

MINUTES  
NORTH FORT BEND WATER AUTHORITY

July 15, 2013

The Board of Directors (the "Board") of the North Fort Bend Water Authority (the "Authority") met in special session, open to the public, on the 15th day of July, 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.

Present for all or part of the meeting were Melinda Silva, P.E., Charles Shumate, P.E., and Jennifer Mays, P.E. of Brown & Gay Engineers, Inc. ("B&G"); Pam E. Lightbody of AVANTA Services; David Walker, Mark Yentzen, Bill Fry, and Dale Clayton of Severn Trent Services, Inc.; Suzanne McCalla of Coats Rose PC; Rick Ramirez of the City of Sugar Land; and David Oliver and Christina Miller of Allen Boone Humphries Robinson LLP ("ABHR").

OPERATING SERVICES MATTERS

The Board discussed responses to the Authority's Supplemental Request for Qualifications for Operating Services for Authority Facilities from Si Environmental, LLC and Severn Trent Services, Inc. Following discussion, Director Patton moved to authorize the Authority's consultants to negotiate a Professional Services Contract for operating services with Severn Trent Services, Inc. Director Gay seconded the motion, which was approved by majority vote, with Director Hebert abstaining from the discussion and the vote.

REQUESTS FOR EFFLUENT REUSE CREDIT AGREEMENTS

Ms. Silva discussed a proposal previously received from Cinco M.U.D. No. 1 for an agreement with the Authority that provides credits to the district for metered, reused effluent to be applied against the Authority's fees. Following review and discussion, the Board requested that B&G send a letter to Cinco M.U.D. No. 1 to express the Board's



interest in the proposed effluent reuse credit agreement and to request additional information regarding anticipated water saving rates and rates to be charged by the district for effluent and potable water.

Ms. Silva discussed a proposal previously received from Fort Bend County M.U.D. Nos. 34 and 35 for an agreement with the Authority that provides credits to the districts for metered, reused effluent to be applied against the Authority's fees. Following discussion, Director Gay moved to authorize B&G and ABHR to prepare an analysis of a proposed purchase offer for Fort Bend County M.U.D. Nos. 34 and 35's effluent. Director Patton seconded the motion, which was approved by unanimous vote.

Mr. Oliver discussed a proposal previously received from Fort Bend County M.U.D. No. 169 for an agreement with the Authority that provides economic benefits and Fort Bend Subsidence District over-conversion credits to the district for metered, reused effluent and storm water. He stated that additional information regarding the proposal has been requested from Fort Bend County M.U.D. No. 169.

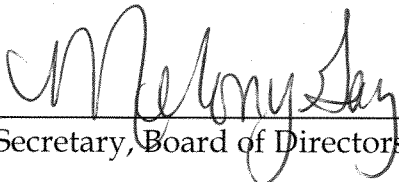
#### APPOINTMENT OF DIRECTORS TO FORT BEND SUBSIDENCE DISTRICT BOARD

The Board discussed potential candidates for the Authority's appointment of two new Board members to the Board of Directors of the Fort Bend Subsidence District. Following discussion, the Board concurred to discuss potential candidates further at a special meeting of the Authority.

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

(SEAL)



  
Secretary, Board of Directors

