

MONTGOMERY COUNTY MUNICIPAL UTILITY DISTRICT NO. 18

Minutes of Meeting of Board of Directors

March 8, 2011

The Board of Directors of the Montgomery County Municipal Utility District No. 18 held a regular meeting, open to the public, on March 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
Roy Champagne	Treasurer

and the following directors absent:

Joe Constantino	Secretary
Chris Uzelmeier	Assistant Secretary

Also present at the meeting were J. Ron Young of Young & Brooks, Wendy Austin of District Data Services, Inc., Dan Wright of Hays Utility Service Corporation, Ken Byrd of Equi-Tax, Inc., Rex Camburn, Steve Seay, John Bleyl, P.E. of Bleyl & Associates, Drew Masterson of First Southwest Company, Al Franklin, and Steve Bowen.

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 meetings held on February 8, 2011 and March 1, 2011.

In the absence of the Secretary and Assistant Secretary, Director Champagne was appointed to serve as Secretary Pro-Tem and authorized to sign the minutes, the resolution authorizing the financial advisor to bid on the bonds, the consent to common representation, and the encroachment letter.

The board considered and unanimously approved a consent to common representation with Montgomery Co. MUD No. 56 for the law firm of Young & Brooks.

The board approved the encroachment letter from Kinder Morgan Tejas Pipeline.

Wendy Austin discussed bookkeeping matters within the District.

Drew Masterson discussed the pending bond issue. After discussion and motion duly made, seconded and adopted, the board unanimously approved the Preliminary Official Statement for the Series 2011 Bond Issue and adopted the attached Order authorizing publication of the notice of sale for said issue. The board unanimously authorized the financial advisor to bid on the Series 2011 bonds.

Dan Wright reported as to operational matters within the District. There are 1,893 connections in the District.

Ken Byrd reported as to the status of tax collections within the District. The District is 95.2% collected for 2010.

The board ratified approval of a resolution requesting an estimate of values for January 1, 2011.

The Bowen/Chaney request for annexation was discussed. Various considerations concerning out of District services or annexation were discussed with annexation being ruled out. The board authorized John Bleyl to prepare calculations of capacity charges in the best interest of the District.

John Bleyl reported as to engineering matters within the District. The board unanimously awarded the contract to Schier Construction Co., Inc. in the amount of \$1,457,900 for the water plant in that the R & B Group withdrew their bid.

Steve Seay discussed the status of building within the District.

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