

AD

CERTIFICATE FOR ORDER

THE STATE OF TEXAS §
 §
COUNTY OF HARRIS §

I, the undersigned officer of the Board of Directors of Cypress Forest Public Utility District, hereby certify as follows:

1. The Board of Directors of Cypress Forest Public Utility District convened in special session on the 13th day of November, 2008, at the regular meeting place inside the boundaries of the District, and the roll was called of the duly constituted officers and members of the Board, to-wit:

Thomas J. Petrick	President
Linn Jensen Smyth	Vice President
Fred P. Jones	Secretary
Greg DiCioccio	Assistant Secretary
Michael J. Lynch, Jr.	Assistant Vice President

and all of said persons were present except Director(s) Smyth, thus constituting a quorum. Whereupon, among other business, the following was transacted at the meeting: a written

ORDER CANVASSING THE RETURNS AND DECLARING
RESULTS OF PARK BOND ELECTION AND
OPERATION AND MAINTENANCE TAX ELECTION

was introduced for the consideration of the Board. It was then duly moved and seconded that the Order be adopted; and, after due discussion, the motion, carrying with it the adoption of the Order, prevailed and carried unanimously.

2. A true, full and correct copy of the aforesaid Order adopted at the meeting described in the above and foregoing paragraph is attached to and follows this certificate; that the Order has been duly recorded in the Board's minutes of the meeting; that the persons named in the above and foregoing paragraph are the duly chosen, qualified and acting officers and members of the Board as indicated therein; that each of the officers and members of the Board was duly and sufficiently notified officially and personally, in advance, of the time, place and purpose of the aforesaid meeting, and that the Order would be introduced and considered for adoption at the meeting, and each of the officers and members consented, in advance, to the holding of the meeting for such purpose; that the meeting was open to the public as required by law; and that public notice of the time, place and subject of the meeting was given as required by Chapter 551, Texas Government Code, and Section 49.063, Texas Water Code.

SIGNED AND SEALED on the 13th day of November, 2008.

(SEAL)



Fred P. Jones
Secretary, Board of Directors

ORDER CANVASSING THE RETURNS AND DECLARING
RESULTS OF PARK BOND ELECTION AND
OPERATION AND MAINTENANCE TAX ELECTION

WHEREAS, there was held in Cypress Forest Public Utility District (the "District"), on the 4th day of November, 2008, an election at which the following propositions were submitted in accordance with law:

PROPOSITION I

SHALL THE BOARD OF DIRECTORS OF CYPRESS FOREST PUBLIC UTILITY DISTRICT BE AUTHORIZED TO ISSUE THE BONDS, NOTES, OR OTHER OBLIGATIONS OF SAID DISTRICT IN ONE OR MORE ISSUES OR SERIES IN THE MAXIMUM AMOUNT OF \$6,200,000 MATURING SERIALLY OR OTHERWISE IN SUCH INSTALLMENTS AS ARE FIXED BY SAID BOARD OVER A PERIOD OR PERIODS NOT EXCEEDING FORTY (40) YEARS FROM THEIR DATE OR DATES, BEARING INTEREST AT ANY RATE OR RATES AND TO SELL SAID BONDS, NOTES, OR OTHER OBLIGATIONS AT ANY PRICE OR PRICES, PROVIDED THAT THE NET EFFECTIVE INTEREST RATE ON ANY ISSUE OR SERIES OF SAID BONDS, NOTES, OR OTHER OBLIGATIONS SHALL NOT EXCEED THE MAXIMUM LEGAL LIMIT IN EFFECT AT THE TIME OF ISSUANCE OF EACH ISSUE OR SERIES OF BONDS, NOTES, OR OTHER OBLIGATIONS, ALL AS MAY BE DETERMINED BY THE BOARD OF DIRECTORS OF SAID DISTRICT, FOR THE PURPOSE OR PURPOSES OF ACQUIRING LAND FOR DISTRICT PARK AND RECREATIONAL FACILITIES, ALL OR ANY PORTION OF BONDS, NOTES, OR OTHER OBLIGATIONS OF THE DISTRICT HERETOFORE OR HEREAFTER ISSUED FOR SAID PURPOSE(S), AND TO PROVIDE FOR THE PAYMENT OF PRINCIPAL OF AND INTEREST ON SUCH BONDS, NOTES, OR OTHER OBLIGATIONS BY THE LEVY AND COLLECTION OF A SUFFICIENT TAX UPON ALL TAXABLE PROPERTY WITHIN SAID DISTRICT, ALL AS AUTHORIZED BY THE CONSTITUTION AND LAWS OF THE STATE OF TEXAS?

