recertification. The Board concurred that they would like a better understanding of the impact to Pecan Lakes of the latest model.

ADOPT AMENDED FLOOD DAMAGE PREVENTION ORDINANCE

Mr. Kirby said he is reviewing the FEMA requirements for updating any ordinances or orders that need to be adopted by the Board. He stated the District also

needs a maintenance manual. Director Taylor stated any action should be on the May agenda.

DRAINAGE EASEMENTS WITH WSG PECAN GROVE IV, LP

The Board discussed easements being granted from WSG Pecan Grove IV, LP to the District and easements being granted by the District to WSG Pecan Grove IV, LP. After review and discussion, Director Crow moved to grant a Drainage Easement to WSG Pecan Grove IV, LP, in exchange for easements from WSG Pecan Grove IV, LP, and direct that the easements be filed appropriately and retained in the District's official records. Director Kluppel seconded the motion, which passed by unanimous vote.

REPORTS FROM DIRECTORS AND DISTRICT CONSULTANTS

The Board noted the special meeting to canvass the election returns will be held on May 14, 2008 at 5:30 p.m. at the Pecan Grove MUD Customer Service Office.

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

Secretary, Board of Directors

(SEAL)