

2007-25  
MINUTES OF MEETING  
OF  
BOARD OF DIRECTORS  
December 18, 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 regular session, open to the public, at the Jerry Thomas Center, 4403 Lost Lake Lane, Spring, Texas, its regular meeting place within the boundaries of the District, on Tuesday, December 18, 2007, at 7:00 p.m.; whereupon, the roll was called of the members of the Board, to-wit:

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

All members of the Board were present, thus constituting a quorum. Also attending the meeting were: Mr. Gene Conner, General Manager for the District; Mr. Jerrell Wolff, President of Residential Recycling of Texas, Inc. ("Residential Recycling"), recycling services contractor for the District; Mr. Matt Marquis of Symmetry Development, Inc., owner/agent of a 2.5-acre commercial tract located within the District located on FM 2920 west of Rhodes Road; Mr. L. Carlin Short, II, financial advisor to the District; Ms. Pat Hall of Equi-Tax, Inc., tax assessor/collector for the District; Ms. Mary Jarmon of Myrtle Cruz, Inc., bookkeeper for the District; Messrs. Ed Shackelford, P.E. and Erich Peterson, P.E., and Ms. Dedra Ecklund of Jones & Carter, Inc. ("Jones & Carter"), engineers for the District; Ms. Karen Sears and Mr. Danny Staab of Southwest Water Company ("SWWC"), formerly Aqua Services, LP, operators for the District; Mr. Bob Hudson of Texas Investment & Development Company, developer of the Bridgestone Lakes, Gosling Pines, Senterra Lakes and Villages of Senterra Lakes subdivisions within the District; Mr. David Glunt of WB Sanctuary Development Partners, L.P., developer of The Sanctuary subdivision within the District; Sergeant Dean Coleman and Deputy Sam Orta of the Harris County Precinct 4 Constable's office; and Ms. Robin S. Bobbitt and Mr. Jonathan D. Polley, attorneys, and Ms. Brooke T. Dold, paralegal, of Johnson Radcliffe Petrov & Bobbitt PLLC ("JRPB"), attorneys for the District.

Ms. Sears received an emergency phone call and exited the meeting prior to the start of the meeting.

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.

### CONSENT AGENDA

Director Steffes then reviewed with the Board the items reflected on the Consent Agenda. Director Steffes explained that this portion of the agenda deals with routine matters of the Board, and that no separate discussion of such items will occur unless a Board member or a member of the public requests that an item be moved to the regular portion of the agenda.

Mr. Peterson reported that the bids for construction of the Northcrest Village, Section 7 detention facilities were going to be re-bid and, therefore, action on such item would be deferred.

Ms. Bobbitt then noted that the minutes of the executive session of November 13, 2007 were not finalized and asked that approval of such minutes be removed from tonight's Consent Agenda.

Upon motion by Director Schkade, seconded by Director Theiss, after full discussion and the question being put to the Board, the Board voted unanimously to approve the following Consent Agenda items: 1) approve the minutes of the regular meetings of October 16, 2007 and November 13, 2007, the special meeting of November 6, 2007 and the executive session of November 6, 2007; 2) authorize design of the clearing and grubbing work for The Sanctuary development; 3) authorize advertising for bids, subject to Engineer's receipt, review and approval of project plans and specifications for the clearing and grubbing work for The Sanctuary development; 4) review bid tabulations and award contract to Statewide Services in the amount of \$128,072 for construction of the Kuykendahl Road and Spring-Stuebner Road utility extensions; 5) approve the following pay estimates: a) Pay Estimate No. 10 in the amount of \$6,460 from Triple B Services, L.L.P. for construction of the Bella Sera detention basin; b) invoice from M. Marlon Ivy & Associates in the amount of \$34,350 for the relocation of the water line on Kuykendahl Road; c) Pay Estimate No. 4 and Final in the amount of \$15,724.66 from Bay Utilities, L.L.C. for construction of water, sewer and drainage facilities to serve Spring Terrace, Section 6; d) Pay Estimate No. 1 in the amount of \$106,416.36 and Pay Estimate No. 2 in the amount of \$544,867.82 from Beyer Construction, LLP for construction of the T. C. Jester Boulevard extension from Alvin A. Klein to FM 2920; e) Pay Estimate No. 5 in the amount of \$543,222 and Pay Estimate No. 6 in the amount of \$115,922.12 to L. N. McKean, Inc. for construction of the Upper Seals Gully (K124-00-00) channel detention; and f) Pay Estimate No. 1 in the amount of \$149,153.40 from Menendez-Donnell & Associates, Inc. for construction of the public water lines to serve the District; 6) approve and authorize execution of the Emergency Water Supply Contract by and between Northwest Harris County Municipal Utility District No. 32 and the District; 7) approve and authorize execution of the Interlocal Agreement between the District and Harris County regarding drainage improvements for Upper Seals Gully; 8) adopt Resolution Authorizing Application to Texas Commission on Environmental Quality (the "TCEQ") for Approval of Project and Tenth Issue of Bonds; and 9) ratify approval of termination of the B&D Construction Company, Inc. contract, due to bankruptcy, for the construction of the water, sewer and drainage facilities to serve Northcrest Village, Section 6.

