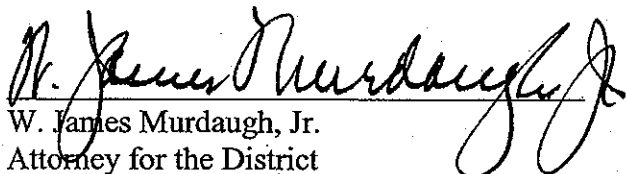


**HARRIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 261
NOTICE OF PUBLIC MEETING**

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, August 11, 2011**.

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

1. Approve minutes of meeting held on July 14, 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
4. 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
5. Bookkeeper's report; review invoices and authorize payment of bills; review investment report and approve investment of District funds
6. Audit Report for Fiscal Year Ended April 30, 2011
7. Order Adopting Investment Policy
8. Annual review of Rate Order
9. Annual review of Code of Ethics
10. Pending business, including:
 - a. Status of condemnation proceedings
 - b. Status of service to Creekside subdivision
 - c. Status of sale of groundwater credits to homeowner's association
11. Executive Session as necessary Authorized under Texas Government Code Ann., §551.071


W. James Murdaugh, Jr.
Attorney for the District