

MINUTES
NORTH FORT BEND WATER AUTHORITY

November 6, 2013

The Board of Directors (the "Board") of the North Fort Bend Water Authority (the "Authority") met in regular session, open to the public, on the 6th day of November, 2013, at the offices of Brown & Gay Engineers, Inc., 10777 Westheimer, 3rd Floor, Houston, Texas, outside the boundaries of the Authority, and the roll was called of the members of the Board:

Peter Houghton	President
Robert Patton	Vice President
Melony Gay	Secretary
David Spell	Assistant Secretary
Robert Darden	Assistant Vice President
Bruce Fay	Director
Pat Hebert	Director

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

Also present for all or part of the meeting were Dave Scholler, Charles Shumate, Lindsay Kovar, and Manny De Pau of Brown & Gay Engineers, Inc.; Pamela Logsdon and Pam E. Lightbody of AVANTA Services; Mark Yentzen of Severn Trent Services, Inc.; Angela Radilla of Coats Rose PC; Kathy Bender of Jacobs Engineering; Doug Goodwin and John DeCell of Vepo, LLC; Anna Agnew of Cinco M.U.D. No. 7; Steve Talecki of Cornerstones M.U.D.; and David Oliver and Justine M. Cherne of Allen Boone Humphries Robinson LLP ("ABHR").

REVIEW STATEMENTS OF QUALIFICATIONS FOR MARKETING FIRMS

Ms. Kovar reported on her conversations with representatives of Laura Raun Public Relations and Glass House Strategy regarding their proposed general approaches to the Authority's efforts to market water conservation and education programs. She distributed a refined proposal and budget from Laura Raun Public Relations. Following review and discussion, the Board authorized Ms. Kovar to coordinate scheduling of presentations from the two marketing firms.

IMPLEMENTATION OF WATER REUSE PROJECTS

Ms. Kovar distributed a summary of reuse or alternative water credit requests that the Authority has received to date and proposed policy recommendations for such requests. Discussion ensued regarding the requests, the Authority's current Over-Conversion Credit Policy, and proposed revisions to the policy, including revisions to

the amount of time over which the Authority provides credits. Following review and discussion, the Board concurred with Ms. Kovar's policy recommendations and authorized ABHR to draft a revised Over-Conversion Credit Policy to incorporate the recommendations and other revisions as discussed for review at the November 21, 2013, meeting and to prepare an effluent reuse credit agreement with Cinco M.U.D. No. 1 for a period equal to the life of the bonds used to finance its reuse system.

DEVELOPMENT OF LANDSCAPE IRRIGATION REQUIREMENTS

The Board, consultants, and meeting attendees discussed development of proposed landscape irrigation requirements, including establishing minimum standards for the installation of irrigation systems related to applicability, double check valves, alterations made to the system during installation, and application to reclaimed water irrigation systems. Discussion ensued regarding enforcement matters related to the proposed requirements. Following discussion, the Board authorized the Authority's consultants to develop a proposed structure for enforcement of the proposed landscape irrigation requirements for review at the December special meeting.

EXECUTIVE SESSION

The Board convened in executive session at 7:55 p.m., to conduct a private consultation with the Authority's attorney and to deliberate the purchase, exchange, lease, or value of real property.

RECONVENE IN OPEN SESSION

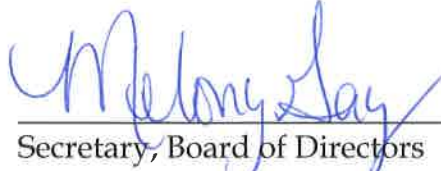
At 8:25 p.m., the Board reconvened in open session. No action was taken by the Board.

MATTERS RELATED TO ELECTROPURIFICATION APPLICATIONS

The Board concurred to defer this item.

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

[SIGNATURE PAGE FOR THE MINUTES OF THE NOVEMBER 6, 2013, BOARD MEETING]


Secretary, Board of Directors

(SEAL)