## REGULAR AGENDA

### CONSIDER REQUEST FOR WATER AND SEWER SERVICE TO 2.44-ACRE COMMERCIAL TRACT WITHIN THE DISTRICT

The Board then recognized Mr. Marquis, who explained that he recently purchased a 2.44-acre commercial tract located on FM 2920, west of Rhodes Road and next to the Valero Station, from Realtex Ventures, LP ("Realtex"). Mr. Marquis stated that the proposed Rhodes 2920 Center project would include a 15,750 square foot mixed retail building on the west side of the property and potentially a 6,000 square foot auto care repair facility on the east side of the property. Mr. Peterson explained that this acreage was included in the feasibility study that was prepared for Realtex and that no further action was required by the Board at this time. Mr. Peterson noted that Jones & Carter would need to review and approve Mr. Marquis' construction plans for the 2.44-acre tract. A copy of Mr. Marquis's Service Request Application and preliminary site plan is attached hereto.

Mr. Marquis then exited the meeting at 7:10 p.m.

### TAX ASSESSOR/COLLECTOR'S REPORT

The Board then recognized Ms. Hall, who presented the Tax Assessor/Collector's Report for the month of November, a copy of which is attached hereto. Ms. Hall reported that to date, 98.5% of the District's 2006 taxes and 1.5% of the District's 2007 taxes have been collected.

Director Warren then inquired if the 20% penalty amount on delinquent taxes is reflected in the paid in full amounts on the Delinquent Tax Attorney's Report. Ms. Hall responded that the amounts reflected on the Delinquent Tax Attorney Report do not include any penalty or interest amounts owed on an account.

Upon motion by Director Warren, seconded by Director Schkade, after full discussion and the question being put to the Board, the Board voted unanimously to approve the Tax Assessor/Collector's Report and to authorize payment of the checks reflected therein.

### DELINQUENT TAX ATTORNEY'S REPORT

Ms. Hall next reviewed with the Board the Delinquent Tax Attorney's Report, a copy of which is attached hereto. Director Warren asked how long a person could claim an over 65 tax deferral. Ms. Hall responded that a person can claim the over 65 deferral until either the house is sold or the owner's death.

### ADOPT RESOLUTION TO TAX TANGIBLE PERSONAL PROPERTY IN TRANSIT WHICH WOULD OTHERWISE BE TAX EXEMPT PURSUANT TO TEXAS TAX CODE, SECTION 11.253 (THE "RESOLUTION")

Ms. Bobbitt then again distributed a memorandum prepared by Perdue, Brandon, Fielder, Collins & Mott, L.L.P. concerning House Bill 621 and the new local option to tax goods that are stored locally in a location that is not owned by the owner of the goods and are transferred from

that location to another location within 175 days. A copy of the memorandum is attached hereto. Ms. Bobbitt went on to explain that in order to preserve the District's ability to tax such goods in transit, it is necessary for the Board to adopt the Resolution prior to December 31, 2007. Ms. Bobbitt emphasized that no change in how the District has previously handled goods in transit is occurring with the adoption of the Resolution, and that new State law, effective January 1, 2008, requires the adoption of the Resolution in order to preserve the District's right to continue to tax goods in transit.

Upon motion by Director Theiss, seconded by Director Schkade, after full discussion and the question being put to the Board, the Board voted unanimously to adopt the Resolution, a copy of which is attached hereto.

