

MINUTES OF REGULAR MEETING
OF
SIENNA PLANTATION MUNICIPAL UTILITY DISTRICT NO. 2

February 15, 2010

THE STATE OF TEXAS §
 §
COUNTY OF FORT BEND §

The Board of Directors (the "Board") of Sienna Plantation Municipal Utility District No. 2 (the "District"), convened in regular session, open to the public, on the 15th day of February, 2010, outside the boundaries of the District, at the offices of SWWC Services, Inc., 12535 Reed Road, Sugar Land, Texas, and the roll was called of the members of the Board:

Mark Parsons	President
Brian Machart	Vice President
Jeff Farrar	Secretary
Michael Kroboth	Assistant Vice President
David N. Morrell, Jr.	Assistant Secretary

and all of the above were present.

Also present at the meeting were the following: Kim Saunders of Tax Tech, Inc.; Shirley McLennan of McLennan & Associates, L.P.; Michael Rusk of LJA Engineering & Surveying, Inc.; Chris Wilson of SWWC Services, Inc. ("SWWC"); and Rich Muller and Brenda Presser of Allen Boone Humphries Robinson LLP.

MINUTES

The Board reviewed the minutes of the meeting held January 18, 2010. After review and discussion, Director Machart moved to approve the minutes of the meeting held January 18, 2009. Director Farrar seconded the motion, which carried by unanimous vote.

RECEIVE PUBLIC COMMENTS

No public comments were received by the Board.

ASSOCIATION OF WATER BOARD DIRECTORS WINTER CONFERENCE, APPROVE REIMBURSEMENT OF ELIGIBLE EXPENSES, AND AUTHORIZE ATTENDANCE AT SUMMER CONFERENCE

The Board next discussed the Association of Water Board Directors ("AWBD") winter conference and considered authorizing attendance at the summer conference, which will be held in San Antonio, Texas on June 17 through June 19, 2010. Following discussion, Director Morrell moved to approve reimbursement of eligible expenses from

the winter conference and authorize any interested directors of the Board to attend the summer conference of AWBD and Director Machart seconded the motion, which passed unanimously.

FINANCIAL AND BOOKKEEPING MATTERS, INCLUDING PAYMENT OF BILLS AND REVIEW OF INVESTMENTS

Ms. McLennan reviewed the bookkeeper's report and the District's investment report, and presented checks for approval. After review and discussion, Director Farrar moved to: (1) approve the bookkeeper's report and investment report; and (2) authorize payment of the bills as presented, and to direct that the reports be filed appropriately and retained in the District's official records. Director Kroboth seconded the motion, which carried by unanimous vote. A copy of the bookkeeper's report is attached.

TAX ASSESSMENT AND COLLECTION MATTERS, INCLUDING DELINQUENT TAX COLLECTIONS, INSTALLMENT AGREEMENTS, AND PAYMENT OF TAX BILLS

Ms. Saunders presented and reviewed the tax assessor/collector's report, a copy of which is attached. She stated that 76.73% of the District's 2009 tax levy had been collected as of January 31, 2010. Following review and discussion, Director Kroboth moved to: (1) approve the tax assessor/collector's report; (2) direct that it be filed appropriately and retained in the District's official records; and (3) authorize payment of bills. Director Morrell seconded the motion, which carried by unanimous vote.

REPORT FROM TEXAS SERVICES REGARDING DITCH MAINTENANCE PROGRAM

Mr. Parsons noted that a report from Texas Services was not requested for this month.

ENGINEERING MATTERS

The Board discussed outstanding issues for acceptance of the Primary Collector Ditch and Unmaintainable Cul-de-Sac Piping Project relating to Klotz' follow-up action to finalize the project. Following discussion, the Board directed the bookkeeper to withhold payment to Klotz pending satisfactory resolution of all issues associated with completion of the project.

Discussion then ensued regarding the status of requirements by the City of Missouri City for a maintenance bond and Consent to Surety to finalize the Step Bank Village Ditch Project, Phase III. No action was requested of the Board.

OPERATION OF DISTRICT FACILITIES, BILLINGS, REPAIRS, AND MAINTENANCE

Mr. Wilson presented and reviewed the operator's report, a copy of which is attached. He stated there are 1,784 connections in the District and there are no regulatory issues for the month. Mr. Wilson stated that last month's water accountability was 92.34%. He reported on maintenance and repair items performed within the District since the last

meeting and the District backcharge list. Director Machart moved to approve the operator's report, as presented. The motion was seconded by Director Morrell, and carried by unanimous vote.

