

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

November 19, 2007

THE STATE OF TEXAS §
 §
COUNTY OF FORT BEND §

The Board of Directors of Sienna Plantation Municipal Utility District No. 2 (the "District") met in regular session, open to the public, on the 19th day of November, 2007, at a designated meeting place of the District, ECO Resources, Inc., 12535 Reed Road, Sugar Land, Texas, outside the boundaries of the District, and the roll was called of the duly elected members of the Board, to-wit:

Mark Parsons	President
David Daniel	Vice President
Jeff Farrar	Secretary
Richard Luke	Assistant Vice President
Brian Machart	Assistant Secretary

and all of the above were present, except Director Luke, thus constituting a quorum.

Also present at the meeting were the following: Brad Koehl of Texas Services; Kim Saunders of Tax Tech, Inc.; Shirley McLennan of McLennan & Associates, L.P.; Chris Wilson of ECO Resources, Inc. ("ECO"); Joe Wertz of Klotz & Associates, Inc. ("Klotz"); Tommy Haynes, District Consultant; David Rivera of LJA Engineering and Surveying, Inc.; and Angela Lutz and Brenda Presser of Allen Boone Humphries Robinson LLP ("ABHR").

MINUTES

The Board first reviewed the minutes of a meeting held October 15, 2007. After review and discussion, Director Farrar moved that the Board approve the minutes of the October 15, 2007 meeting, as presented. Director Machart seconded the motion, which passed unanimously.

RECEIVE PUBLIC COMMENTS

No public comments were presented nor received by the Board.

BOOKKEEPER'S REPORT

Ms. McLennan reviewed with the Board the bookkeeper's report and the investment report, and the Board considered bills for payment. Following review and

discussion, Director Machart moved that the Board approve the bookkeeper's report, investment report, and payment of bills. Director Daniel seconded the motion, which passed unanimously. A copy of the bookkeeper's report is attached.

CONDUCT ANNUAL REVIEW OF INVESTMENT POLICY AND LIST OF QUALIFIED BROKER/DEALERS AND AUTHORIZE APPROPRIATE ACTION

Ms. Lutz stated the Board is required to review the District's Investment Policy annually. The Board then conducted its annual review of the District's Investment Policy and list of qualified broker/dealers with whom the District is authorized to engage in investment transactions. The Board concurred to make no changes to the Investment Policy or the list of qualified broker/dealers with whom the District may engage investment transaction and the bookkeeper confirmed there are no revisions or corrections to the list of qualified broker/dealers. Following review and discussion, Director Daniel moved to adopt a Resolution Regarding Annual Review of Investment Policy, Authorized Depository Institutions and List of Qualified Broker/Dealers, a copy of which is attached, and instructed the bookkeeper to obtain new certificates from banks and brokers. Director Machart seconded the motion, which passed unanimously.

TAX ASSESSOR/COLLECTOR'S REPORT

Ms. Saunders reviewed the monthly tax assessor/collector's report, a copy of which is attached. After review and discussion, Director Daniel moved to approve the tax assessor/collector's report, payment of bills from the District's tax account and approve the new contract with Tax Tech, Inc. Director Farrar seconded the motion, which passed unanimously.

REPORT FROM TOMMY HAYNES

Mr. Haynes presented and reviewed the Steep Bank Village Drainage Improvements Report for September, a copy of which is attached. He also noted that he met with Texas Services for an on-site inspection of additional ditch repairs authorized by the Board at last month's meeting.

RECEIVE REPORT FROM TEXAS SERVICES REGARDING DITCH MAINTENANCE PROGRAM AND AUTHORIZE APPROPRIATE ACTION

Mr. Koehl presented and reviewed a monthly inspection report for maintenance and repair of rehabilitated ditches and discussed recommendations for repairs, a copy of which is attached. He then reported on certain properties evidencing over watering and discussed remedies to reduce watering schedule. Discussion then ensued regarding design elevations and applications of flowable fill where needed, particularly on Caleb Lane and Hawkins Circle. Mr. Haynes stated that LJA should confirm initial elevations and grades design prior to repair to insure design remains within the

required flood plain event. The Board concurred that LJA approve, in writing, application and designated amount of flowable fill prior to contractor performing work.

