

HARRIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 261

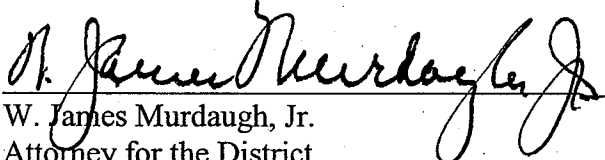
NOTICE OF PUBLIC MEETING

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, September 9, 2010**.

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

1. Approve minutes of meeting held on August 12, 2010
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. Review proposed tax rate for 2010; call public hearing on proposed tax rate
4. 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
5. Engineer's report; authorize preparation of plans as appropriate; authorize advertising for bids; award contracts; approve change orders; inspection status report; status of Emergency Preparedness Plan
6. Bookkeeper's report; review invoices and authorize payment of bills; review investment report and approve investment of District funds
7. Consider electricity contract
8. Review comparison of District water/sewer rates and City of Houston rates
9. Authorize and ratify sale of groundwater credits
10. Pending business, including:
 - a. Status of condemnation matter
 - b. Status of deed from Homeowners Association
 - c. Review proposed water use/conservation plans
 - d. Annual arbitrage compliance report
11. Executive Session as necessary Authorized under Texas Government Code Ann., §551.071




W. James Murdaugh, Jr.
Attorney for the District