

FORT BEND COUNTY LEVEE IMPROVEMENT DISTRICT NO. 7

Order Declaring Results of Bond Election

The Board of Directors of Fort Bend County Municipal Utility District No. 7 met at the Board's regular meeting place on May 13, 2014, and the roll was called of the duly constituted members, as follows:

Epifanio E. Salazar, Jr., Chairman  
James J. Hicks, Vice Chairman  
Karen Mawyer, Secretary

and all of the members of the Board were present, thus constituting a quorum when the following business was transacted:

Director Mawyer introduced the order set out below and moved its adoption, which motion was seconded by Director Salazar and unanimously carried as follows:

WHEREAS, a Bond Election was held for and within Fort Bend County Levee Improvement District No. 7 on the 10th day of May, 2014, at 1200 Walker School Road, Sugar Land, Fort Bend County, Texas; and

WHEREAS, said Bond Election was held pursuant to an order of the Board of Directors of the District passed and entered February 6, 2014; and

WHEREAS, at said election, the propositions hereinafter set forth were submitted to the duly qualified resident electors of said District:

PROPOSITION I

SHALL THE BOARD OF DIRECTORS OF FORT BEND COUNTY LEVEE IMPROVEMENT DISTRICT NO. 7 BE AUTHORIZED TO ISSUE THE BONDS OF SAID DISTRICT IN ONE OR MORE ISSUES OR SERIES IN THE MAXIMUM AGGREGATE ORIGINAL PRINCIPAL AMOUNT OF \$14,500,000 MATURING SERIALLY OR OTHERWISE IN SUCH INSTALLMENTS AS ARE FIXED BY SAID BOARD OVER A PERIOD OR PERIODS NOT EXCEEDING THIRTY (30) YEARS FROM THEIR DATE OR DATES, BEARING INTEREST AT ANY RATE OR RATES, AND TO SELL SAID BONDS AT ANY PRICE OR PRICES, PROVIDED THAT THE NET EFFECTIVE

INTEREST RATE ON ANY ISSUE OR SERIES OF SAID BONDS SHALL NOT EXCEED THE MAXIMUM LEGAL LIMIT IN EFFECT AT THE TIME OF ISSUANCE OF EACH ISSUE OR SERIES OF SAID BONDS, ALL AS MAY BE DETERMINED BY THE BOARD OF DIRECTORS OF SAID DISTRICT, FOR THE PURPOSE OR PURPOSES OF PURCHASING, CONSTRUCTING, ACQUIRING, OWNING, OPERATING, REPAIRING, IMPROVING, OR EXTENDING FACILITIES, IMPROVEMENTS, APPLIANCES, APPURTENANCES, LAND, INTERESTS IN PROPERTY, PARTICIPATION RIGHTS, CONTRACT RIGHTS, PRACTICES, TECHNIQUES OR TECHNOLOGIES THAT FACILITATE THE RECYCLING AND REUSE OF WATER, WASTEWATER EFFLUENT, OR OTHER WATER OR WASTEWATER BY-PRODUCT, AND RESULTS IN ADDITIONAL WATER SUPPLIES FOR FUTURE OR ALTERNATIVE USES FOR THE DISTRICT AS AUTHORIZED PURSUANT TO CHAPTER 7808 OF THE TEXAS SPECIAL DISTRICT LOCAL LAWS CODE, AS THE SAME MAY BE AMENDED, INCLUDING, BUT NOT LIMITED TO, ALL ADDITIONS TO SUCH SYSTEMS AND ALL LAND, IMPROVEMENTS, FACILITIES, PLANTS, EQUIPMENT, APPLIANCES, INTERESTS IN PROPERTY AND REGIONAL, REGULATORY OR JOINT USE PARTICIPATION RIGHTS OR CONTRACT RIGHTS NEEDED THEREFOR, AND ADMINISTRATIVE FACILITIES NEEDED IN CONNECTION THEREWITH, AND TO PROVIDE FOR THE PAYMENT OF THE PRINCIPAL OF AND INTEREST ON SUCH BONDS BY THE LEVY AND COLLECTION ANNUALLY OF TAXES, WITHOUT LIMIT AS TO RATE OR AMOUNT, UPON ALL TAXABLE PROPERTY WITHIN SAID DISTRICT, PROVIDED THAT SUCH \$14,500,000 MAXIMUM AGGREGATE ORIGINAL PRINCIPAL AMOUNT OF BONDS ARE TO BE IN ADDITION TO ALL AUTHORIZED BUT UNISSUED BONDS AUTHORIZED AT THE ELECTIONS OF SAID DISTRICT HELD ON NOVEMBER 5, 1985, AND MAY 10, 2008, AND THE BOARD OF DIRECTORS OF SAID DISTRICT SHALL RETAIN SUCH AUTHORIZATION TO ISSUE ALL OR ANY PART OR PARTS OF THE AUTHORIZED BUT UNISSUED BONDS VOTED FOR THE PURPOSES ORIGINALLY AUTHORIZED AT SUCH PRIOR ELECTIONS AND TO LEVY AND COLLECT TAXES FOR THE PAYMENT OF THE PRINCIPAL OF AND INTEREST ON SUCH PREVIOUSLY AUTHORIZED BONDS AS MAY BE APPROPRIATE UNDER THE SPECIFIC AUTHORITY AND TERMS AND CONDITIONS OF THE APPLICABLE PROPOSITIONS SUBMITTED AT SUCH PRIOR ELECTIONS, AND PROVIDED FURTHER, THAT SHOULD THE ELECTION RESULT AGAINST THE ISSUANCE OF SUCH \$14,500,000 MAXIMUM AGGREGATE ORIGINAL PRINCIPAL AMOUNT OF BONDS, THE BOARD OF DIRECTORS OF SAID DISTRICT SHALL RETAIN SUCH AUTHORIZATION TO ISSUE ALL OR ANY PART OR PARTS OF SUCH PREVIOUSLY AUTHORIZED BUT UNISSUED BONDS VOTED FOR THE PURPOSES ORIGINALLY AUTHORIZED AT SUCH PRIOR ELECTIONS AND TO LEVY AND COLLECT TAXES FOR THE PAYMENT OF THE PRINCIPAL OF AND INTEREST ON SUCH PREVIOUSLY AUTHORIZED BONDS, FOR THE PURPOSES SPECIFIED AND AS MAY BE APPROPRIATE UNDER THE SPECIFIC AUTHORITY AND TERMS AND CONDITIONS OF THE APPLICABLE PROPOSITIONS SUBMITTED AT SUCH PRIOR ELECTIONS, ALL AS NOW OR HEREAFTER AUTHORIZED BY THE CONSTITUTION AND LAWS OF THE STATE OF TEXAS?

