

MINUTES OF MEETING  
OF  
BOARD OF DIRECTORS  
June 22, 2010

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 Jerry Thomas Center, 4403 Lost Lake Lane, Spring, Texas, its regular meeting place within the boundaries of the District, on Tuesday, June 22, 2010, at 6:00 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, except Director Schkade, thus constituting a quorum. Director Schkade monitored the meeting by conference call. Also attending the meeting were: Mr. Gene Conner, General Manager for the District; Mr. David Rowe of Water District Management Company, Inc. ("WDM"), operators for the District; and Mr. Erich Peterson, P.E. of Jones & Carter, Inc., engineers for the District.

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 BID TABULATIONS AND AWARD CONTRACT FOR CONSTRUCTION OF THE FACILITIES TO SERVE VILLAGES OF SENTERRA LAKES, SECTION 3

Mr. Peterson first presented the bid tabulations for construction of the facilities to serve Villages of Senterra Lakes, Section 3, a copy of which is attached hereto. Mr. Peterson recommended award of the contract to the lowest qualified bidder, Bay Utilities, LLC ("Bay Utilities"), in the amount of \$83,245.90. 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 award the contract for construction of the facilities to serve Villages of Senterra Lakes, Section 3 to Bay Utilities in the amount of \$83,245.90.

APPROVE AND AUTHORIZE EXECUTION OF TEXAS COMMISSION ON ENVIRONMENTAL QUALITY'S (THE "TCEQ") REVISED AND AMENDED AGREED ORDER AND PAYMENT OF PENALTY THERETO

This matter was deferred by the Board since the Amended Agreed Order has not yet been received from the TCEQ.

REVIEW, DISCUSS AND AUTHORIZE EXECUTION OF INTERLOCAL AGREEMENT WITH HARRIS COUNTY REGARDING CONSTRUCTION OF JOINT DETENTION FACILITIES

Mr. Peterson then recommended that the Board approve and authorize execution of the Interlocal Agreement by and between Harris County and the District in connection with The Sanctuary detention pond, a copy of which is attached hereto. 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 and authorize execution of the Interlocal Agreement. The Board requested that copies of the finalized Interlocal Agreement be provided to them.

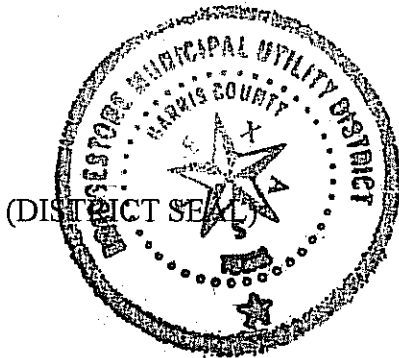
REVIEW AND DISCUSS ISSUE REGARDING IMPLEMENTATION OF JANUARY 1, 2010 PUMPAGE FEE INCREASE

Mr. Rowe next informed the Board that WDM had failed to implement the North Harris County Regional Water Authority pumpage fee increase that went into effect on January 1, 2010 and, therefore, pumpage fee collections for the District were approximately \$24,000 short. Mr. Rowe requested that the Board allow WDM to reimburse the shortfall amount to the District over a six (6) month period. Upon motion by Director Warren, seconded by Director Theiss, after full discussion and the question being put to the Board, the Board voted unanimously to approve Mr. Rowe's request to allow WDM to reimburse the pumpage fee shortfall to the District in the approximate amount of \$24,000 over a six (6) month period.

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

These minutes were prepared from notes taken by Mr. Conner and received from Mr. Conner on June 30, 2010, a copy of which can be found in the District's files.

PASSED, APPROVED AND ADOPTED this 17<sup>th</sup> day of August, 2010.



*Linda Theiss*  
Secretary, Board of Directors