

MINUTES OF SPECIAL MEETING
BOARD OF DIRECTORS
PECAN GROVE MUNICIPAL UTILITY DISTRICT

August 2, 2007

The Board of Directors of Pecan Grove Municipal Utility District met in special session, open to the public, at 5:30 p.m. on Thursday, August 2, 2007, inside the boundaries of the District at the Pecan Grove Country Club, Highway 359 at Plantation Drive, Richmond, Texas 77469, and the roll was called of the duly constituted officers and members of the Board, to-wit:

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 said directors were present, thus constituting a quorum.

Also present were the following: Jason Kirby and Bobby Jones of Jones & Carter, Inc. ("J&C"); Michael Ammel of Environmental Development Partners, LLC; Cliff Kavanaugh of First Southwest Company; Shirley McLennan of McLennan & Associates, L.P.; and Mr. and Mrs. Dickenson, residents of the District.

CONDUCT BUDGET WORKSHOP FOR FISCAL YEAR ENDING SEPTEMBER 30, 2008
AND AUTHORIZE APPROPRIATE ACTION

Ms. McLennan distributed a proposed budget for the fiscal year ending September 30, 2008. The Board discussed the budget and requested that Ms. McLennan make the revisions discussed.

RECEIVE REPORTS FROM BOARD MEMBERS, INCLUDING REPORT ON MEETING
PROCEDURES AND AUTHORIZE APPROPRIATE ACTION

There were no reports from the Board members.

RECEIVE REPORTS FROM DISTRICT CONSULTANTS AND AUTHORIZE
APPROPRIATE ACTION

There were no reports from the District consultants.

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

Secretary, Board of Directors

(SEAL)

LIST OF ATTACHMENTS TO MINUTES

Minutes
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None