### BOOKKEEPER'S REPORT

Ms. Jarmon next reviewed the Bookkeeper's Report with the Board, including the revenues and expenses of the District, the budget comparison, investment report and the checks being presented for payment, a copy of which is attached hereto. Ms. Jarmon reported that the monthly invoices had been sent to the various developers in the District for construction management services and to those developers with outstanding balances for annexations, feasibility studies and/or easement acquisitions.

Ms. Jarmon next reported on the receipt of \$32,592.45 from the City of Houston (the "City") in connection with the Strategic Partnership Agreement (the "SPA") by and between the City and the District. Ms. Jarmon noted that the backup information concerning such payment from the City and the State of Texas Comptroller's office was attached to the Bookkeeper's Report.

Upon motion by Director Warren, seconded by Director Schkade, after full discussion and the question being put to the Board, the Board voted unanimously to approve the Bookkeeper's Report, the investment report and the payment of the checks reflected therein.

### ADOPT PROPOSED BUDGET FOR THE FISCAL YEAR ENDING DECEMBER 31, 2008 (THE "2008 BUDGET")

Ms. Jarmon next reviewed the proposed 2008 Budget with the Board, a copy of which is attached hereto. Ms. Jarmon reported that her projection for the SPA revenue is conservative since the District has only received two (2) payments from the City to date. Director Warren then asked several questions about the fluctuating SPA revenue amounts. Ms. Jarmon explained that the businesses located within the SPA boundaries can either pay their sales tax revenue monthly or quarterly and, therefore, the monthly SPA revenue received by the District will fluctuate. Ms. Jarmon stated that she expects that the SPA revenue for December will be higher than the November revenue since it is the end of a quarter, as well as the end of the year. Ms. Bobbitt then reported that a paralegal from JRPB recently drove through the SPA area within the District and updated the SPA list of businesses. Ms. Bobbitt stressed the importance of keeping the SPA business list current and urged the Board members to notify her office of any new businesses in the District. Director Warren said that he thought the District would collect \$80,000 to \$100,000 per month.

Director Marks then entered the meeting at 7:25 p.m.

Director Warren then asked Ms. Jarmon if she was aware of several consumer groups that oppose the SPAs. Ms. Jarmon stated that she was not aware of any opposition in any of her utility district clients and noted that she has utility district clients that are waiting to enter into SPAs with the City.

Upon motion by Director Warren, seconded by Director Marks, after full discussion and the question being put to the Board, the Board voted unanimously to adopt the 2008 Budget, as discussed.

#### REVIEW REQUEST FOR RATE INCREASE FROM RESIDENTIAL RECYCLING

The Board next recognized Mr. Wolff, who presented a letter requesting an increase from \$1.82 to \$2.50 per connection for recycling services through December 31, 2009, a copy of which is attached hereto. Mr. Wolff stated that participation in the District's recycling program has continued to grow, and that he has had to add another truck and crew to accommodate the large number of residents participating in the recycling program. Mr. Wolff pointed out that other recycling service providers in the area are charging \$3.00 per connection for recycling services. Director Warren stated that he thought the increase is excessive, but that he would consider approving a 10% increase to \$2.00 per connection. Director Schkade asked if Mr. Wolff was making more money on recycling with the increased participation and growth in the District. Mr. Wolff stated that Residential Recycling does not receive any money for the recyclables they collect. Director Theiss then asked what percentage of an increase Mr. Wolff was requesting. Mr. Short stated that the proposed rate is a 37% increase. Director Marks noted that the District currently pays \$84,000 per year for recycling services, and that the proposed increase would result in an annual expenditure of \$120,000 per year. Director Steffes then said that he thought \$0.60 was an excessive increase at one time. Further discussion of the matter then ensued.

Upon motion by Director Theiss, seconded by Director Warren, after full discussion and the question being put to the Board, the Board voted unanimously to approve an increase for recycling services from \$1.82 to \$2.10, effective January 1, 2008 through December 31, 2009. Ms. Jarmon then stated that the new charge to District customers for garbage collection and recycling services will be \$14.28 per connection, including sales tax.

Mr. Wolff briefly discussed his efforts to partner with Anheuser-Busch to start a glass recycling program.

Mr. Wolff then thanked the Board and exited the meeting at 7:50 p.m.

