

**MINUTES OF SPECIAL MEETING
HARRIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 191
FEBRUARY 20, 2008**

**STATE OF TEXAS §
 §
COUNTY OF HARRIS §**

The Board of Directors of Harris County Municipal Utility District No. 191 of Harris County, Texas, met in special session, open to the public, beginning at 7:00 P.M., at The County Line Restaurant, 13850 Cutten Road, Houston, Texas 77069, on the 20th day of February, 2008, and the roll was called of the duly constituted officers and members of the Board, to-wit:

Edward A. Monto	President
Robert Price	Vice President
Errol Wirasinghe	Secretary
Vaughan G. Miller	Treasurer
Ernest F. Gigliotti	Assistant Secretary

and all of said directors were present excepting Directors Miller and Gigliotti, thus constituting a quorum. Director Miller arrived after the start of the meeting.

Persons also present included Tom Rolen of the North Harris County Regional Water Authority; Tom Karis, J.R. Allen and Darrell York of Prestonwood Forest UD; Tracy Riley of Eagle Water Management (operator for Cy-Champ PUD); Ron Walkoviak and Tom Bartlett of Cy-Champ PUD; Bradley Jenkins and Jason Ozuna of Jones & Carter, Inc.; Gus Gustafson of SWWC; Cindy Nichols of Michael A. Cole, P.C.; and James L. Dougherty, Jr.

WATER SUPPLY

Tom Rolen of the North Harris County Regional Water Authority (the “Authority”) made a presentation to the Board and persons present concerning the Authority’s “Water Distribution and Transmission System Projects”. He stated that Project 4 (where Harris County MUD 191, Cy-Champ PUD and Prestonwood Forest UD are located) is built and will be in service shortly. In response to queries of persons present, Mr. Rolen explained costs, charges and credits. He stated that water districts could be eligible for non-depreciation asset credits, O&M credits (for groundwater the water district pumps), and could make a capital contribution to the Authority. Mr. Rolen also answered questions and gave a thorough explanation regarding disinfection and the need to convert to chloramine disinfection. He stated that each water district would be responsible for converting to chloramine disinfection and the cost will be borne by each water district and will be added to the non-depreciation asset credit, and each water district will be reimbursed over time. He stated that the Authority will be sending out an Information Packet in the near future along with a letter concerning the need for conversion to chloramine disinfection before each water district begins taking surface water from the Authority in the 3rd or 4th quarter of 2009. He stated that the Authority is also planning a series of seminars to address issues and concerns. Mr. Rolen explained that the State has prescribed procedures for converting to chloramine disinfection and each water district’s

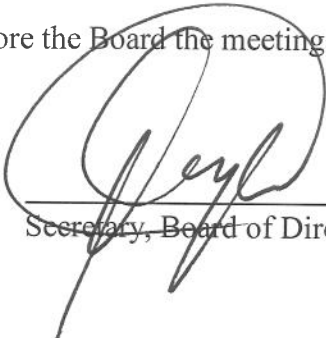
engineer and operator will work with the State, TCEQ and Authority. He noted that there is a requirement to give notice to customers of the conversion in advance because of dialysis machines, aquariums, etc. In response to a query of Bradley Jenkins, Mr. Rolen said that the Authority is not aware that there will be a need to have both gaseous chlorine and chloramine disinfection systems in place, but that he will confirm this, and that it is his understanding that the water districts will only have to have chloramine disinfection systems. In response to queries, Mr. Rolen stated that a non-depreciation asset credit will only be given on facilities that are less than 30 years old. Discussion was had on this matter. In response to another query, Mr. Rolen stated that the issue of having a uniform Drought Contingency Plan is on the table and will be discussed at future Authority meetings.

Mr. Rolen stated that at this time the water districts need to begin designing and constructing chloramine disinfection facilities, and need to provide information to the Authority regarding non-depreciation assets.

At the conclusion of discussion, questions and answers, members of the Harris County MUD 191, Cy-Champ PUD and Prestonwood Park UD Boards agreed that their engineers and operators should work together to coordinate the timing of converting to chloramine disinfection.

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

(SEAL)



Secretary, Board of Directors