

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

Minutes of Meeting of Board of Directors

December 13, 2011

The Board of Directors of the Montgomery County Municipal Utility District No. 18 held a regular meeting, open to the public, on December 13, 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

and the following directors absent:

Chris Uzelmeier	Assistant Secretary
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Also present at the meeting were J. Ron Young of Young & Brooks, Dan Wright of Hays Utility Service Corporation, Mark L. Roth, CPA, John Bleyl, P.E. of Bleyl & Associates, Ken Byrd of Equi-Tax, Inc., Inc., and Wendy Austin of District Data Services.

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 November 8, 2011.

Wendy Austin reported as to bookkeeping matters within the District.

The board recognized Mark L. Roth, CPA, who had previously distributed a draft of the board's audit for its fiscal year ended September 30, 2011. Mr. Roth reviewed the draft audit with the board and responded to questions. After discussion, upon motion duly made, seconded, and unanimously adopted, the board approved the audit as presented.

Ken Byrd reported as to the status of tax collections within the District. The District is 99.0% collected for 2010.

Dan Wright reported as to operational matters within the District.

John Bleyl reported as to engineering matters within the District. The board unanimously approved an easement for Section 77 Storm Sewer Extension. The board approved obtaining bids

for dredging as presented by the district engineer. The board unanimously approved the contract with Schier Construction Company, Inc. for the Water Plant No.2, Phase 2 project in the amount of \$537,300.00. The board unanimously authorized the operator to proceed with a study for phosphorous reduction at the WWTP.

The board unanimously approved an order establishing an office outside the District.

Director Constantino discussed security of district facilities.

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