

**MINUTES OF MEETING
KLEINWOOD MUNICIPAL UTILITY DISTRICT
HARRIS COUNTY, TEXAS**

April 11, 2008

STATE OF TEXAS
COUNTY OF HARRIS

The Board of Directors (the "Board") of Kleinwood Municipal Utility District (the "District") of Harris County, Texas, met in **special** session, open to the public, on **Friday, April 11, 2008**, at 8:30 a.m. at the District Office, 16530 Kleinwood Drive, Spring, Texas, within the boundaries of the District, and the roll was called of the duly constituted officers and members of the Board, to-wit:

Joe Fratangelo	President
Stephen E. Williams	Vice President
Vic Fowler	Secretary/Treasurer
Robert Ehmann	Assistant Vice President & Assistant Secretary
Sherry Allard	Assistant Secretary

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

Also present were Roger Schuett, Office Manager; and Maria S. Parker and David F. Green of Coats, Rose, Yale, Ryman & Lee, P.C. ("Coats|Rose"), Attorney for the District.

The President called the meeting to order in accordance with notice posted pursuant to law, and the following business was transacted.

PROPOSALS FOR OPERATING CONTRACT

The Directors discussed the proposals (the "Proposals"), previously submitted to the Board, from Eagle Water Management, Inc. ("Eagle"), Environmental Development Partners ("EDP"), Severn-Trent Services, and SWWC Services Inc./Southwest Water Company ("Southwest"), relating to the contract for the operation of the District facilities (the "Contract").

After further discussion, upon a motion duly made and seconded, the Board voted unanimously to (1) accept the EDP Proposal; and (2) terminate the Contract with Southwest. The Directors expressed their desire for the transition from Southwest to EDP to be complete by July 1, 2008.

CONSENT AGENDA

The Directors briefly discussed the possibility of using a consent agenda during regular meetings of the Board in order to approve monthly reports from the District's consultants. The Directors deferred further consideration of this matter to a future meeting of the Board.

ANNEXATION OF RAVENEAUX TRACT/KERA VILLAGE

The Board recognized Ms. Parker, who reported on the status of the proposed development of Kera Village in the Raveneaux Tract. Discussion ensued regarding Kera Village. Director Fowler expressed his view that J.P. Raveneaux Partners, L.P. ("JP"), needs to provide the District with a more definitive schedule for the development of Kera Village. Ms. Parker discussed the need for JP to readjust the site plan for Kera Village so that no residences would be located in part in both the District and Cypress Forest Public Utility District.

DISTRICT OFFICE/MONITOR

The Directors discussed the proposed purchase of a large monitor for the District Office for use during Board meetings (the "Monitor").

After discussion, upon a motion duly made and seconded, the Board voted unanimously to authorize Mr. Schuett to purchase and install the Monitor, at a cost not to exceed \$1,500.

THERE BEING NO FURTHER BUSINESS TO COME BEFORE THE BOARD, the meeting was adjourned.

Approved this April 24, 2008

Vic Fowler
Secretary, Board of Directors

