

**MONTGOMERY COUNTY MUNICIPAL UTILITY DISTRICT NO. 18**

Minutes of Meeting of Board of Directors

August 9, 2011

The Board of Directors of the Montgomery County Municipal Utility District No. 18 held a regular meeting, open to the public, on August 9, 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
Chris Uzelmeier	Assistant Secretary

and the following directors absent:

Joe Constantino	Secretary
Roy Champagne	Treasurer

Also present at the meeting were J. Ron Young of Young & Brooks, Ken Byrd of Equi-Tax, Inc., Rex Camburn, Wendy Austin of District Data Services, Inc., Dan Wright of Hays Utility Service Corporation, John Bowen, Mark Roth, C.P.A., John Bleyl, P.E. of Bleyl & Associates, Marshall Schoth, Pat Herwin, 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 July 12, 2011.

The board considered and unanimously employed Mark Roth, C.P.A to audit the District records for the fiscal year ending September 30, 2011 and 2012.

Wendy Austin reported as to bookkeeping matters within the District. The board unanimously approved the budget for the fiscal year ending September 30, 2012.

The board considered and unanimously approved the insurance renewal proposals for property, general liability, boiler and machinery, directors and officers liability and consultants bond.

The board unanimously approved the surplus funds resolutions for the generators and rehabilitation of District facilities,

Ken Byrd reported as to the status of tax collections within the District. The District is 96.6% collected for 2010.

Dan Wright reported as to operational matters within the District. There are 1915 connections in the District.

John Bleyl reported as to engineering matters within the District. The board authorized Bleyl to proceed on the WWTP Permit renewal

The board considered and unanimously approved a credit sale agreement with Lake Forest Falls Water Company.

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