

MINUTES OF REGULAR MEETING OF HARRIS COUNTY IMPROVEMENT DISTRICT #1

SEPTEMBER 25, 2013

THE STATE OF TEXAS §
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COUNTY OF HARRIS §

The Board of Directors of Harris County Improvement District #1 (the "District") held a meeting of the Board of Directors at 2:30 p.m. on the 25th day of September, 2013 at Two Post Oak Central, 1980 Post Oak Boulevard, Suite 1580, Houston, Texas, 77056, within the boundaries of the District, and the roll was called of the members of the Board, to wit:

Patty Bender
Todd H. Casper
Martin Debrovner
Steven Lerner
Kendall A. Miller
Mary Catherine Miller
John Mooz
Greg Noble
Lisa Simon
Kerr Taylor
Ed Wulfe
Jonathan Zadok

and all of said directors were present except Directors Taylor, thus constituting a quorum. Also present at the meeting were Mr. John Breeding, President of Harris County Improvement District #1, Ms. Delia Mizwa, Ms. Shannon Daniels, Ms. Betsy Kirkgard, Ms. Lauren Anderson, Ms. Sarah Newbery, Mr. Bob Ethington, Mr. Rod Smith, Mr. Robert Taube and Ms. Lyndsey Peterson of Harris County Improvement District #1; Mr. Eugene Shepherd and Mr. David Smalling representing RBC Capital Markets; Mr. Steve Done representing ARUP Texas, Inc; and Mr. Chris Canonico of CDM Smith..

APPROVE MINUTES OF JUNE 26, 2013 BOARD OF DIRECTORS MEETINGS

Kendall Miller, Chairman, called the meeting to order and asked the members to read the Minutes of the June 26, 2013 meeting. Director Bender moved that the Board approve the Minutes as written. Director Lerner seconded the

motion, which was approved by unanimous consent.

APPROVE THE QUARTERLY INVESTMENT REPORT

Ms. Daniels presented the Quarterly Investment Report showing the amount and location of the District's monies at the end of June, 2013. Director Noble moved that the Board approve the Quarterly Investment Report. Director Casper seconded the motion, which was approved by unanimous consent.

CONSIDER APPOINTMENT OF OFFICERS

Mr. Breeding presented the slate of Officers for FY-2014. Director Wulfe moved that the Board approve the continuation of the District's Officers: Kendall Miller as Chairman of the Board, Kerr Taylor as Vice-Chairman, and Lisa Simon as Secretary. Director Debrovner seconded the motion, which was approved by unanimous consent.

DISCUSS THE TAX RATE FOR TAX YEAR 2013 AND CONSIDER ADOPTING THE PROPOSED TAX RATE

Mr. Breeding discussed with the Board the proposed Tax Rate for Tax Year 2013. He reported that the current tax rate will result in an increase of 8% or more in the average residence homestead's tax bill. . Director Lerner moved that the Board reduce the proposed tax rate from \$0.1435 to \$0.14345. Director Mooz seconded the motion, which was approved by unanimous consent.

CONSIDER AUTHORIZING PUBLICATION OF A NOTICE OF PUBLIC HEARING ON TAX RATE.

Following the discussion of the proposed tax rate, Mr. Breeding presented a draft of the notice to be printed in the Houston Chronicle. Director Wulfe moved that the Board authorize the publication of a Notice of Public Hearing. Director Lerner seconded the motion, which was approved by unanimous consent.

RECEIVE AN UPDATE ON THE UPTOWN HOUSTON HOLIDAY LIGHTING EVENT

Mr. Breeding discussed with the Board that several meetings have been held with the Houston Police Department, Homeland Security plus an upcoming meeting with representatives from the FBI as to whether new security measures

should be utilized for this year's Uptown Houston Holiday Lighting. A report will be presented to the Board at the next Board meeting.

RECEIVE AN UPDATE ON PROJECTS INCLUDING THE STATUS OF POST OAK BOULEVARD AND MEMORIAL PARK

Mr. Breeding discussed the funding commitment for the Post Oak Boulevard reconstruction, including the dedicated bus lanes and transit center. He said that the international firm ARUP has been selected to be the overall project manager for the Uptown transit projects. He further discussed the three phases of the design process and the design teams scheduled to compete in the Phase I Urban Design Visioning process, to be completed by the end of December 2013. He said that the final design and acquisition of right-of-way (Phase II) and construction of the projects (Phase III) will be carried out on a rigorous schedule to be completed by November, 2016.

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

(SEAL)

Secretary, Board of Directors