## PROPOSITION II

SHALL THE BOARD OF DIRECTORS OF FORT BEND COUNTY LEVEE IMPROVEMENT DISTRICT NO. 7 BE AUTHORIZED TO ISSUE THE BONDS OF SAID DISTRICT IN ONE OR MORE ISSUES OR SERIES IN THE MAXIMUM AGGREGATE ORIGINAL PRINCIPAL AMOUNT OF \$14,500,000 MATURING SERIALLY OR OTHERWISE IN SUCH INSTALLMENTS AS ARE FIXED BY SAID BOARD OVER A PERIOD OR PERIODS NOT EXCEEDING THIRTY (30) YEARS FROM THEIR DATE OR DATES, BEARING INTEREST AT ANY RATE OR RATES, AND TO SELL SAID BONDS AT ANY PRICE OR PRICES, PROVIDED THAT THE NET EFFECTIVE INTEREST RATE ON ANY ISSUE OR SERIES OF SAID BONDS SHALL NOT EXCEED THE MAXIMUM LEGAL LIMIT IN EFFECT AT THE TIME OF ISSUANCE OF EACH ISSUE OR SERIES OF SAID BONDS, ALL AS MAY BE DETERMINED BY THE BOARD OF DIRECTORS OF SAID DISTRICT, FOR THE PURPOSE OF REFUNDING BY ANY MEANS NOW OR HEREAFTER AUTHORIZED BY LAW, ALL OR ANY PORTION OF ANY BONDS OR REFUNDING BONDS OF THE DISTRICT AUTHORIZED BY ARTICLE 16, SECTION 59 OF THE TEXAS CONSTITUTION, PAYABLE IN WHOLE OR IN PART FROM TAXES, WHETHER HERETOFORE, HEREUNDER, ON EVEN DATE HERewith, OR HEREAFTER AUTHORIZED OR ISSUED BY THE DISTRICT, AND TO PROVIDE FOR THE PAYMENT OF THE PRINCIPAL OF AND THE INTEREST ON SUCH REFUNDING BONDS BY THE LEVY AND COLLECTION OF TAXES, WITHOUT LIMIT AS TO RATE OR AMOUNT, UPON ALL TAXABLE PROPERTY WITHIN SAID DISTRICT, PROVIDED THAT SUCH \$14,500,000 MAXIMUM AGGREGATE ORIGINAL PRINCIPAL AMOUNT OF REFUNDING BONDS ARE TO BE IN ADDITION TO ALL AUTHORIZED BUT UNISSUED REFUNDING BONDS VOTED AT THE ELECTION OF SAID DISTRICT HELD ON MAY 10, 2008, AND THE BOARD OF DIRECTORS OF SAID DISTRICT SHALL RETAIN SUCH AUTHORIZATION TO ISSUE ALL OR ANY PART OR PARTS OF THE AUTHORIZED BUT UNISSUED REFUNDING BONDS VOTED AT SUCH PRIOR ELECTION AND TO LEVY AND COLLECT TAXES FOR THE PAYMENT OF THE PRINCIPAL OF AND INTEREST ON SUCH PREVIOUSLY AUTHORIZED REFUNDING BONDS AS MAY BE APPROPRIATE UNDER THE SPECIFIC AUTHORITY AND TERMS AND CONDITIONS OF THE APPLICABLE PROPOSITION SUBMITTED AT SUCH PRIOR ELECTION, AND PROVIDED FURTHER, THAT SHOULD THE ELECTION RESULT AGAINST THE ISSUANCE OF SUCH \$14,500,000 MAXIMUM AGGREGATE ORIGINAL PRINCIPAL AMOUNT OF REFUNDING BONDS, THE BOARD OF DIRECTORS OF SAID DISTRICT SHALL RETAIN SUCH AUTHORIZATION TO ISSUE ALL OR ANY PART OR PARTS OF SUCH PREVIOUSLY AUTHORIZED BUT UNISSUED REFUNDING BONDS VOTED AT SUCH PRIOR ELECTION AND TO LEVY AND COLLECT TAXES FOR THE PAYMENT OF THE PRINCIPAL OF AND INTEREST ON SUCH PREVIOUSLY AUTHORIZED REFUNDING BONDS, FOR THE PURPOSES SPECIFIED AND AS MAY BE APPROPRIATE UNDER THE SPECIFIC AUTHORITY AND TERMS AND CONDITIONS OF THE APPLICABLE PROPOSITION SUBMITTED AT SUCH PRIOR ELECTION, ALL AS NOW OR HEREAFTER AUTHORIZED BY THE CONSTITUTION AND LAWS OF THE STATE OF TEXAS?

