

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

Minutes of Meeting of Board of Directors

December 9, 2014

The Board of Directors of the Montgomery County Municipal Utility District No. 18 held a regular meeting, open to the public, on December 9, 2014, at 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  
Rex Cambern, Assistant Secretary  
Chris Uzelmeier, Treasurer

and the following directors absent:

None

Also present at the meeting were J. Ron Young and Courtney Young of Young & Brooks, Wendy Austin of District Data Services, Ken Byrd of Equi-Tax, Inc., Dan Wright and John Wright of Hays Utility Service Corporation, John Bleyl, P.E. of Bleyl & Associates, Susan McFarland, Terry Gent, Blair Smith, and Mark Eyring of Roth & Eyring, PLLC.

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 November 11, 2014.

The board considered the appointment of a director to fill the vacancy on the board. The board recognized Susan McFarland, a resident of the District who has indicated a willingness to serve out the unexpired term of office for the vacant position. After discussion, upon motion duly made, seconded and unanimously carried, the board adopted the attached order appointing Susan McFarland as a director for the unexpired term of Joe Constantino. Ms. McFarland signed her Oath of Office and Statement of Elected/Appointed Officer. Director McFarland participated in the remainder of the meeting.

Wendy Austin reported as to bookkeeping matters within the District.

Ken Byrd reported as to the status of tax collections within the District. The District is 99.5% collected for 2013.

Dan Wright reported as to operational matters within the District. There are 2,060 connections in the District.

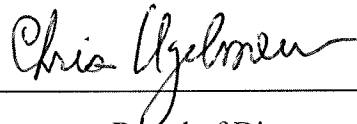
John Bleyl reported as to engineering matters within the District. In accordance with the engineer's recommendation, the board unanimously approved the new Catahoula Well to be placed at the water plant No. 1 site.

Mark Eyring presented the audit for the fiscal year ending September 30, 2014. After discussion upon motion duly made, seconded and unanimously adopted, the board approved the audit for the fiscal year ending September 30, 2014 subject to the auditor's language reflecting the intended use of the \$2,657,519 from the Porter SUD transaction is for Water Well No. 4.

The board appointed Director Chris Uzelmeier as secretary of the District and Director McFarland as Treasurer.

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.



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Secretary, Board of Directors