

MINUTES OF REGULAR MEETING OF HARRIS COUNTY IMPROVEMENT DISTRICT #1

JANUARY 27, 2010

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 27th day of January, 2010 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:

David Anderson
Patty Bender
Todd H. Casper
Martin Debrovner
Steven D. Lerner
Kendall A. Miller
Mary Catherine Miller
John Mooz
John Nash
Lisa Simon
Kerr Taylor
Ed Wulfe

and all of said directors were present except Directors Lerner, Mooz and Taylor, thus constituting a quorum. Also present at the meeting were Mr. John Breeding, President of Harris County Improvement District #1, Mr. Robert Taube, Ms. Delia Mizwa, Ms. Shannon Daniels, Ms. Katie Butler, and Ms. Betsy Kirkgard of Harris County Improvement District #1.

APPROVE MINUTES OF DECEMBER 16, 2009 BOARD OF DIRECTORS MEETINGS

Kendall A. Miller, Chairman, called the meeting to order and asked the members to read the Minutes of the December 16, 2009 meetings. Director Casper moved that the Board approve the Minutes as written. Director Simon seconded the motion, which was approved by unanimous consent

APPROVE THE QUARTERLY INVESTMENT REPORT

Ms. Daniels, the District's Financial Director, presented the Quarterly Investment Report showing the amount and location of the District's monies at the end of December, 2009. Director Debrovner moved that the Board approve the Quarterly Investment Report. Director Simon seconded the motion, which was approved by unanimous consent.

REVIEW THE 2ND QUARTER BUDGET STATUS

Ms. Daniels reviewed the 2nd Quarter Budget status with the Board.

DISCUSS STATUS OF FY-2009 / 2010 BUDGET AND OPTIONS FOR 2010 / 2011 BUDGET

Mr. Breeding reviewed with the Board the current FY-2009 / 2010 Budget with different scenarios for FY-2010 / 2011 showing 15% and 25% reduction in values. Several budget management plans were discussed and a flexible budget was reviewed.

RECEIVE A PRESENTATION ON TSM SIGNAL PROGRAM

Mr. Taube described to the Board the TSM Signal Program / Traffic Management Program that will ensure positive traffic control, install six new traffic signals at key high traffic locations, maintain traffic progression, close uncontrolled median openings and provide protected pedestrian crossings. The project cost of \$6,580,000 will be shared between grants of \$3,471,000 and the Authority paying \$3,109,000. The first signal to be installed will be at Post Oak Boulevard and BLVD Place.

CONSIDER APPROVAL OF A RESOLUTION SUPPORTING A GRANT APPLICATION FOR WATERWALL PARK ENHANCEMENTS THROUGH S.T.E.P. WITH LOCAL SHARE PROVIDED BY THE UPTOWN DEVELOPMENT AUTHORITY

Mr. Breeding discussed the reimbursement program known as the Statewide Transportation Enhancements Program (STEP), which is administered by the Texas Department of Transportation (TxDOT). He said that the Uptown Development Authority will sponsor an application for a grant to enhance and preserve the Gerald D. Hines Waterwall Park. The District is encouraged to approve a Resolution supporting the Grant Application.

After discussion, Director Debrovner moved that the Board approve a Resolution Supporting a Grant Application for Waterwall Park Enhancements through S.T.E.P. with Local Share Provided by the Uptown Development Authority. Director Wulfe seconded the motion, which was approved by unanimous consent.

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

(SEAL)

Secretary, Board of Directors