Following review and discussion, Director Machart moved to 1) approve the monthly inspection report; 2) approve recommendations for routine maintenance repairs as discussed in report; 3) authorize LJA to provide surveys to confirm initial design elevations and grades to Messrs. Kohl and Haynes for a cost not to exceed \$5,000; and 4) authorize Texas Services to perform repair services on Caleb Lane and Hawkins Circle, contingent upon receipt of letter from LJA approving recommended repair plan and designated amount of flowable fill. Director Daniel seconded the motion, which passed by unanimous vote.

ENGINEER'S REPORT

Mr. Wertz presented the engineer's report, a copy of which is attached, and discussed with the Board the items more particularly described hereafter. He then confirmed that the final pay estimate from Jimmerson is forthcoming. He next discussed the Board's previous award of a contract for construction of Steep Bank Trace Primary Storm Collectors, Phase III ("Phase III") on September 17, 2007 to the lowest bidder, Huff & Mitchell, Inc., in the amount of \$1,048,881.03. Following discussion, Director Farrar moved to preliminarily proceed with construction of Phase III on January 2, 2008, subject to the engineer and ABHR's discretion. Director Daniel seconded the motion, which passed unanimously. Following discussion, Director Machart moved to approve the engineer's report. Director Farrar seconded the motion, which passed unanimously.

OPERATOR'S REPORT AND CONDUCT HEARING ON TERMINATION OF WATER SERVICE TO DELINQUENT CUSTOMERS, AND AUTHORIZE APPROPRIATE ACTION

Mr. Wilson presented and discussed the operator's report, a copy of which is attached. He stated there are 1,779 connections in the District, and an overall accountability for a four-month average of 96.5%. He then reviewed the management report which describes maintenance and repair items performed within the District since the last meeting and the District backcharge list.

Mr. Wilson next presented a list of delinquent customers this month. The Board conducted a hearing regarding water and sewer service terminations. He informed the Board that 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 service should not be terminated for reason of non-payment.

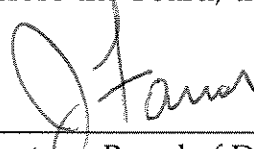
After discussion, Director Daniel moved to approve the operator's report, authorize termination of utility services in accordance with the District's Rate Order. The motion was seconded by Director Machart and passed unanimously. A copy of the termination list is attached.

RECEIVE REPORTS FROM DIRECTORS AND CONSULTANTS AND AUTHORIZE APPROPRIATE ACTION

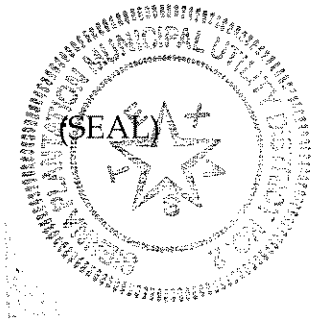
No other reports were presented to the Board of Directors.

SUCH OTHER MATTERS AS MAY COME BEFOR THE BOARD

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



Secretary, Board of Directors



ACTION LIST

1. LJA to provide surveys to confirm initial design elevations and grades to Messrs. Kohl and Haynes.

LIST OF ATTACHMENTS TO MINUTES

	Minutes
	<u>Page</u>
bookkeeper's report	2
Resolution Regarding Annual Review of Investment Policy, Authorized Depository Institutions and List of Qualified Broker/Dealers	2
tax assessor/collector's report	2
Steep Bank Village Drainage Improvements Report for September	2
monthly inspection report for maintenance and repair of rehabilitated ditches.	2
engineer's report	3
operator's report.....	3
termination list	4