

MINUTES  
HARRIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 264

October 10, 2011

The Board of Directors (the "Board") of Harris County Municipal Utility District No. 264 (the "District") met in special session, open to the public, on the 10th day of October, 2011, at the offices of Allen Boone Humphries Robinson LLP, 3200 Southwest Freeway, Houston, Texas, outside the boundaries of the District, and the roll was called of the members of the Board:

Russell Appelget	President
Jose Nava	Vice President
Janet Gingell	Secretary
Charles E. Brandman	Assistant Vice President
Thomas Winkler	Assistant Secretary

and all of the above were present, thus constituting a quorum.

Also present at the meeting were Darren Willis of Jones & Carter, Inc. ("J&C"); Bill Richmond of Severn Trent Environmental Services ("ST"); and Kerri J. Dorman of Allen Boone Humphries Robinson LLP ("ABHR").

ATTORNEY'S REPORT

Ms. Dorman reported on matters ABHR had handled between the September and October special meetings.

AMEND RATE ORDER OR ADOPT INDUSTRIAL WASTE ORDER

Mr. Richmond reported on the sampling results of certain of the District's non-domestic sewer customers. Discussion ensued regarding the language and implementation of the proposed industrial waste order and possible amendments to the District's Rate Order. After review and discussion, the Board: (1) instructed Ms. Dorman to prepare correspondence to various non-domestic sewer customers for review at their regular October meeting; (2) instructed Messrs. Richmond and/or Willis to talk with the Cy-Fair "bus barn" regarding sampling results; and (3) on a motion by Director Nava, with a second by Director Winkler, voted unanimously to continue testing of all non-domestic users with sample wells through December 31, 2011, and to include the results in the monthly operator's report.

INSURANCE RENEWAL

The Board had previously received a renewal proposal from HARCO Insurance Services. After review and discussion, Director Gingell, with a second by Director



Winkler, moved to approve the proposal as presented, subject to the District's engineer and operator verifying that the facilities listed in the policy are correct. The motion carried by unanimous vote.

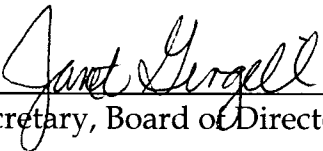
DEPOSITORY PLEDGE AGREEMENT

Ms. Dorman presented and reviewed a Depository Pledge Agreement with Wells Fargo Bank, NA, and explained that the tax assessor/collector had requested consideration and approval of the agreement at a previous meeting. After review and discussion, Director Brandman moved to approve the agreement. Director Nava seconded the motion and it carried by unanimous vote.

REVIEW OF ACTION ITEMS AND AGENDA ITEMS FOR NEXT MEETING

No action was necessary under this item

There being no further business to come before the Board, the meeting was adjourned on motion by Director Nava, seconded by Director Gingell, and passed by unanimous vote.

  
Secretary, Board of Directors