Director Steffes announced that the Board would then take a 20-minute break to eat the dinner provided by SWWC.

## HARRIS COUNTY PRECINCT 4 CONSTABLE'S REPORT

Sergeant Coleman then reviewed the Constable's Report for the month of November, a copy of which was previously distributed to the Board and is attached hereto.

Sergeant Coleman and Deputy Orta then exited the meeting at 8:15 p.m.

## REVIEW AND DISCUSS SCHEDULE FOR SALE OF THE DISTRICT'S \$17,015,000 WATERWORKS AND SEWER SYSTEM COMBINATION UNLIMITED TAX AND REVENUE BONDS SERIES 2008 (THE "SERIES 2008 BONDS")

Mr. Short then distributed copies of the initial draft of the Preliminary Official Statement for the Series 2008 Bonds, a copy of which is attached hereto, and recommended that the sale of the Series 2008 Bonds be scheduled for Tuesday, January 29, 2008. Mr. Short explained that he would receive bids on the Series 2008 Bonds at 4:00 p.m. at the offices of JRPB and bring the bid to the Board at the 7:00 p.m. meeting. Mr. Short then requested the Board's authorization to finalize the Notice of Sale and to submit all of the necessary information to Standard & Poor's and Moody's, as well as to the municipal bond insurers.

Director Warren then asked for a status report on Bond Application Report No. 10 ("BAR No. 10"). Mr. Peterson reported that he had scheduled an appointment with the TCEQ staff to do a pre-submission of BAR No. 10 for the second week in January. Director Warren inquired if all of the developers had submitted their information for inclusion in BAR No. 10. Mr. Peterson responded that all of the developers with projects to be included in BAR No. 10 had submitted all their information. Mr. Peterson added that he had drafts of BAR No. 10 at tonight's meeting for the Board members.

Ms. Bobbitt then requested that the Board take action on items C.4 through C.6 on the Regular Agenda concerning the Series 2008 Bonds. Upon motion by Director Marks, seconded by Director Warren, after full discussion and the question being put to the Board, the Board voted unanimously to: 1) schedule the sale of the Series 2008 Bonds for Tuesday, January 29, 2008, at 7:00 p.m.; 2) approve and authorize distribution of the Preliminary Official Statement for the Series 2008 Bonds; 3) authorize the financial advisor to finalize the Notice of Sale and submit it to Standard & Poor's and Moody's, as well as to the municipal bond insurers; and 4) adopt the Order Adopting Official Notice of Sale and Bid Form Authorizing Publication of Notice of Sale for Series 2008 Bonds, a copy of which is attached hereto.

Ms. Hall then exited the meeting at 8:25 p.m.

## GENERAL MANAGER'S REPORT

Mr. Conner next reviewed the General Manager's Report, previously distributed to the Board, a copy of which is attached hereto.

Mr. Conner first distributed photographs of the clearing and maintenance work that commenced on December 13, 2007 on Upper Bonds Gully, copies of which are attached hereto. Mr. Conner noted that the clearing project would likely be completed tomorrow. Mr. Conner

further reported that he expects a favorable response from the United States Army Corps of Engineers (the "Corps") regarding the clearing and maintenance work. Mr. Conner added that an application is being prepared to submit to the Corps for a Jurisdictional Determination as to whether Bonds Gully is a jurisdictional waterway. Mr. Conner explained that if Bonds Gully is not considered a jurisdictional waterway, the Upper Bonds Gully drainage project would be able to proceed in May of 2008, as planned. Mr. Conner also noted that if the Corps deems that Bonds Gully is a jurisdictional waterway, an 18-month application process for an individual permit would be required.

Mr. Conner went on to report that the residents located adjacent to where the clearing work is being performed received door hangers prior to the clearing work being initiated. Director Warren noted that the residents he had spoken with were pleased and appreciated receiving advance notice of the work.

Director Marks interjected that the Bridgestone Homeowners Association (the "Bridgestone HOA") always mows both sides of Bridgestone Lane, and stated that the District should make sure that the area can still be mowed.

Mr. Short then exited the meeting at 8:27 p.m.

