

**MINUTES OF MEETING OF THE
BOARD OF DIRECTORS**

June 10, 2015

STATE OF TEXAS §

COUNTY OF FORT BEND §

BIG OAKS MUNICIPAL UTILITY DISTRICT §

The Board of Directors (the "Board") of Big Oaks Municipal Utility District of Fort Bend County, Texas (the "District"), met in regular session, open to the public, on Wednesday, June 10, 2015, at the offices of Municipal Operations and Consulting, 1825 North Mason Road, Katy, Texas, a designated meeting place outside the boundaries of the District, whereupon, the roll was called of the members of the Board, to-wit:

Michael Abshire	-	President
Rosanne Burgess	-	Vice President
Renee Gay	-	Secretary
Sonyan Stephens	-	Assistant Secretary
Mark Van Dyck	-	Assistant Secretary

All members of the Board were present, thus constituting a quorum. Also present at the meeting were: Teri League with WCA Waste Corporation; Karen Sears of Acclaim Energy Advisors; Christina Garcia of Myrtle Cruz, Inc., the District's bookkeeper; Lina Loaiza of Bob Leared Interests, the District's tax collector ("TAC"); Mike Williams, Greg Dubiel and Brian Dubiel of Municipal Operations and Consulting ("MOC") or (the "Operator"); Matt Carpenter of IDS Engineering Group ("IDS"), the District's engineer (the "Engineer"); John Cannon, Attorney, and Tiffany Marquez, Paralegal, of Coats Rose, P.C., the District's legal counsel.

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. A copy of the posted agenda notice is attached hereto as Exhibit "A".

RECEIVE COMMENTS FROM THE PUBLIC

No comments were given by the public.

RECEIVE ACCALAIM ENERGY ADVISORS' REPORT ON ELECTRICITY MATTERS
AND AUTHORITY APPROPRIATE ACTION

The Board recognized Ms. Sears who presented and outlined the Ercot Market Outlook and Pricing Report, attached hereto as Exhibit "B". After review, upon a motion brought by Director Abshire, seconded by Director Van Dyck, the Board unanimously voted to authorize Ms. Sears to prepare a contract with MP2 Energy for a three (3) year term and authorized

Director Abshire to sign the contract, subject to attorney review.

APPROVAL OF MINUTES

The Board considered approval of the minutes of the meeting held May 13, 2015. After discussion, upon a motion by Director Gay and seconded by Director Abshire, the Board voted unanimously to approve the minutes of the regular meeting held May 13, 2015.

BOOKKEEPER'S REPORT

The Board next recognized Ms. Garcia, who presented for the Board's review and approval, the bookkeeper's report, a copy of which is attached hereto as Exhibit "C". Ms. Garcia stated that she continues to receive various inquiries regarding Director per diems related to which events attended by Directors are eligible for a per diem and the length of time directors must be present at an event to be eligible for a per diem. Mr. Cannon noted that the law is somewhat vague and that the Board should adopt their own policy so that directors have some certainty. He suggested the Board fill out a survey to assist in creating a policy for such inquiries. Ms. Marquez will create said survey and report back to the Board.

After consideration, upon a motion brought by Director Gay, seconded by Director Van Dyck, the Board unanimously voted to approve the bookkeeper's report, as presented.

Discuss and consider adopting budget for 2016

Ms. Garcia presented and outlined a proposed budget for fiscal year ending June 30, 2016. Ms. Garcia stated that she had coordinate with the District's engineer and operator with respect to the proposed 2016 budget.

Next, the Engineer and Operator stated that they would like to look into the North Fort Bend Water Authority ("NFBWA") revenue rate versus expense rate variances. The Engineer and Operator requested authorization from the Board to investigate the matter further and will provide a report. Upon a motion brought by Director Abshire, seconded by Director Van Dyck, the Board authorized the Engineer and Operator to investigate the revenue and expense rate related to NFBWA.

After discussion, upon a motion brought by Director Gay, seconded by Director Van Dyck, the Board unanimously voted to approve the bookkeeper's report and approve the budget, as presented.

