

**CHIMNEY HILL MUNICIPAL UTILITY DISTRICT  
OF  
HARRIS COUNTY, TEXAS**

TO: THE BOARD OF DIRECTORS OF CHIMNEY HILL MUNICIPAL UTILITY DISTRICT OF HARRIS COUNTY, TEXAS, AND TO ALL OTHER INTERESTED PERSONS:

Notice is hereby given that the Board of Directors of Chimney Hill Municipal Utility District of Harris County, Texas, will hold a **regular meeting**, open to the public, on **FRIDAY, 25 JULY 2008 at 12:30 P.M.**, at the offices of Coats, Rose, Yale, Ryman & Lee, P.C., **3 Greenway Plaza, Suite 2000, Houston, Texas**, outside the boundaries of the District, for the purposes of considering and acting upon the following matters:

1. Minutes of the Board of Directors meeting of 27 June 2008;
2. Consider comments from District residents;
3. Bookkeeper's Report, including:
  - (a) payment of the District's Bills;
  - (b) comparison of monthly revenues and expenditures
  - (c) review District's investments, Investment Report, and Depository Pledge Report;
  - (d) review and approve payment of Directors Fees of Office;
  - (e) discuss bank merger (Texas State Bank and Compass Bank) and authorize actions deemed necessary;
4. Tax Assessor/Collector's Report, including:
  - (a) authorize payments from the District's tax account;
  - (b) status report regarding delinquent tax accounts, including Parrot Ice Company;
  - (c) authorize action against delinquent tax accounts, as needed, including termination of service;
  - (d) authorize transfer of certain delinquent tax accounts to list of uncollectible accounts (personal property);
  - (e) review and approve installment agreements for various delinquent tax accounts;
5. Discuss District's web site, and authorize actions deemed necessary, including:
  - (a) status of inquiries from residents;
  - (b) status of communications with The Texas Network;
6. New business, including:
  - (a) discuss and possibly approve engagement letter for arbitrage rebate and yield restriction compliance (Series 2008 Bonds);
  - (b) discuss and approve actions required for annual report to State Energy Conservation Office (HB 3693 compliance);

7. Old business, including:
  - (a) status of updates to list of businesses (Strategic Partnership Agreement);
  - (b) status of solid waste collection contract, and authorize actions deemed necessary;
  - (c) status of proposed development of 4-acre tract on F.M. 529 (SAAB Petroleum 529, Ltd.), including annexation of 1-acre tract, and authorize actions deemed necessary;
  - (d) status of proposed development of 10.2-acre tract on Eldridge Parkway (AD Builders and Developers), and authorize actions deemed necessary;
  - (e) status of installation of security systems at District's facilities (Sonitrol Corporation), including status report from Sonitrol representative;
  
8. Engineer's Report, including:
  - (a) status report on construction of Ground Storage Tank No. 3 (Water Plant No. 1) (W. W. Payton Corp.--completion date 2/4/09) and authorize actions deemed necessary;
  - (b) status of plans and specifications for improvements to booster pumps and building at Water Plant No. 1 and authorize actions deemed necessary;
  - (c) status of application for renewal of wastewater discharge permit (expired 5/1/07) and authorize actions deemed necessary;
  - (d) status and possible action regarding requests for service;
  
9. Operator's Report, including:
  - (a) review current water usage and authorize actions deemed necessary;
  - (b) status of City of Houston water supply, including:
    - (1) issues regarding chlorine residuals;
    - (2) Monthly Allotment (currently 13,860,000 gallons);
  - (c) review status of repairs to District's facilities and authorize actions deemed necessary;
  - (d) status of painting of hydrants in Chimney Hill Subdivision;
  
11. Attorney's Report, including status of rating agencies' downgrades of bond insurers;
  
12. Executive session pursuant to V.T.C.A., Government Code, Chapter 551, to discuss matters related to pending or contemplated litigation, real estate transactions, and/or security matters;
  
13. Action on matters discussed in executive session;
  
14. Schedule future meetings as required; and
  
15. Discuss items to be placed on future meeting agendas.

(SEAL)

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