

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

October 11, 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, October 11, 2007, inside the boundaries of the District at the Pecan Grove MUD Customer Service Office, 2035 FM 359, Suite 13, 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, except Director Stolleis thus constituting a quorum.

Also present were the following: Marquita Griffin of the Fort Bend Herald; Jason Kirby and Tobin Syntschk of Jones & Carter, Inc. ("J&C"); Andrew Phelps of Environmental Development Partners, LLC; Trent Slovak of Malcolm Pirinie, Inc.; and Josh Hancock of Allen Boone Humphries Robinson LLP ("ABHR").

DISCUSS LAW ENFORCEMENT SERVICES IN THE DISTRICT, INCLUDING
AUTHORIZE EXECUTION OF INTERLOCAL AGREEMENTS WITH FORT BEND
COUNTY AND PECAN GROVE POA

Director Minchew reported on communications with the Fort Bend County Attorney's office and the Pecan Grove Property Owners Association (the "POA") regarding agreements for law enforcement services. He stated that the District can enter into an Agreement for Additional Law Enforcement Services with Fort Bend County for security services for the District (the "District Agreement"). Director Minchew added that the District can also enter into an Agreement for Additional Law Enforcement Services with the POA which provides that the POA will pay the District for 90% of the costs contained in the District Agreement for security services. After review and discussion, Director Kluppel moved that the Board approve an Agreement for Additional Law Enforcement Services between the District and Fort Bend County and an Agreement for Additional Law Enforcement Services between the District and the Pecan Grove Property Owners Association. Director Crow seconded the motion, which passed by unanimous vote.

RECEIVE REPORT FROM MALCOLM PIRNIE, INC. AND DISCUSS TASK ORDER NO. 3

Mr. Slovak presented Task Order No. 3 under the Malcolm Pirnie, Inc. Master Agreement for Professional Services for surface water treatment plant design and construction to the Board for review. After review and discussion, Director Crow moved that the Board approve Task Order No. 3 under the Malcolm Pirnie, Inc. Master Agreement for Professional Services for surface water treatment plant design and construction in the amount of \$142,600 to be completed by December 17, 2007. Director Kluppel seconded the motion, which passed unanimously. The Board requested that J&C obtain information on the costs for pump improvements at the Gulf Coast Water Authority Shannon pump station.

DISCUSS POLICY ON HANDLING OF OPEN RECORDS REQUESTS AND AUTHORIZE APPROPRIATE ACTION

The Board requested that: (1) the operator list all new accounts by address on the operator's report and (2) the operator provide a list of customer's addresses only when a list of District customers is requested under the Open Records Act.

RECEIVE REPORTS FROM BOARD MEMBERS AND AUTHORIZE APPROPRIATE ACTION

Director Taylor reported that the Brazos River Authority (the "BRA") is conducting a stakeholder meeting on October 17, 2007. He stated that the BRA asked the District to participate in a joint source water quality study at a cost of \$6,600. The Board concurred to decline participation in the study. Director Taylor stated that he will ask representatives of the BRA to pursue a monitoring station up river and report the real time value to the District.

RECEIVE REPORTS FROM DISTRICT CONSULTANTS AND AUTHORIZE APPROPRIATE ACTION

There were no reports from consultants.

ACCOMPANY DISTRICT'S ENGINEER ON TOUR OF DISTRICT FACILITIES AND AUTHORIZE APPROPRIATE ACTION

Mr. Kirby conducted a tour of the District's facilities.

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