

HARRIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 249

Minutes of Special Meeting of Board of Directors
May 8, 2008

The Board of Directors ("Board") of Harris County Municipal Utility District No. 249 ("District") met in special session at the Board's regular meeting place on May 8, 2008, in accordance with the duly posted notice thereof, and the roll was called of the duly constituted officers and members of said Board of Directors, as follows:

Douglas Haude, President
Dwight Rumph, Vice President
Edward L. Wade, Secretary
Norman C. Adamek, Assistant Secretary
Willie Hodge, Assistant Secretary

and all of said persons were present, thus constituting a quorum.

Also present were Teresa Rosenbaum of Municipal Accounts & Consulting, L.P. ("MA&C"); Patsy Waldrop of BKD, LLP ("BKD"); and Daniel Ringold, Abraham Rubinsky and Maranda Coyle of Schwartz, Page & Harding, L.L.P. ("SPH").

The President called the meeting to order and declared it open for such business as might regularly come before it.

REVIEW AND APPROVAL OF AUDIT REPORT FOR FISCAL YEAR ENDED DECEMBER 31, 2007

Ms. Waldrop first presented to and reviewed with the Board a draft of the District's audit report prepared for the fiscal year ended December 31, 2007, a copy of which is attached hereto as **Exhibit A**. In connection with the District's audit, Ms. Waldrop next presented the Board with a Management Letter prepared by BKD, concerning the Board's internal controls over financial reporting (the "Management Letter"), a copy of which is included with **Exhibit A**. Ms. Waldrop advised the Board that the Management Letter is being submitted in connection with the requirements of Statement on Auditing Standards No. 112, applicable to audits for fiscal years ending on or after December 15, 2006. Mr. Ringold further discussed the Management Letter with the Board as well as a proposed response to same on behalf of the Board and the District (the "Management Response"), a copy of which is included with the Management Letter. Mr. Ringold reviewed the Management Response with the Board and noted that same, if approved by the Board, would be included in the final Management Letter. After discussion, it was moved by Director Wade, seconded by Director Hodge and

unanimously carried, that (i) the audit report for the fiscal year ended December 31, 2007, be approved, that the President be authorized to execute the Annual Filing Affidavit on behalf of the Board and the District, and that such audit report and Annual Filing Affidavit be filed with the appropriate governmental authorities, including the Texas Commission on Environmental Quality, and (ii) the draft Management Response be approved as presented and forwarded to BKD for inclusion in the final Management Letter.

PAY BILLS

Upon motion by Director Wade and seconded by Director Haude, the Board next unanimously approved payment of check nos. 3777 through 3781 on the District's operating account.

FUTURE AGENDA ITEMS


The following items were requested to be placed on the next agenda: (i) discussion regarding rental of an emergency generator for the wastewater treatment plant; (ii) discussion regarding the appointment of a spokesperson for the District; and (iii) discussion regarding the implementation of a policy relative to posting of notices and the posting of same on the District's website.

OTHER MATTERS

Mr. Ringold next advised the Board that it has been brought to SPH's attention that an allegation has been made that inaccurate information regarding the hours for early voting for the May 10, 2008 Director's election was reported at the District's last meeting. Mr. Rubinsky then recommended that the Board defer discussion on the matter so that an item regarding same can be placed on the agenda for the District's next regularly scheduled meeting to give notice to any interested persons so that they can be present for the discussion, if they so choose. The Board concurred with the recommendation.

ADJOURN

There being no further business to come before the meeting, upon motion made by Director Haude seconded by Director Wade and carried unanimously, the meeting was adjourned.


Secretary

LIST OF ATTACHMENTS TO MINUTES

Exhibit A - Draft Audit Report for fiscal year ended
December 31, 2007; Draft Management Letter