

MINUTES OF SPECIAL MEETING
EAST MONTGOMERY COUNTY IMPROVEMENT DISTRICT
March 6, 2013

THE STATE OF TEXAS §
 §
COUNTY OF MONTGOMERY §

The Board of Directors of East Montgomery County Improvement District (the "District") met in Special Session, open to the public, on the 6th day of March, 2013, at 12:00 noon, at the East Montgomery County Improvement District Complex, 21575 U.S. Highway 59 North, Conference Room, Room 200, New Caney, Texas, within the boundaries of the District, and the roll was called of the duly elected officers and members of the Board of Directors, to-wit:

Connie Bloodworth	Chair
Linda W. Floyd	Vice Chair
Brenda Webb	Secretary/Treasurer
Dale Martin	Director
Vickie Thumann	Director
Fred Wetz	Director
Isidor Ybarra, Jr.	Director

with all of said persons being present, thus constituting a quorum.

Also present were Mr. Frank McCrady, Ms. Suzanne Parmer, Ms. Sandy Seelye and Mr. David Marks.

The Chair called the meeting to order and announced that a quorum was present.

Director Martin led in prayer.

As the first order of business, the Board recessed to Executive Session at 12:08 p.m. to discuss real property matters pursuant to §551.072, Texas Government Code, pending or contemplated litigation pursuant to §551.071, Texas Government Code, and matters in which the duty of the attorney to the District under the Texas Disciplinary Rules of Professional Conduct of the State Bar of Texas clearly conflict with Chapter 551, Texas Government Code, pursuant to §551.071, Texas Government Code. The Board returned from Executive Session at 1:42 p.m.

The Board next considered a report on activities within the Industrial Park. In connection therewith, the Board considered the approval of a Subordination Agreement with Montgomery East Industrial, LLC and Industry State Bank ("Agreement"). In that regard, Mr. McCrady presented and reviewed the attached Agreement with the Board. After discussion, Director Thumann moved that said Agreement be approved. Director Wetz seconded said motion, which unanimously carried.

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The Board next considered the following announcements:

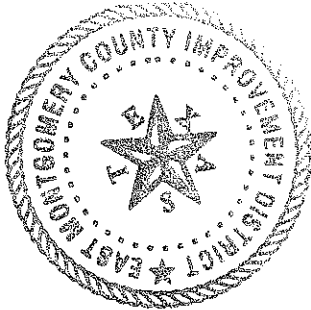
- The District attended the Splendora Youth fundraiser and received a plaque of recognition from the organization.

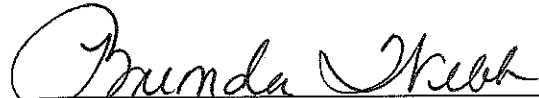
- The Montgomery County Rodeo Committee raised a total of \$50,000 for school districts, placing 4th in money raised.

The Board next considered matters for possible placement on future agendas. In that regard, the Board requested that summative review of Mr. McCrady be performed in executive session at the next meeting.

There being no further business to come before the Board of Directors, the meeting was adjourned.

(SEAL)




Secretary, Board of Directors