

2007-1
MINUTES OF MEETING
OF
BOARD OF DIRECTORS
January 10, 2007

THE STATE OF TEXAS §
COUNTY OF HARRIS §
BRIDGESTONE MUNICIPAL UTILITY DISTRICT §

The Board of Directors (the "Board") of Bridgestone Municipal Utility District (the "District") met in special session, open to the public, at the Bridgestone Community Center, 4403 Lost Lake Lane, Spring, Texas, its regular meeting place within the boundaries of the District, on Tuesday, January 10, 2007, at 7:00 p.m.; whereupon, the roll was called of the members of the Board, to-wit:

Adrian E. Steffes	President/Investment Officer
Jim Marks	Vice President
Linda D. Theiss	Secretary
Ronald W. Schkade	Assistant Secretary
Skip Warren	Treasurer

All members of the Board were present, except Director Schkade, thus constituting a quorum. Director Schkade monitored the meeting by conference call. Also attending the meeting was: Mr. Gene Conner, General Manager of the District. These Minutes of the meeting have been prepared from notes taken by Mr. Conner.

WHEREUPON, the meeting was called to order and evidence was presented that public notice of the meeting had been given in compliance with the law. The posted notices of the meeting are attached hereto.

REVIEW AND DISCUSS CONTRACT ADMINISTRATION PROCESSES AND PROCEDURES

The Board first engaged in a discussion regarding how and when proposals should be solicited for various services provided to the District.

Director Warren suggested that each September, the Board review all contracts for award and execution for the annual period beginning January 1st of each year. Director Warren also suggested that the Board review all District service contracts annually.

Director Marks then asked Director Warren if he thought bidders should have to wait to submit their bids until all competing bids are prepared with the necessary personnel and equipment, or should the District solicit bids and select from the bidders that are qualified at the time the bids are requested. Director Theiss stated that 30 days is not enough time to review

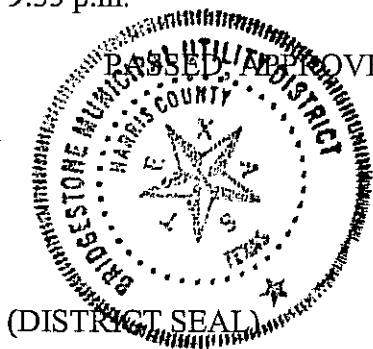
proposals and suggested that the Board require all bids to be submitted 90 days prior to the anniversary date of an existing contract for services.

Director Warren then stated that he is displeased with the recent garbage collection services provided by Republic Waste Services ("Republic"). Director Marks agreed that Republic has been coming into the District too early before he can get his trash out to the curb. Director Theiss proposed that the Board review the Republic contract once or twice a year. Director Marks expressed concern that often all of the bids for services look similar, and that it appears that all of the contractors have had a chance to see everyone else's proposals and asked how this could be prevented. Director Theiss restated that 30 days is not sufficient time for contract cancellation and/or adjustment. Director Schkade then suggested that Mr. Conner notify the Board when a contract is coming up for renewal or prior to the anniversary date of a contract.

Following additional discussion, Director Steffes proposed that Mr. Conner prepare a list of all the District's contractors and contracts with terms and anniversary dates and devise a calendar/schedule for the review of such contracts. Director Steffes stated that if a director desires to have a contract reviewed, adjusted or discussed, such director should advise the General Manager so additional information can be provided for the Board's review at a special or regular meeting of the Board.

Director Marks then suggested that the Board create a survey site on the District's website for residents to comment on various issues concerning utility services, operations, garbage collection services and other related District issues.

There being no further business to come before the Board, the meeting was adjourned at 9:35 p.m.



RESOLVED, APPROVED AND ADOPTED this 17th day of July, 2007.

Ludā G. Sheen
Secretary, Board of Directors