HEARING ON TERMINATION OF WATER AND SEWER SERVICE TO DELINQUENT CUSTOMERS

Mr. Wilson presented a list of delinquent customers and reported the residents on the termination list were delinquent in payment of their water and sewer bills and were given written notification, in accordance with the District's Rate Order, prior to the meeting of the opportunity to appear before the Board of Directors to explain, contest, or correct their bills and to show why utility services should not be terminated for reason of non-payment. Following discussion, Director Machart moved to authorize the termination of delinquent accounts in accordance with the District's Rate Order. The motion was seconded by Director Morrell and passed unanimously. A copy of the termination list is attached.

COST SHARING AGREEMENT WITH SIENNA PLANTATION RESIDENTIAL ASSOCIATION, INC. FOR MUNICIPAL SERVICES

Mr. Muller updated the Board on authorized amount to pay Sienna Plantation Residential Association, Inc. ("SPRAI") and discussed allowable municipal services provided by SPRAI for the District's benefit. He reported a Cost Sharing Agreement will be presented to the Board for approval and execution when finalized.

MASTER DISTRICT MATTERS

Mr. Muller updated the Board on the status of construction of the fire station and noted the land has been acquired by the City of Missouri City and design is in progress. He then reported on a meeting of the Oversight Committee regarding status of Surface Water Treatment Plant.

UPDATE ON FLUORIDATION OF MASTER DISTRICT WATER SYSTEM

Mr. Muller noted that action was taken on this matter last month and no further action is requested of the Board at this time.

DISCUSS 2010 DIRECTORS ELECTION

Mr. Muller reported that terms for Directors Parsons and Farrar are due to expire in May. He also noted that another district resident has requested a candidate's application and if there are more than two candidates, a contested election will be held. He next discussed engaging the services of Fort Bend County to administer the District's directors election in May, which would entail sharing the costs of the election with other participating entities. He then presented a Joint Election Agreement and Contract for Election Services for the Board's consideration, a copy of which is attached, and noted the

District's estimated cost is \$1,553. Director Farrar moved to approve the Joint Election Agreement and Contract for Election Services. After review and discussion, Director Morrell seconded the motion which passed by unanimous vote.

SET PAY FOR ELECTION OFFICIALS

Mr. Muller reported that the District is not required to set the pay for election officials because election officials and pay will be arranged by Fort Bend County through the Joint Election Agreement and Contract for Election Services approved above.

ADOPT ORDER CALLING DIRECTORS ELECTION

Mr. Muller reviewed an Order Calling Directors Election for the May 8, 2010 Directors election. Following discussion, Director Farrar moved that the Board adopt the Order Calling Directors Election. Director Morrell seconded the motion, which passed unanimously.

ADOPT RESOLUTION DESIGNATING AN AGENT OF THE SECRETARY OF THE BOARD OF DIRECTORS DURING THE 2010 BOARD OF DIRECTORS ELECTION PERIOD

Mr. Muller stated that the Board's secretary is required to keep his office open for election duties for at least three hours each day, during regular office hours, on regular business days beginning the 50th day before the election and ending the 40th day after the election. He then stated that if the District secretary is a candidate or is unable to keep regular office hours during regular business days as required by Section 31.122 of the Texas Election Code, then the Board can appoint someone to fulfill these duties. He then presented a Resolution Designating an Agent of the Secretary of the Board of Directors during the 2010 Directors Election Period for the Board's review and consideration. Following review and discussion, Director Farrar moved to adopt the Resolution Designating an Agent of the Secretary of the Board of Directors during the 2010 Directors Election Period, which designates Brian Machart as the Agent who will keep offices hours of 8:00 a.m. to 11:00 a.m. Director Morrell seconded the motion, which passed unanimously.

REVIEW AND APPROVE VOTING RIGHTS ACT SUBMISSION LETTER TO THE DEPARTMENT OF JUSTICE

Mr. Muller reported that the Board is not required to approve a Voting Rights Act Submission Letter to the Department of Justice if there are no changes relating to the election, such as polling places and voting machines. No action is requested of the Board.

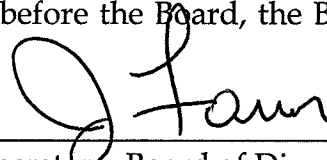
CONVENE IN EXECUTIVE SESSION PURSUANT TO CHAPTER 551.071, TEXAS GOVERNMENT CODE, TO CONDUCT A PRIVATE CONSULTATION WITH ATTORNEY TO DISCUSS PENDING OR CONTEMPLATED LITIGATION

The Board did not convene in executive session.

RE-CONVENE IN OPEN SESSION AND AUTHORIZE APPROPRIATE ACTION REGARDING PRIVATE CONSULTATION WITH ATTORNEY TO DISCUSS PENDING OR CONTEMPLATED LITIGATION

The Board did not re-convene in open session.

There being no further business to come before the Board, the Board concurred to adjourn the meeting.



Secretary, Board of Directors



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