

MONTGOMERY COUNTY MUNICIPAL UTILITY DISTRICT NO. 18

Minutes of Meeting of Board of Directors

February 8, 2011

The Board of Directors of the Montgomery County Municipal Utility District No. 18 held a regular meeting, open to the public, on February 8, 2011, at the Bentwater Country Club, 800 Bentwater Drive, Montgomery, Texas, inside the boundaries of the District with a quorum of directors present as follows:

Louis J. Tichacek	President
Linda B. Pierce	Vice President
Joe Constantino	Secretary
Roy Champagne	Treasurer
Chris Uzelmeier	Assistant Secretary

and the following directors absent:

None

Also present at the meeting were J. Ron Young of Young & Brooks, Pat McFarland, Mike Castleberry, Roy McCoy, Anthea Moran of First Southwest Company, John Chaney, Ken Byrd of Equi-Tax, Inc., Wendy Austin of District Data Services, Inc., John Bleyl, P.E. of Bleyl & Associates, Dan Wright of Hays Utility Service Corporation, Steve Bowen, Rex Camburn, and Steve Seay.

The president called the meeting to order and declared it open for such business as may come before the board.

The board approved the minutes of the board meeting held on January 11, 2011.

Pat McFarland discussed the Water Wise program. The results have been posted on the District website.

Wendy Austin discussed bookkeeping matters in the District.

Ken Byrd reported as to the status of tax collections within the District. The District is 81.7% collected for 2010.

Roy McCoy discussed the Lone Star Groundwater Conservation District activities.

The board considered and unanimously set zero 2011 tax exemptions.

The board considered and unanimously approved a resolution authorizing additional penalties on delinquent taxes.

Anthea Moran discussed the sale of the Series 2011 Bonds at \$4,740,000.

The board unanimously approved an order and application for release of escrow funds to the TCEQ.

The board unanimously approved a resolution requesting an estimate of values from the appraisal district.

Dan Wright reported as to operational matters within the District. There are 1,888 connections in the District.

John Bleyl reported as to engineering matters within the District. The Chaney Bowen property was discussed. The board unanimously awarded the water well #3 project to Layne Christensen for \$989,825. The board approved the contract with McCaffety Electric for \$159,700 and authorized construction to commence. The board further authorized construction to begin on the Crostex Construction contract. The board unanimously approved the contract with Park Construction for \$31,879 for lift station drilling access.

The board unanimously approved and executed a credit contract with Montgomery County MUD No. 56.

The board unanimously approved a common representation for Young & Brooks who drafted the credit agreement with Montgomery Co. MUD No. 56.

There was presented to the board a list of bills for the approval of payment, a copy of which is attached hereto. After discussion, upon motion duly made, seconded and unanimously carried, the board approved said bills and ordered checks to be issued on the appropriate accounts of the district in payment thereof.

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



Secretary, Board of Directors