PROPOSITION II

SHALL THE BOARD OF DIRECTORS OF CYPRESS FOREST PUBLIC UTILITY DISTRICT BE AUTHORIZED TO ISSUE THE BONDS, NOTES, OR OTHER OBLIGATIONS OF SAID DISTRICT IN ONE OR MORE ISSUES OR SERIES IN THE MAXIMUM AMOUNT OF \$2,000,000 MATURING SERIALLY OR OTHERWISE IN SUCH INSTALLMENTS AS

ARE FIXED BY SAID BOARD OVER A PERIOD OR PERIODS NOT EXCEEDING FORTY (40) YEARS FROM THEIR DATE OR DATES, BEARING INTEREST AT ANY RATE OR RATES AND TO SELL SAID BONDS, NOTES, OR OTHER OBLIGATIONS AT ANY PRICE OR PRICES, PROVIDED THAT THE NET EFFECTIVE INTEREST RATE ON ANY ISSUE OR SERIES OF SAID BONDS, NOTES, OR OTHER OBLIGATIONS SHALL NOT EXCEED THE MAXIMUM LEGAL LIMIT IN EFFECT AT THE TIME OF ISSUANCE OF EACH ISSUE OR SERIES OF BONDS, NOTES, OR OTHER OBLIGATIONS, ALL AS MAY BE DETERMINED BY THE BOARD OF DIRECTORS OF SAID DISTRICT, FOR THE PURPOSE OR PURPOSES OF ACQUIRING, OWNING, DEVELOPING, CONSTRUCTING, IMPROVING, MANAGING, MAINTAINING, OR OPERATING, INSIDE AND OUTSIDE THE DISTRICT'S BOUNDARIES, ANY DISTRICT RECREATIONAL FACILITIES, INCLUDING, BUT NOT LIMITED TO, PARKS, LANDSCAPING, PARKWAYS, GREENBELTS, SIDEWALKS, TRAILS, PUBLIC RIGHT-OF-WAY BEAUTIFICATION PROJECTS, RECREATIONAL EQUIPMENT AND FACILITIES, AND ASSOCIATED STREET AND SECURITY LIGHTING, AND ALL ADDITIONS TO SUCH FACILITIES, INTERESTS IN PROPERTY, AND CONTRACT RIGHTS NEEDED THEREFOR AND ADMINISTRATIVE FACILITIES NEEDED IN CONNECTION THEREWITH, AND TO PROVIDE FOR THE PAYMENT OF PRINCIPAL OF AND INTEREST ON SUCH BONDS, NOTES, OR OTHER OBLIGATIONS BY THE LEVY AND COLLECTION OF A SUFFICIENT TAX UPON ALL TAXABLE PROPERTY WITHIN SAID DISTRICT, ALL AS AUTHORIZED BY THE CONSTITUTION AND LAWS OF THE STATE OF TEXAS?

PROPOSITION III

SHALL THE BOARD OF DIRECTORS OF CYPRESS FOREST PUBLIC UTILITY DISTRICT BE AUTHORIZED TO UTILIZE ITS EXISTING OPERATION AND MAINTENANCE TAX OF UP TO \$0.25 PER \$100 IN VALUATION FOR PLANNING, CONSTRUCTION, ACQUIRING, MAINTAINING, REPAIRING AND OPERATING PARKS AND RECREATIONAL FACILITIES OF THE DISTRICT, AND FOR PAYING COSTS OF PROPER SERVICES, ENGINEERING AND LEGAL FEES, AND ORGANIZATION AND ADMINISTRATION EXPENSES OF PARKS AND RECREATIONAL FACILITIES TO THE EXTENT AUTHORIZED BY LAW; SUCH AUTHORIZATION, IF APPROVED, TO BE IN ADDITION TO ALL SUCH OTHER LAWFUL PURPOSES HERETOFORE APPROVED BY THE VOTERS OF THE DISTRICT?

