

MINUTES OF MEETING OF THE
NORTH HARRIS COUNTY REGIONAL WATER AUTHORITY
June 23, 2008

The Board of Directors (the "Board") of the North Harris County Regional Water Authority (the "Authority") met in special session, open to the public, at 7:00 p.m. on the 23rd day of June, 2008, at the Authority's office located at 3648 FM 1960 West, Houston, Texas, a public meeting place within the boundaries of the Authority; whereupon, the roll was called of the duly constituted officers and members of the Board, to-wit:

Kelly P. Fessler	President
James D. Pulliam	Vice President/Investment Officer
Ron Graham	Secretary
Lenox A. Sigler	Treasurer
Alan J. Rendl	Assistant Secretary

All members of the Board were present, except Director Fessler, thus constituting a quorum. Also attending the meeting were: Mr. Jimmie Schindewolf, P.E., General Manager for the Authority; Mr. Anthony Crisci, P.E., Construction Coordinator for the Authority; Mr. Showri Nandagiri, P.E., Engineering Coordinator for the Authority; Ms. Cynthia Plunkett, Financial Assistant for the Authority; Ms. Lisa Randecker, Executive Assistant for the Authority; Ms. Barbara Payne of Payne Communications, Communications Coordinator for the Authority; Messrs. Tom Rolan, P.E., and Doug Schmidt, P.E. of TCB INC., Program Manager for the Authority; Mr. Paul Wallick, P.E. of Pate Engineers, Inc., engineers for the Central Harris County Regional Water Authority (the "CHCRWA"); Ms. Robin S. Bobbitt, attorney, and Ms. Brooke T. Dold, paralegal, of Johnson Radcliffe Petrov & Bobbitt PLLC, general counsel and co-bond counsel for the Authority. Numerous members of the public and other consultants to the Authority were also present at the meeting. Copies of the sign-in sheets for those in attendance at the meeting are attached hereto.

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.

Mr. Schindewolf explained that tonight's special meeting was necessary in order for the Authority to continue to move forward on the construction of the 2010 transmission system, and thanked the Board and consultants for being willing to attend the meeting.

AWARD CONTRACT FOR CONSTRUCTION OF SPEARS ROAD REGIONAL PUMP STATION PROJECT 2, CONSTRUCTION PACKAGE NO. 1

Mr. Schindewolf then called on Mr. Rolan to review the project scope for construction of the Spears Road Regional Pump Station Project 2, Construction Package No. 1. Mr. Rolan reported that two (2) bids were received on June 12, 2008 for the Spears Road Regional Pump Station Project 2, Construction Package No. 1, and noted that the lowest qualified bid in the amount of \$13,149,750 was submitted by Boyer, Inc. ("Boyer"). Mr. Rolan stated that the first phase of construction

includes site work, installation of onsite piping, construction of two (2) 10.25 million gallon ground storage tanks, detention basin, the CHCRWA metering station, a 20-inch line and related appurtenances. Mr. Rolan further explained that the CHCRWA portion of the construction contract is approximately \$130,000, and that the project has a substantial completion period of 330 days. Mr. Rolan further informed the Board that Construction Package No. 2 will include construction of the remaining components of the Spears Road Regional Pump Station, such as the electrical sub-station, the pump building, disinfection equipment, etc.

Mr. Schindewolf then recommended award of the construction contract to the lowest qualified bidder, Boyer, in the amount of \$13,149,750. Upon motion by Director Rendl, seconded by Director Graham, after full discussion and the question being put to the Board, the Board voted unanimously to award the construction contract for the Spears Road Regional Pump Station Project 2, Construction Package No. 1 to Boyer. Copies of Mr. Schindewolf's and Mr. Rolan's correspondence regarding the contract award are attached hereto.

Director Sigler then noted that the initiation of work on the Spears Road Regional Pump Station represents a milestone in the eight (8) year history of the Authority.

Mr. Schindewolf then recognized Ms. Lydia Boyer, Mr. Brad B. Boyer, P.E. and Mr. Tommy Mazingo, P.E. of Boyer as being in attendance at tonight's meeting.

AWARD CONTRACT FOR CONSTRUCTION OF PROJECT 17, SEGMENT 3

Mr. Schindewolf next introduced Mr. Wallick to the Board and called upon Mr. Rolan to discuss the scope of Project 17, Segment 3. Mr. Rolan reported that nine (9) bids were received on June 17, 2008 for Project 17, Segment 3 for the construction of 10,269 feet of 60-inch water line, an additional 1,920 feet of 20-inch water line, 20 feet of 16-inch water line and 1,905 feet of 12-inch water line, and that the lowest qualified bid was submitted by Texas Sterling Construction Co. ("Texas Sterling") in the amount of \$8,888,553.20. Mr. Rolan noted that the 1,905 feet of 12-inch water line, the 20 feet of 16-inch water line and the 1,920 feet of 20-inch water line will be constructed for use by the CHCRWA. Mr. Rolan stated that the CHCRWA's portion of the construction will cost approximately \$476,000, and that the contract has a construction period of 330 days.

Mr. Schindewolf then recommended award of the construction contract to the lowest qualified bidder, Texas Sterling, in the amount of \$8,888,553.20. Upon motion by Director Rendl, seconded by Director Sigler, after full discussion and the question being put to the Board, the Board voted unanimously to award the construction contract for Project 17, Segment 3 to Texas Sterling. Copies of Mr. Schindewolf's and Mr. Rolan's correspondence regarding the contract award are attached hereto.

Mr. Schindewolf then recognized Mr. Josh Williamson of Texas Sterling as being in attendance at tonight's meeting.

Mr. Schindewolf noted that the CHCRWA made the respective payments for their share of the two (2) construction projects on Friday, June 20, 2008.

Mr. Wallick expressed his thanks to the Authority for working with the CHCRWA.

Director Pulliam then stated that the next regular meeting of the Board will be held on Monday, July 7, 2008, at 7:00 p.m. at the Authority's office.

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

PASSED, APPROVED AND ADOPTED this 7th day of July 2008.



Secretary, Board of Directors