Mr. Conner next informed the Board that he and Mr. Shackelford had met with Mr. Raymond Anderson of the Harris County (the "County") Public Infrastructure Department to discuss the County recommending release of the maintenance bond in connection with the Bridgestone Lakes, Section 1 storm sewer system and subsequent acceptance of the streets. Mr. Conner noted that he and Mr. Shackelford had advised Mr. Anderson of the District's current clearing and maintenance work on Bonds Gully. Mr. Conner further explained that Mr. Anderson stated that he wants a letter from the District indicating the District's intent to maintain Bonds Gully until the Bonds Gully drainage improvement project is completed. Mr. Peterson then presented a proposed letter to Mr. Anderson for Director Steffes' execution, a copy of which is attached hereto. Mr. Shackelford noted that Harris County Precinct 4 must also concur with the release of the maintenance bond for the Bridgestone Lakes, Section 1 storm sewer system. Mr. Shackelford stated that he and Mr. Conner had an appointment with Harris County Precinct 4 representative tomorrow and that they would be given a copy of the District's letter. Upon motion by Director Marks, seconded by Director Theiss, after full discussion and the question being put to the Board, the Board voted unanimously to authorize execution of the letter to Mr. Raymond Anderson regarding the maintenance of Bonds Gully by the District until the Bonds Gully drainage improvement project is completed.

Director Marks then inquired if the District's operating fund can be reimbursed from future bond proceeds for the Bonds Gully clearing work. Ms. Bobbitt responded that the District's operating account could be reimbursed from bond proceeds, subject to the Board adopting a resolution evidencing intent to make such reimbursement from bond proceeds.

Mr. Conner next reported that the 2008 Interlocal Agreement for Law Enforcement Services with the County was circulated for execution last week and submitted for approval to the County Commissioners Court. Mr. Conner noted that the 2008 contract is for one (1) lieutenant and seven (7) officers a cost of \$34,318 per month. Ms. Bobbitt noted that

authorization for execution of the County Interlocal Agreement would be ratified at the Board's January meeting.

Director Warren then inquired if Mr. Conner had heard from anyone with the Springbrook Homeowners Association (the "Springbrook HOA"). Mr. Conner responded that it is his understanding that the Springbrook HOA is reconsidering hiring constables to patrol the Springbrook subdivision. Ms. Bobbitt reported that she had spoken with Lieutenant Glaze before tonight's meeting, and had learned that the Springbrook HOA did not adequately explain the \$80.00 increase in the annual maintenance fees to the Springbrook residents. A discussion then ensued concerning the fact that a 70/30 contract with the County means that a district or homeowners association pays 100% of the constable's salary and gets 70% of coverage in that community.

Mr. Conner then reported that the operator of the driving range located on FM 2920 at Bridgestone Lane had recently expressed concern that golf balls from the driving range will hit the houses that back up and are adjacent to the driving range now that the trees and brush have been removed. Mr. Conner went on to explain that he had informed the driving range operator that the District had previously paid Mr. Fred Grundmeyer, the owner of the property, \$30,000 for the installation of a net and suggested that he discuss the matter further with Mr. Grundmeyer.

Upon motion by Director Theiss, seconded by Director Marks, after full discussion and the question being put to the Board, the Board voted unanimously to approve the General Manager's Report.

#### DIRECTOR'S INSPECTION REPORT

Director Schkade then reported that he and Mr. Staab had inspected the District's facilities on Saturday, December 8<sup>th</sup>. A copy of the report is attached hereto. Mr. Conner reported that SWWC has been trying to identify the source of a water leak located near the car wash owned by Mr. Bill Paiko. Upon motion by Director Marks, seconded by Director Theiss, after full discussion and the question being put to the Board, the Board voted unanimously to approve the Director's Inspection Report.

#### ENGINEER'S REPORT

Mr. Peterson then presented the Engineer's Report to the Board, a copy of which is attached hereto. Mr. Peterson stated that all of the items he had for tonight's meeting had been covered under the Consent Agenda, and that he had nothing further to report.

Upon motion by Director Theiss, seconded by Director Schkade, after full discussion and the question being put to the Board, the Board voted unanimously to approve the Engineer's Report.

## OPERATOR'S REPORT

Mr. Staab next reviewed the Operator's Report for the month of November with the Board, including the termination list, copies of which are attached hereto. Mr. Staab then reported that the District's four (4) month water accountability ratio was 90.6%, and that there were 20 sludge hauls during the prior month. Mr. Staab added that there are currently 4,931 connections in the District.

