

MINUTES OF MEETING OF BOARD OF DIRECTORS

November 14, 2006

THE STATE OF TEXAS  
COUNTY OF HARRIS  
HARRIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 162

The Board of Directors (the "Board") of Harris County Municipal Utility District No. 162 (the "District") met in regular session, open to the public, at 1301 McKinney, Houston, Texas, on November 14, 2006, at 4:00 p.m.; whereupon the roll was called of the members of the Board, to-wit:

Jerry Folmar, President  
John Parrish, Vice President  
Penny Johnson, Secretary  
Steve Rickelman, Assistant Secretary  
Emmanuel DePau, Treasurer

All of the members of the Board were present, except Director Johnson. Also attending all or parts of the meeting were Ms. Brenda McLaughlin of Bob Leared Interests ("BLI"), tax assessor and collector for the District; Mr. Steve Webb of H2O Consulting ("H2O"), operator of the District's facilities; Ms. Erin Garcia of Myrtle Cruz, Inc., bookkeeper for the District; Mr. Charles Eastland of TCB, Inc. ("TCB"), engineer for the District; Mr. David Merritt of David L. Merritt, P.C., auditor for the District; and Ms. Jana Cogburn and Ms. Nancy Green of Fulbright & Jaworski L.L.P. ("F&J"), attorney for the District.

The President called the meeting to order in accordance with notice posted pursuant to law, copies of Certificates of Posting of which are attached hereto as Exhibit "A," and the following business was transacted:

1. **Receive public comments.** There were no comments from the public.
2. **Minutes.** Consideration was given to the approval of the minutes of the meeting of October 10, 2006, a copy of which were previously distributed to the Board. The Board noted that Director DePau should be shown as the Treasurer and Director Rickelman should be shown as the Assistant Secretary in the first paragraph of such minutes. Upon motion by Director Parrish, seconded by Director Rickelman, after full discussion and the question being put to the Board, the Board voted three in favor, Director Parrish abstaining, to approve the minutes of the meeting of October 10, 2006, as corrected.
3. **Review Tax Assessor and Collector's Report and authorize payment of certain bills.** The President recognized Ms. McLaughlin, who presented to and reviewed with the Board the Tax Assessor and Collector's Report and a list of delinquent tax payers, a copy of which is attached hereto as Exhibit "B." Ms. McLaughlin noted that the Copperfield Athletic Corp. has paid their delinquent taxes. Upon motion by Director Parrish, seconded by Director Rickelman, after full discussion and the question being put to the Board, the Board voted

