

**RAYFORD ROAD MUNICIPAL UTILITY DISTRICT**

Minutes of Special Meeting of Board of Directors

August 26, 2013

The Board of Directors ("Board") of Rayford Road Municipal Utility District ("District") met at 312 Spring Hill Drive, Suite 100, West Entrance, Spring, Texas, on Monday, August 26, 2013, in accordance with the duly posted notice of the meeting, with a quorum of directors present, as follows:

Jon Vallery, President  
Michael Smith, Assistant Secretary  
Paul Alli, Director


and the following absent:

Frank Moore, Vice President  
Brendon Keith, Secretary.

Also present were Mike Williams and Lori G. Aylett.

1. The Board opened a public hearing on the proposed 2013 tax rate. The attorney confirmed that the tax assessor/collector for Montgomery County had published a notice of the hearing, and the District's proposed tax rate is \$0.49 for debt service and \$0.11 for maintenance. There were no members of the public present, and the President declared the public hearing closed.
2. There was presented the attached Order Setting Tax Rate, Approving Tax Roll, and Levying Debt Service Tax and Maintenance and Operation Tax for the Year 2013. The order reflected a debt service tax rate of \$0.49 and a maintenance and operations tax of \$0.11. Upon unanimous vote, the Board approved the order as presented.
3. There was presented the attached Amendment to Statement of Directors Furnishing Information Required by Section 49.455(b), Texas Water Code, as Amended. The attorney noted that the Amendment to Statement of Directors is updated anytime the District adopts a new tax rate and is filed in the real property records of Montgomery County. Potential purchasers of property are on notice that they are located in a water district and they are on notice as to the current tax rate of the District and other related District information. Upon unanimous vote, the Board approved the Amendment to Statement of Directors as presented and authorized its execution by all Board members present.
4. The Board noted that it would be desirable to change the meeting time for its September meeting. The members present agreed that the meeting should be scheduled for 6:00 p.m.
5. Finally, Mike Williams notified the Board that pursuant to a new state law effective September 1, 2013, the District is required to implement a stage of its drought contingency plan upon declaration of a disaster relating to drought by the Governor. The Governor made a disaster declaration in 2011 regarding drought conditions and wildfires, and this disaster declaration was renewed in August, 2013. The operator will implement Stage 1 of the District's drought contingency plan and ask customers to voluntarily conserve water.

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

  
Secretary