

CLEAR LAKE CITY WATER AUTHORITY

900 Bay Area Boulevard • Houston, Texas 77058 • 281/488-1164
• Fax 281/488-3400

December 17, 2012

To: All Persons Interested in the Meeting of the Clear Lake City Water Authority Board of Directors:

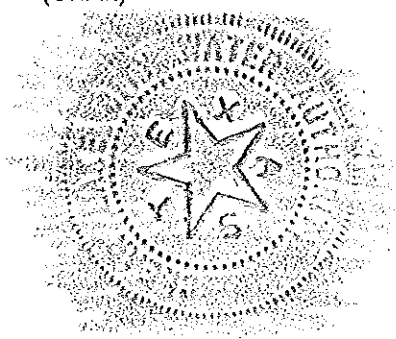
Notice is hereby given that the Board of the Clear Lake City Water Authority will convene in Special Session open to the public at 900 Bay Area Boulevard within such Authority at 7:00 p.m. on December 20, 2012 for the following purposes:

1. Consider and act upon approval of a Letter Agreement with Clear Dorado Land Associates, L.P. (Fidelis) relating to the creation of a sub-district and approval of a Service Agreement and Exclusion Contract;

Following the Board's consideration, and action if any, on the above items, the Board will adjourn from Regular Session and reconvene in Closed Session pursuant to §551.071 of the Government Code for the purpose of consulting with its attorney, pursuant to §551.072 of the Government Code to deliberate regarding real property and pursuant to §551.074 of the Government Code to discuss personnel matters.


Curtis Rodgers
Director of Utilities
Clear Lake City Water Authority

(SEAL)



CLEAR LAKE CITY WATER AUTHORITY
Board of Directors'
Regular Meeting Minutes
December 20, 2012

Regular Meeting

The Board of Directors of the Clear Lake City Water Authority convened in special session open to the public at the regular meeting place in its office at 7:01 p.m. on December 20, 2012. Roll was called of the members:

Quorum Present

Ms. Gayle I. Yoder, President;
Mr. John Branch, Vice President;
Mr. Robert T. Savely, Secretary;
Mr. Vince Johnson, Director;
Mr. Gordon Johnson, Director.

All were present.

Also present were:

Bill Schweinle, Attorney;
Julianne Kugle, Attorney
Curtis Rodgers, Director of Utilities;

(See visitor roster attached hereto as part of these minutes and identified as Exhibit A.)

1. Letter Agreement with Clear Dorado Land Associates, L.P. (Fidelis)
Approved

Motion to act upon approval of Letter Agreement with Clear Dorado Land Associates, L.P. (Fidelis) relating to creation of a sub-district, Service Agreement and Exclusion Contract. (Copy attached hereto as part of these minutes and identified as Exhibit B.)

Thereupon, by motion duly made by Director V. Johnson and seconded by Director Savely, the Board voted unanimously to approve.

2. Discussion

Ms. Kugle reviewed the history of the negotiations and a summary of the documents; the process of creating the District thought the Legislature; that the 150 acres located outside the boundaries of the Authority must be annexed into the Authority prior to the execution of the Exclusion Contract and Services Agreement

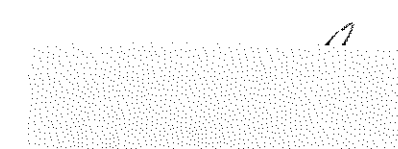
Director Savely inquired why the permanent meter at the point of connection between the Authority's and the proposed sub-District's systems is no longer needed. Director V. Johnson and Director Branch explained that the permanent meter is not needed since temporary construction meters would be installed to measure water used for construction. It was noted that the Service Agreement and Exclusion Agreement would be executed between the parties upon the annexation of the 150 acres into the Authority and the creation of the Sub-District.

3. Meeting Adjourned

President Yoder declared the special meeting adjourned at 7:17 p.m.



President, Board of Directors
CLEAR LAKE CITY WATER AUTHORITY



Secretary, Board of Directors
CLEAR LAKE CITY WATER AUTHORITY



(SEAL)