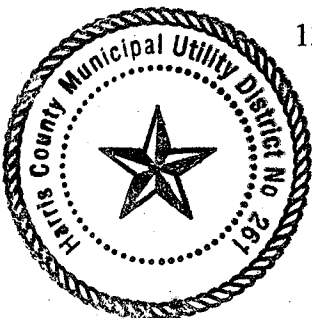


**HARRIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 261
NOTICE OF PUBLIC MEETING**

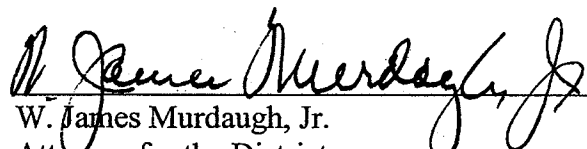
Notice is hereby given to all interested parties that the Board of Directors of the captioned District will hold a public meeting at **1100 Louisiana Street, Suite 400, Houston, Texas**. The meeting will be held at **12:00 noon on Thursday, March 10, 2011**.

The subject of the meeting is to consider and act on the following:

1. Approve minutes of meeting held on February 10, 2011
2. Tax assessor-collector's report; status of tax collections; review invoices and authorize payment; status of delinquent taxes; authorize litigation as necessary; consider any taxpayer appeals; approve installment payment agreements, as necessary
3. Operator's report; review active connections and water accountability; status of operation, maintenance and repair of District facilities; consider customer appeals; approve termination of service on delinquent accounts; status of water pressure discussions with Windfern Forest Utility District
4. Discuss and approve Water Smart application
5. Communication with District residents concerning water quality and conservation issues
6. Engineer's report; authorize preparation of plans as appropriate; authorize advertising for bids; award contracts; approve change orders; inspection status report; discuss plans for water pressurization plant site
7. Status of Emergency Preparedness Plan; approve amendment to water supply contract with Windfern Forest Utility District
8. Bookkeeper's report; review invoices and authorize payment of bills; review investment report and approve investment of District funds
9. Review draft budget for F.Y.E. 4/30/2012, including joint budget for sewage treatment plant
10. Consider designation of Investment Officer
11. Consider reports from Acclaim Energy Advisors; approve electricity contract, if applicable
12. Pending business, including:
 - a. Status of condemnation proceedings
 - b. Status of water use/conservation plans; consider amendments to Rate Order, if applicable
13. Executive Session as necessary Authorized under Texas Government Code Ann., §551.071



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W. James Murdaugh, Jr.
Attorney for the District