Mr. Staab then presented a merger letter from SWWC for execution, a copy of which is attached hereto.

Upon motion by Director Warren, seconded by Director Marks, after full discussion and the question being put to the Board, the Board voted unanimously to approve the Operator's Report, to authorize the termination of service to the delinquent accounts, in accordance with the provisions of the District's Rate Order, and to authorize execution of the merger letter.

## DISCUSS DEVELOPER REIMBURSABLES FOR BRIDGESTONE LAKES, SECTION 1 WATER, SEWER AND DRAINAGE FACILITIES

Mr. Hudson then asked the Board whether the \$842,912.35 being held from reimbursement to him in connection with the Bridgestone Lakes, Section 1 water, sewer and drainage facilities costs would be released to him upon concurrence of the County to recommend release of the maintenance bond on the Bridgestone Lakes, Section 1 storm sewer system. Ms. Bobbitt reminded the Board that Ms. Jarmon has been holding the wire transfer for the reimbursement of the \$842,912.35 to Mr. Hudson since the November 13, 2007 meeting. Mr. Shackelford stated that after he and Mr. Conner meet with Harris County Precinct 4 and deliver the letter from the Board to Mr. Anderson and, hopefully, get verbal concurrence from the County that the maintenance bond can be canceled, the District should be in a position to release the \$842,912.35 to Mr. Hudson.

Upon motion by Director Theiss, seconded by Director Marks, after full discussion and the question being put to the Board, the Board voted unanimously to authorize the release of the reimbursement of the \$842,912.35 for construction of the Bridgestone Lakes, Section 1 water, sewer and drainage facilities to Mr. Hudson upon obtaining the County's verbal concurrence and recommendation to cancel the maintenance bond on the Bridgestone Lakes, Section 1 storm sewer system.

Director Marks then stated that he had not intended at the November 13, 2007 meeting that the \$842,912.35 was to be withheld from Mr. Hudson, and requested that the Board meet in executive session to further discuss such matter.

## ATTORNEY'S REPORT

Ms. Bobbitt then reported that the District must acquire a waterline easement from the Church at Creek's End (the "Church") in connection with the extension of utilities along Kuykendahl Road. Ms. Bobbitt went on to explain that the Church is requesting a six-inch (6") tap for a fire sprinkler line in exchange for the waterline easement. Mr. Conner recommended

that the Board approve the provision of the tap in exchange for the required easement, but noted that the Church would have to pay the cost for the water meter and backflow equipment, as well as submit their construction plans and specifications to Jones & Carter for review and approval. Mr. Peterson briefly explained that the County's right-of-way alignment had changed and, therefore, made it necessary to acquire the waterline easement from the Church that was not previously anticipated. Upon motion by Director Theiss, seconded by Director Marks, after full discussion and the question being put to the Board, the Board voted unanimously to authorize the acquisition of the waterline easement from the Church in exchange for a six-inch (6") fire sprinkler tap.

#### EXECUTIVE SESSION

Director Steffes then adjourned the regular meeting at 9:20 p.m. and announced that the Board would convene in executive session pursuant to Section 551.071(2), Texas Government Code, as amended, to consult with the District's attorney regarding attorney/client privilege matters. The members of the Board, Mr. Conner, Mr. Shackelford, Mr. Peterson, Ms. Ecklund, Ms. Bobbitt, Mr. Polley and Ms. Dold remained in the executive session, at which time all other persons in attendance at the meeting exited the meeting room.

#### RECONVENE IN OPEN SESSION

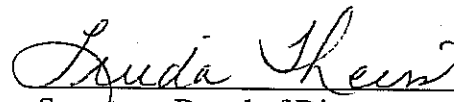
Director Steffes then reconvened the meeting in open session at 9:23 p.m., at which time no action was taken by the Board.

#### MISCELLANEOUS MATTERS

Ms. Bobbitt reminded the Board that the next regular meeting of the Board is scheduled for Tuesday, January 15, 2008, at 7:00 p.m., and a special meeting for the sale of the District's Series 2008 Bonds is scheduled for Tuesday, January 29, 2008, at 7:00 p.m.

There being no further business to come before the Board, the meeting was adjourned.

PASSED, APPROVED AND ADOPTED this 15<sup>th</sup> day of January, 2008.

  
Secretary, Board of Directors

