

## RAYFORD ROAD MUNICIPAL UTILITY DISTRICT

Minutes of Meeting of Board of Directors  
August 23, 2010

The Board of Directors ("Board") of Rayford Road Municipal Utility District ("District") met on August 23, 2010 at 312 Spring Hill Drive, Suite 100, West Entrance, Spring, Texas 77386, in accordance with the duly posted notice of the meeting, with a quorum of directors present, as follows:

Frank Moore, Vice President  
Michael Smith, Assistant Secretary  
Paul Alli, Director

and the following absent:

Jon Vallery, President  
Charles Saxe, Secretary

Also present were Mike Williams and Herman I. Little, Jr.

1. The Board reviewed an Order Calling Bond Election. Herman Little advised the Board that the Order provides for a Bond Election under the same terms as discussed at the August 9, 2010 meeting. The District engineer has confirmed that the estimated costs of facilities and non-construction costs remain effective, and no changes should be made. The District's financial advisor has confirmed that the summary of costs continues to be effective and recommended no changes. It was mentioned that the notice of this meeting was prepared in the English and Spanish languages and posted as required by law. After discussion, upon motion by Director Smith, seconded by Director Moore, the Board voted unanimously to Adopt the Order Calling Bond Election, which Order is attached to the minutes.

There followed a discussion of procedures for holding the election on November 2, 2010. The Board expressed a desire to conduct the election with polling places within the District. It will be necessary for the Board formally to designate polling places for early voting and election day voting, and it will be necessary for the Board to appoint qualified voters residing in the District to serve as election officials. Herman Little advised the Board that at least three election officials are required, and it would be desirable to appoint several more persons to assist in the election. There was discussion, and it was mentioned that at the next meeting, the Board will consider an Order Designating Polling Places and Appointing Election Officials for the November 2, 2010 Bond Election.

2. The Chair announced that the Board will convene in a public hearing to discuss the proposed tax rate for 2010. The public hearing convened at 7:15 p.m.


It was mentioned that the District's financial advisor has recommended that the Board adopt a debt service tax rate of \$0.50 and that the Board consider a maintenance and operations tax of \$0.092. The total tax rate for 2010 would be \$0.592. This is the same rate as in

2009. There was discussion of the tax rate and the fact that the rate will have a negligible effect on District taxes from the prior year. The District has approved a constitutional homestead exemption of 10% of taxable value for homesteads within the District, and the exemption is applicable to all homeowners with a homestead is within the District. This results in a 10% reduction in taxes for residential homestead owners. After discussion, the public hearing was closed at 7:21 p.m.

3. The Board considered an Order Accepting Appraisal Roll and Levying Taxes for 2010. Upon motion by Director Alli, seconded by Director Moore, the Board voted unanimously to Adopt the Order Accepting Appraisal Roll and Levying Tax, which Order is attached to the minutes.

4. The Board reviewed an Amendment of Statement of Directors Reflecting the Tax Rate for 2010. Upon motion duly made seconded and unanimously carried, the Board approved and authorized signing and filing the Amendment of Statement of Directors as required by law.

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

  
Secretary