

MONTGOMERY COUNTY MUNICIPAL UTILITY DISTRICT NO. 18

Minutes of Meeting of Board of Directors

March 12, 2010

The Board of Directors of the Montgomery County Municipal Utility District No. 18 held a special meeting, open to the public, on March 12, 2010, at the Bentwater Country Club, 800 Bentwater Harbor 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
Chris Uzelmeier	Assistant Secretary
Roy Champagne	Treasurer

and the following directors absent:

Joe Constantino	Secretary
-----------------	-----------

Also present at the meeting were J. Ron Young of Young & Brooks, Wendy Austin of District Data Services, Inc., Cindi Oliver of Equi-Tax, Inc., Dan Wright of Hays Utility Service Corporation, John Bleyl, P.E. of Bleyl & Associates, Drew Masterson of First Southwest Company, Steve Seay, Al Franklin and Aaron Dawson.

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 February 15, 2010.

The board discussed the rate order. Aaron Dawson presented the Bentwater position on rate changes. It was moved, seconded and adopted by three votes with Director Uzelmeier abstaining from the discussion and from the vote, that any and all rate orders heretofore adopted be revoked and that the attached order setting new water and sewer service rates be passed and adopted, such new rates to become effective on April 1, 2010.

Drew Masterson discussed the refunding bond issue.

Cindi Oliver discussed the status of tax collections within the District. The District is 94% collected for 2009.

Dan Wright reported as to the operational matters within the District. There are 1,848 connections in the District.

John Bleyl reported as to engineering matters within the District. The board unanimously approved the contract with Schier Construction for the pump rehabilitation. The board unanimously approved the Section 5 drainage project as complete and accepted the same for maintenance. The board unanimously approved payment of the District's share of clearing and grubbing in Sections 69, 83 and 90.

Director Uzelmeier discussed the Lone Star Groundwater Conservation District and the San Jacinto River Authority contract.

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