

MINUTES
FORT BEND COUNTY MUNICIPAL UTILITY DISTRICT NO. 2

September 7, 2017

The Board of Directors (the "Board") of Fort Bend County Municipal Utility District No. 2 (the "District") met in special session, open to the public, on the 7th day of September, 2017, at the offices of Municipal District Services L.L.C., 406 West Grand Parkway South, Suite 260, Katy, Texas 77494, outside the boundaries of the District, and the roll was called of the members of the Board:

Robert Yack	President
Bernice Barclay	Vice President
Lisa Dudley	Secretary
Betty J. Stewart	Assistant Vice President
Pam Kelley	Assistant Secretary

and all of the above were present, except Director Barclay, thus constituting a quorum.

Also present for all or a portion of the meeting were Chad Abram of IDS Engineering Group; Erin Garcia of Myrtle Cruz, Inc.; Rebecca Marcucci of Municipal District Services LLC ("MDS"); and Teshia N. Judkins of Allen Boone Humphries Robinson LLP.

CONDUCT BUDGET WORKSHOP FOR FISCAL YEAR ENDING OCTOBER 31, 2018

The Board conducted its budget workshop, including without limitation review and discussion of tax rate analysis, North Fort Bend Water Authority fees analysis, fund reserves, maintenance and operations, and consultant fees. Ms. Garcia reviewed a draft budget for fiscal year ending October 31, 2017. Following further review and discussion, Ms. Garcia reviewed revisions to several line items of the draft budget.

REPORTS ON DISTRICT BUSINESS AND OPERATIONS AND HURRICANE HARVEY RELATED MATTERS

The District's operator and engineer updated the Board on Hurricane Harvey related matters, including without limitation District operations and the status of District facilities. Discussion ensued.

ADOPT BUDGET FOR FISCAL YEAR ENDING OCTOBER 31, 2018

Following review and discussion, Director Stewart moved to adopt the budget for fiscal year ending October 31, 2018, subject to the revisions as discussed. Director Kelley seconded the motion, which passed unanimously.

REPORTS ON DISTRICT BUSINESS AND OPERATIONS (CONTINUED)

Directors Stewart and Dudley reported to the Board on an accident that occurred on the morning of Sunday, September 3, 2017, in which Officer Rios, while driving the District's patrol vehicle, struck a light pole in an elementary school parking lot causing damage to the vehicle and the light pole but causing no injury to Officer Rios or any other person. Director Stewart stated that the District's insurance carrier has been notified of the accident, has already approved repair of the vehicle, and is sending a check to the District for the cost of repairing the vehicle after subtracting the District's \$1,000 deductible. It was noted that, at this time, the estimated cost to repair the light pole is unknown. Director Stewart also reported that Officer Rios has requested that her personal insurance cover costs resulting from the accident and that the District's insurance company plans to contact Officer Rios' insurance company to recover any amounts paid. Discussion ensued.

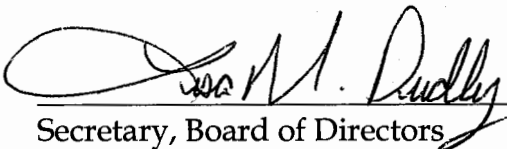
CONVENE IN EXECUTIVE SESSION

The Board did not convene in executive session pursuant to Section 551.071, Texas Government Code.

There being no other matters to come before the Board, the meeting was adjourned by agreement.

(SEAL)




Secretary, Board of Directors