

MINUTES
MONTGOMERY COUNTY MUNICIPAL UTILITY DISTRICT NO. 89

September 2, 2016

The Board of Directors (the "Board") of Montgomery County Municipal Utility District No. 89 (the "District") met in special session, open to the public, on the 2nd day of September, 2016, at 27316 Spectrum Way, Oak Ridge North, TX 77385, outside the boundaries of the District, and the roll was called of the duly appointed members of the Board, to-wit:

Gregory Grant	President
Paul Cote	Vice President
Robert Veasey, III	Secretary
Bredawn Riley	Assistant Vice President
Shawn Goodman	Assistant Secretary

and all of the above were present, except Directors Veasey and Goodman, thus constituting a quorum.

Also present at the meeting were Matt Determan, Ryan Temple, and Juan Galvan of Montgomery County Municipal Utility District No. 88 ("MC MUD 88"); Dale Healy, Brian Desilets, Frederick Sunderman, and Mark Fusca of Spring Creek Utility District ("SCUD"); Aric Braddock of A.S.B. Construction Services, Inc.; Stacey Wagner of Champions Hydro-Lawn, Inc. ("Champions"); David Warner and Justin Abshire of Jones & Carter, Inc. ("J&C"); and Jonathan Roach, Frank Mitchell, Daniel Scruggs, and Victor Rosado of Roach & Mitchell, PLLC.

Mr. Dale Healy of the SCUD Board of Directors initiated the discussion with introductions of all parties present and then opened the meeting for such as business as might come before the Board, MC MUD 88, and SCUD (the "Boards").

REVIEW OF JOINT FACILITY CONTRACTS ISSUES

The Boards received an update on the status of various engineering and operational matters in connection with the joint water plants shared by each of the Districts. The Boards then discussed certain contractual, legal, and operational issues regarding the cost sharing and facility improvements required pursuant to the existing joint facility agreements. Mr. Roach advised the Boards regarding the option for designation of an Advisory Board to be made up of one representative and an alternate appointed by each District and the various requirements for same.

The Boards next discussed certain downstream drainage issues caused by construction of the Grand Parkway and related downstream improvements which may

be required to prevent drainage issues in the joint detention/drainage facility shared by the Districts. There was a brief discussion about the pending condemnation with the Texas Department of Transportation ("TxDOT").

The Boards discussed additional joint facility improvements matters, and then Director Grant moved to: (1) provide notice to the other Districts requesting the formation of an Advisory Board as discussed; and (2) appoint Director Cote as the District's primary designee and Director Riley as the alternate designee. The MC MUD 88 and SCUD Boards concurred in the formation of the Advisory Board but deferred the Advisory Board designee decisions until their regularly scheduled meetings later in the month.

Mr. Juan Galvan of the MC MUD 88 Board inquired whether the joint Boards would be interested in reviewing options for mosquito abatement, particularly with the joint detention/drainage facility and related stormwater and/or park facilities within the Districts, and whether the Boards would consider reviewing options for additional security in the area. The Boards briefly discussed and requested that the topics be added to a future joint meeting agenda.

UPDATE ON MONTGOMERY COUNTY PRECINCT 3 TRANSPORTATION TASK FORCE

Mr. Roach advised the Boards of the recent communications from the Montgomery County Precinct 3 Commissioner's Office ("Precinct 3") regarding formation of a transportation task force and the area municipal utility districts' ("MUD") efforts to adopt resolutions in support of designating a MUD representative to serve on the task force committee. The Boards discussed and generally agreed to proceed with the request to Precinct 3.

POSSIBLE PARK/BEAUTIFICATION AND RELATED JOINT PROJECTS

Mr. Galvan inquired whether the Boards would be interested in reviewing options for a joint regional park or park system initiative and whether the Boards would entertain the idea of a "splash pass" where residents from each community would be permitted to use the pool and similar facilities of each neighboring community (similar to what the various villages in The Woodlands allows). The Boards briefly discussed and requested a joint park/recreational item be added to the next joint meeting agenda. Mr. Brian Desilets of the SCUD Board advised of an upcoming meeting regarding options to install native plant species at detention/amenity and park/recreational facilities.

Various Directors from the Boards discussed other ideas for park improvements, added security patrols in the area, the San Jacinto River Authority Groundwater Reduction Plan participation issues including the recent lawsuit with the City of

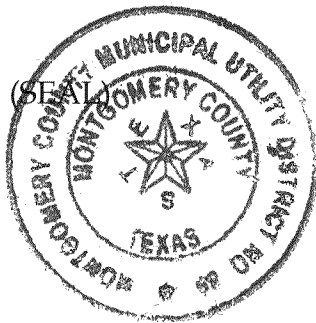
Conroe, options for another water plant/water well to serve the Districts, and issues regarding City of Houston limited purpose annexations. No Board action was taken at this time.

DISCUSSION REGARDING FUTURE OR PENDING BUSINESS

The Boards noted the items previously discussed for consideration at a future joint meeting, and agreed to schedule the next meeting at 12:00pm on Friday, November 18, 2016.

ADJOURNMENT

There being no further business to come before the Board, the meeting was adjourned.




Secretary, Board of Directors