WHEREAS, there were cast 1,247 ballots at said election and the results thereof have been certified to this Board of Directors and filed with the Secretary of the Board by the appropriate election officials as follows:

OFFICIAL BALLOT

PROPOSITION I

FOR THE ISSUANCE OF BONDS, NOTES, OR OTHER
OBLIGATIONS FOR THE ACQUISITION OF LAND
FOR PARK AND RECREATIONAL FACILITIES AND
THE LEVY OF TAXES IN PAYMENT OF THE
BONDS, NOTES, OR OTHER OBLIGATIONS 991 votes

AGAINST THE ISSUANCE OF BONDS, NOTES, OR OTHER
OBLIGATIONS FOR THE ACQUISITION OF LAND
FOR PARK AND RECREATIONAL FACILITIES AND
THE LEVY OF TAXES IN PAYMENT OF THE
BONDS, NOTES, OR OTHER OBLIGATIONS 243 votes

PROPOSITION II

FOR THE ISSUANCE OF BONDS, NOTES, OR OTHER
OBLIGATIONS FOR THE DEVELOPMENT AND
MAINTENANCE OF RECREATIONAL FACILITIES
AND THE LEVY OF TAXES IN PAYMENT OF THE
BONDS, NOTES, OR OTHER OBLIGATIONS 982 votes

AGAINST THE ISSUANCE OF BONDS, NOTES, OR OTHER
OBLIGATIONS FOR THE DEVELOPMENT AND
MAINTENANCE OF RECREATIONAL FACILITIES
AND THE LEVY OF TAXES IN PAYMENT OF THE
BONDS, NOTES, OR OTHER OBLIGATIONS 251 votes

PROPOSITION III

FOR USE OF THE DISTRICT'S OPERATION AND
MAINTENANCE TAX FOR PARKS AND
RECREATIONAL FACILITIES 999 votes

AGAINST USE OF THE DISTRICT'S OPERATION AND
MAINTENANCE TAX FOR PARKS AND
RECREATIONAL FACILITIES 237 votes

WHEREAS, the election was called and held in all respects under and in strict conformity with the Constitution and laws of the State of Texas and the United States of America; Now, Therefore,

BE IT ORDERED BY THE BOARD OF DIRECTORS OF CYPRESS FOREST PUBLIC UTILITY DISTRICT THAT:

Section 1: The matters and facts recited in the above preamble of this Order are found to be true and correct.

Section 2: The election held in the District on the 4th day of November, 2008, which is more fully described in the preamble of this Order, was called and notice given thereof under the hand of the President of the District in accordance with law; the election was held in all respects in conformity with law; and the returns of the election have been made lawfully by the proper officer.

Section 3: The election has resulted in favor of Proposition I. The Board shall be authorized to issue said \$6,200,000 in bonds, notes, or other obligations of the District for the acquisition of land for park and recreational facilities, payable from taxes, on the terms and conditions described in Proposition I voted in the election, with more than the necessary majority of the voters voting at the election voting in favor of said Proposition.

Section 4: The election has resulted in favor of Proposition II. The Board shall be authorized to issue said \$2,000,000 in bonds, notes, or other obligations of the District for the development and maintenance of recreational facilities, payable from taxes, on the terms and conditions described in Proposition II voted in the election, with more than the necessary majority of the voters voting at the election voting in favor of said Proposition.

Section 5: The election has resulted in favor of Proposition III. The Board shall be authorized to utilize the District's existing operation and maintenance tax for parks and recreational facilities as well as for operation and maintenance purposes and for any lawful purpose in accordance with the January 15, 1977, operation and maintenance tax election, with more than the necessary majority of the voters voting at the election voting in favor of said Proposition.

Section 6: The Board of Directors is hereby authorized to issue the \$6,200,000 bonds described in Proposition I and the \$2,000,000 bonds described in Proposition II submitted at said election upon the terms and conditions described therein and to do any and all things necessary and convenient in connection therewith. The Board of Directors is further authorized to utilize the District's existing operation and maintenance tax for parks and recreational facilities as well as for operation and

maintenance purposes, as described in Proposition III and upon the terms and conditions described therein.

Section 7: A copy of this Order shall be filed and recorded in the Deed Records of Harris County, Texas, and a certified copy of this Order shall be filed with the Executive Director of the Texas Commission on Environmental Quality.

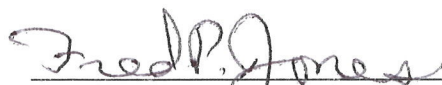
Section 8: It is hereby found that the meeting at which this Order is adopted is open to the public as required by law, and that public notice of the time, place, and subject matter of said meeting, and of the proposed adoption of this Order, was given as required by Chapter 551, Texas Government Code and by Section 49.063, Texas Water Code, as amended.

PASSED AND APPROVED this 13th day of November, 2008.



President, Board of Directors

ATTEST:



Secretary, Board of Directors

(SEAL)