APPROVE TAX COLLECTOR'S REPORT

The Board recognized Ms. Loaiza who delivered the tax collection report for the period ending May 29, 2015. She reported that 98.423% of the 2014 taxes have been collected. After discussion and upon motion by Director Abshire, seconded by Director Burgess, and the question being put to the Board, the Board voted unanimously to approve the tax collector's report. A copy of the tax report is attached hereto as Exhibit "D".

OPERATOR'S REPORT

The Board recognized Mr. Williams and Mr. Dubiel who presented the operator's report for May, 2015 a copy of which is attached hereto as Exhibit "E". The water well was inspected to ensure proper operation and monitor water usage and the total number of connections is at 2,129. He also reported that the water accountability is at 93%. All water system samples reported negative for bacteriological contamination. Mr. Williams reported that he the residents drive way in relation to the District's shifted manhole issue has been addressed and is currently being fixed.

Next, Mr. Williams outlined the cut off list for termination of water due to unpaid water and requested the Board's authorization to move forward with termination of water. After consideration, upon a motion brought by Director Abshire, seconded by Director Gay, the Board unanimously approve the cut off list and operator's report, as presented.

After consideration, upon a motion brought by Director Abshire, seconded by Director Stephens, the Board unanimously voted to approve (i) the Operator's report as presented; and (ii) termination of water for residents listed on cut off list.

HEAR REPORT FROM CHAMPIONS HYDRO-LAWN, INC.

The Board recognized Mr. Mattingly who gave a report on maintenance of the Twin Oaks Detention Pond and Channel, the West Oaks Village Detention Pond, and the Bellaire Common Area, a copy of which is attached as Exhibit "F".

Mr. Mattingly presented and outlined pictures of outdoor trash can options for the District's walking trail, a copy of which is attached hereto as Exhibit "G". After the Board provided feedback on the outdoor trash cans Mr. Mattingly stated that he will get a cost estimate for the quantity and style of trash cans the Board has requested.

Director Gay stated that there are dead trees near the lake and wondered if it was the Board's responsibility. Mr. Mattingly stated that it is a part of one of the homeowner's associations responsibility.

No action was taken.

ENGINEER'S REPORT

Mr. Carpenter presented the engineer's report, a copy of which is attached hereto as Exhibit "H". A summary of the status of various projects in the District is as follows:

1. MS4 Storm Water Quality Management Plan
IDS has advertised the District's permit.

2. Utility Commitment Request for Taco Bell

IDS has received a request for 1,400 gallons per day of water and wastewater and recommended issuing a utility commitment for this project.

- Mr. Carpenter noted that this commitment would be for a one (1) year term.

3. Landscape Improvements to WWTP Site

IDS is preparing exhibits and bid documents for the Phase 1 landscaping plan.

- Director Burgess stated that taking into consideration of the District's financial status she is willing to reconsider and/or postpone this project.
- Director Stephens noted a large amount of mud near the walking trail by Twin Oaks.

4. Capital Improvements

IDS is working to develop an updated capital improvements plan.

After review, upon a motion brought by Director Abshire, seconded by Director Gay, the Board unanimously approved the utility commitment for up to a year for 1,400 gallons per day.

HEAR ATTORNEY'S REPORT AND CONSIDER TAKING ANY ACTION REQUESTED BY ATTORNEY

No action was taken.

SUCH OTHER MATTERS AS MAY COME BEFORE THE BOARD

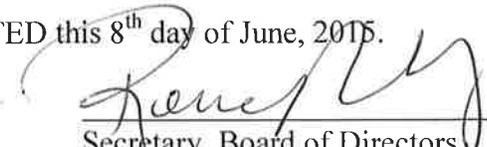
The Board recognized Ms. League who reported to the Board the status of trash pickup and inquired about any issues that may be occurring in the District. The Board stated that some of the pools do not have trash bins and asked if there would be any additional costs associated with providing trash bins at those locations. Ms. League will look into the matter.

A copy of the District's constable report is attached hereto as Exhibit "I", a copy of the District's constable timesheet is attached hereto as Exhibit "J"; and WCA's call sheet as Exhibit "K". The Board discussed the lack of visibility of the patrols inside the District and Director Van Dyck volunteered to contact said Deputies to attend the District's next meeting.

PASSED, APPROVED AND ADOPTED this 8th day of June, 2015.

(DISTRICT SEAL)




Secretary, Board of Directors