WHEREAS, a total of six hundred forty-nine (649) votes were cast at the election of the duly qualified resident electors of the District, of which were cast:

PROPOSITION I

For the issuance of \$14,500,000 water and wastewater reuse facilities bonds and the levy of taxes, without limit as to rate or amount, in payment of the bonds	296 votes
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Against the issuance of \$14,500,000 water and wastewater reuse facilities bonds and the levy of taxes, without limit as to rate or amount, in payment of the bonds	32 votes
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PROPOSITION II

For the issuance of \$14,500,000 refunding bonds to refund bonds authorized by Article 16, Section 59 of the Texas Constitution and the levy of taxes, without limit as to rate or amount, in payment of the bonds	287 votes
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Against the issuance of \$14,500,000 refunding bonds to refund bonds authorized by Article 16, Section 59 of the Texas Constitution and the levy of taxes, without limit as to rate or amount, in payment of the bonds	34 votes
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as shown in the official election returns heretofore delivered to the President and Secretary of the Board and submitted to its Board of Directors.

THEREFORE, be it ordered by the Board of Directors of Fort Bend County Levee Improvement District No. 7 as follows:

(1) That said election was duly called and notice thereof duly given in accordance with law; that said election was held in the manner required by law and as provided in the order calling same; that only duly qualified resident electors of the District voted at the election; that due returns of said election have been made to the proper officers; that said election has resulted favorably to the issuance of bonds described in said propositions set

forth hereinabove and, to ensure the continuing and orderly development of the District on terms and conditions which are feasible and practical, the District anticipates that said bonds will be issued in multiple series or issues over an extended period of time, all as determined by the Board to be feasible and practical and in the best interests of the District, all as further set forth and described in Order Calling said Bond Election.

(2) That the Chairman or Vice-Chairman and Secretary or Assistant Secretary of the Board are authorized to execute and attest, respectively, this order on behalf of the Board.

Passed and adopted, this the 13th day of May, 2014.

FORT BEND COUNTY LEVEE  
IMPROVEMENT DISTRICT NO. 7

ATTEST:

By: /s/ KAREN MAWYER  
Secretary

By: /s/ EPIFANIO E. SALAZAR, JR.  
Chairman

(SEAL)

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