

MINUTES
PECAN GROVE MUNICIPAL UTILITY DISTRICT

July 19, 2016

The Board of Directors (the "Board") of Pecan Grove Municipal Utility District (the "District") met in special session, open to the public, on the 19th day of July, 2016 at the Pecan Grove Country Club, Richmond, Texas, inside the boundaries of the District, and the roll was called of the members of the Board:

Chad Howard	President
Ryan Yokubaitis	Vice President
G.E. "Buddy" Kluppel	Secretary
Stephen D. Crow	Assistant Secretary/ Assistant Vice President
Charles D. Bertrand	Assistant Vice President/ Assistant Secretary

and all of the above were present.

Also present at the meeting were Grady Turner, Craig Kalkomey, Maggie Puckett and Scott Saenger of Jones & Carter, Inc. ("J&C"); Mike Ammel, Clayton Galloway and Breah Campbell of Environmental Development Partners, LLC ("EDP"); and Lynne Humphries and Jane Miller of Allen Boone Humphries Robinson LLP ("ABHR").

EMERGENCY OPERATIONS DURING JUNE, 2016 FLOODING EVENT

Mr. Saenger reviewed historical flooding events in and around the District, 2016 flood event facts, including discussion regarding Brazos river elevations, flood mapping accuracy and performance of the District's levee system and other facilities. Mr. Saenger also provided follow up regarding previous discussion of the District's cost sharing agreement with Texas Department of Transportation ("TXDOT") to raise a portion of FM 359, including discussion regarding installation of an additional gate on the north end of FM 359. Discussion ensued regarding Fort Bend County's current study of Jones Creek, creek capacity, improvements needed in Jones Creek and additional detention storage that will become available in the District upon completion of the drainage improvements underway in the District.

Mr. Ammel discussed operational deployments during and immediately following the most recent flood event from May 31, 2016 through June 5, 2016 and discussed dissemination of information to District residents, including informational updates posted to the District website. Discussion ensued regarding procedural improvements for future flooding events, including coordination of public communication, defined access points along levees, coordinated gate operation on FM

359 and movement of emergency equipment with minimal damage to District facilities/levees.

The Board discussed estimated costs and budget for proposed drainage improvements discussed in this meeting intended to better prepare and position the District during an emergency flooding event and requested that J&C prepare a preliminary estimate of prioritized improvements for the Board's review at the August 23, 2016 budget meeting. J&C also discussed items submitted to the Federal Emergency Management Agency ("FEMA") for reimbursement to the District.

GOVERNMENT CODE, TO CONDUCT A PRIVATE CONSULTATION WITH ATTORNEY TO (1) SEEK ADVICE ON PENDING OR CONTEMPLATED LITIGATION, INCLUDING CONDEMNATION PROCEEDINGS, AND (2) MATTERS IN WHICH THE DUTY OF THE ATTORNEY UNDER THE TEXAS DISCIPLINARY RULES OF PROFESSIONAL CONDUCT CONFLICT WITH CHAPTER 551 TEXAS GOVERNMENT CODE AND SECTION 551.071, TEXAS GOVERNMENT CODE, TO CONDUCT A PRIVATE CONSULTATION WITH ATTORNEY TO (1) SEEK ADVICE ON PENDING OR CONTEMPLATED LITIGATION, INCLUDING CONDEMNATION PROCEEDINGS, AND (2) MATTERS IN WHICH THE DUTY OF THE ATTORNEY UNDER THE TEXAS DISCIPLINARY RULES OF PROFESSIONAL CONDUCT CONFLICT WITH CHAPTER 551 TEXAS GOVERNMENT CODE AND PURSUANT TO THE SECTION 551.072, TEXAS GOVERNMENT CODE, TO DELIBERATE THE PURCHASE, EXCHANGE, LEASE, OR VALUE OF REAL PROPERTY

Director Howard announced the Board would convene in executive session at 6:36 p.m. to conduct a private consultation with the District's attorney. ABHR and J&C were present during executive session.

RECONVENE IN OPEN SESSION AND AUTHORIZE APPROPRIATE ACTION

The Board reconvened in regular session at 6:59 p.m. Following review and discussion in executive session, Director Kluppel moved to authorize J&C and Directors Bertrand and Howard to negotiate with the owner of the golf course, as discussed. Director Crow seconded the motion, which passed unanimously.

There being no additional business to consider, the meeting was adjourned.



C. Kluppel
Secretary, Board of Directors

(SEAL)