

MINUTES
PECAN GROVE MUNICIPAL UTILITY DISTRICT

December 6, 2012

The Board of Directors (the "Board") of Pecan Grove Municipal Utility District (the "District") met in regular session, open to the public, on the 6th day of December, 2012, 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:

Chad Howard	President
Randy Vance	Vice President
Buddy Kluppel	Secretary
Kirk Boyd	Asst. Vice President/ Asst. Secretary
John Minchew	Asst. Vice President/ Assistant Secretary

and all of the above were present, except Director Howard, thus constituting a quorum

Also present at the meeting were Mike Stone and Sherrie Knoepfel of Professional Management Services, Fred Ross, a resident of the District, Doug Owen of Environmental Development Partners ("EDP"), and Hannah Brook of Allen Boone Humphries Robinson LLP ("ABHR").

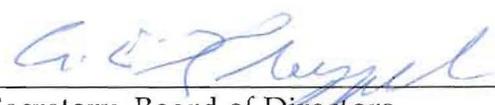
PROPOSALS FOR PARK MAINTENANCE, AND IF APPROPRIATE, ENGAGE PARK MAINTENANCE AND OPERATION CONSULTANT

The Board reviewed and discussed a parks management proposal submitted by Professional Management Services and a separate mowing proposal submitted by CDC Unlimited, LLC. The Board discussed services being provided to the District and additional options to improve the facilities within the District. The Board discussed upgrades to the current facilities that would provide long term cost savings. The Board discussed options for automatic gate openers and requested that EDP look into pricing options. Following review and discussion, Director Boyd moved to engage CDC Unlimited, LLC to provide mowing services to the District as outlined in the proposal and to include a Contract review after the first quarter of 2013 and to terminate the District's contract with Terra Management Services and to continue their Agreement with the YMCA on a month to month basis as authorized at the November regular Board meeting. The motion, which was seconded by Director Vance, passed unanimously.

Discussion ensued regarding the status of the cart path/road access through Plantation Park. The Board reviewed a proposal from CDC Unlimited, LLC with options for the installation of asphalt or crushed granite. Following review and discussion, Director Boyd moved to authorize CDC Unlimited, LLC to install crushed granite to the cart path/road in Plantation Park at a cost of \$11,097 as

outlined in the proposal. The motion, which was seconded by Director Vance, passed unanimously.

There being no further business to conduct, the meeting was adjourned.



Secretary, Board of Directors

(SEAL)

