

MINUTES
WEST HARRIS COUNTY REGIONAL WATER AUTHORITY

December 3, 2008

The Board of Directors (the "Board") of the West Harris County Regional Water Authority (the "Authority") met in special session, open to the public, on the 3rd day of December, 2008, at Allen Boone Humphries Robinson LLP, 3200 Southwest Freeway, Suite 2600, Houston, Texas, outside the boundaries of the Authority, and the roll was called of the members of the Board:

Dan Sallee	President
George L. Rush, Jr.	Vice President
Douglas (Cam) Postle	Secretary
Stacey L. Burnett	Assistant Vice President
Bruce Parker	Assistant Secretary
Art Garden	Director
Larry Weppler	Director
Karla Cannon	Director
Malcolm Beckendorff	Director

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

Also present at the meeting were Wayne Ahrens of Dannenbaum Engineering Corporation ("DEC"); Mary Jarmon of Myrtle Cruz, Inc.; and Jim Boone, Alex Garcia, and Linda Sotirake of Allen Boone Humphries Robinson LLP ("ABHR").

DISCUSS AUTHORITY INVESTMENTS AND INSTRUCTIONS TO REGIONS BANK

Mr. Garcia reported that Regions Bank is the Trustee for the Authority's indentured funds. He then reviewed with the Board information regarding deposits and investments, a copy of which is attached to these minutes. Ms. Jarmon reviewed a letter to be executed by the Board and Regions Bank regarding the authorized investments for the Authority's funds. Following discussion, Director Rush moved to approve execution of the letter to Regions Bank. Director Parker seconded the motion, which carried unanimously.

APPROVE FIRST SUPPLEMENT TO WATER SUPPLY CONTRACT BETWEEN THE CITY OF HOUSTON AND THE AUTHORITY AND DISCUSS PROJECTS CONTRACT BETWEEN THE CITY OF HOUSTON AND COASTAL WATER AUTHORITY

Mr. Garcia reviewed with the Board the First Supplement to Water Supply Contract between the City of Houston and the Authority, the Summary of the First Supplement, a copy of which is attached to these minutes, and the draft Projects

Contract between the City and Coastal Water Authority (“CWA”). Discussion ensued regarding these documents and the Luce Bayou Project (the “Project”). The Board deferred action on this matter. Director Postle noted that as part of the CWA keeping the Authority apprised of its activities on the Project, CWA should provide the Authority with copies of the contracts for Phase I of the Project.

SUPPLEMENTAL ENGAGEMENT LETTER WITH ABHR FOR LEGISLATIVE MONITORING

Mr. Boone discussed with the Board a supplemental engagement letter with ABHR for legislative related services in connection with the 2009 legislative session. Following discussion, Director Beckendorff made a motion to authorize execution of the supplemental engagement letter with ABHR. Director Burnett seconded the motion, and it carried by unanimous vote.

DISCUSS CAPITAL IMPROVEMENT PLAN AND SECOND SOURCE WATER ALTERNATIVES

Mr. Ahrens reviewed with the Board the second source water alternatives. Discussion ensued.

There being no further matters to come before the Authority, the meeting was adjourned.

Secretary, Board of Directors

(SEAL)

LIST OF ATTACHMENTS TO MINUTES

	Minutes
	<u>Page</u>
information regarding deposits and investments	1
Summary of First Supplement to Water Supply Contract with the City of Houston	1