

**CERTIFICATE FOR ORDER ADOPTING EXEMPTION FROM TAXATION
FOR INDIVIDUALS WHO ARE DISABLED OR ARE 65 YEARS OF AGE OR OLDER**

THE STATE OF TEXAS §
COUNTY OF HARRIS §
HARRIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 153 §

We, the undersigned officers of the Board of Directors (the "Board") of Harris County Municipal Utility District No. 153 (the "District") hereby certify as follows:

1. The Board convened in regular session, open to the public, on Wednesday, February 8, 2017, at Norton Rose Fulbright US LLP, 1301 McKinney, Houston, Texas 77010, and the roll was called of the members of the Board, to-wit:

Sam Claytor, Jr., President
Rick Soliz, Vice President
Ed Cocetti, Secretary
Ed Wilcox, Assistant Secretary
Allen Roe, Assistant Secretary

All members of the Board were present, , thus constituting a quorum. Whereupon among other business, the following was transacted at such Meeting: A written

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was duly introduced for the consideration of the Board and read in full. It was then duly moved and seconded that such Order be adopted; and, after due discussion, such motion, carrying with it the adoption of such Order, prevailed and carried by the following votes:

AYES: 5 NOES: 0

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; such Order has been duly recorded in the Board's minutes of such Meeting; the above and foregoing paragraph is a true, full, and correct excerpt from the Board's minutes of such Meeting pertaining to the adoption of such Order; 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; 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 such Meeting, and that such Order would be introduced and considered for adoption at such Meeting and each of such officers and members consented, in advance, to the holding of such Meeting for such purpose; and such Meeting was open to the public, and public notice of the time, place, and purpose of such Meeting was given, all as required by Chapter 551, Texas Government Code, as amended, and Section 49.063, Texas Water Code, as amended.

1. The first part of the document discusses the importance of maintaining accurate records of all transactions. It emphasizes that this is crucial for ensuring the integrity of the financial statements and for providing a clear audit trail. The text also mentions the need for regular reconciliations and the use of appropriate accounting methods.

2. The second part of the document focuses on the classification of assets and liabilities. It provides detailed guidance on how to identify and categorize these items, ensuring that they are recorded in the correct accounts. This section also touches upon the valuation of assets and the treatment of contingent liabilities.

3. The third part of the document addresses the calculation of income and expenses. It outlines the steps involved in determining the net income for the period, including the recognition of revenue and the matching of expenses. The text also discusses the impact of non-recurring items and the treatment of deferred income and expenses.

4. The fourth part of the document deals with the preparation of the financial statements. It provides a step-by-step guide to the process, from the gathering of data to the final presentation of the balance sheet, income statement, and cash flow statement. It also includes information on the required disclosures and the role of management in the process.

5. The fifth part of the document discusses the importance of internal controls and the role of the auditor. It highlights the need for a strong internal control system to prevent errors and fraud, and the importance of the auditor's independence and objectivity in providing an unbiased opinion on the financial statements.

6. The sixth part of the document provides a summary of the key points discussed in the previous sections. It reiterates the importance of accuracy, transparency, and adherence to accounting standards. The text also includes some final thoughts on the role of financial reporting in providing information to stakeholders and the broader market.

SIGNED AND SEALED this February 8, 2017.

HARRIS COUNTY MUNICIPAL UTILITY
DISTRICT NO. 153

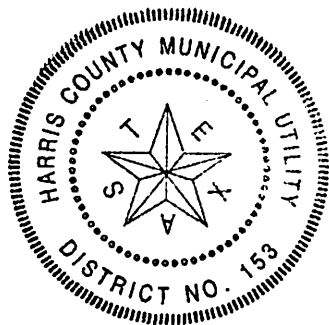
Samuel B. Claff

President, Board of Directors

ATTEST:

Ed Corsetto

Secretary, Board of Directors



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WHEREAS, pursuant to Article 8, Section 1-b of the Constitution of the State of Texas and pursuant to V.T.C.A., Tax Code §11.13(d), the Board of Directors (the "Board") of Harris County Municipal Utility District No. 153 (the "District") is authorized to adopt exemptions from taxation of not less than \$3,000 of the appraised value of the residence homesteads of individuals who are disabled or are 65 years of age or older;

WHEREAS, the Board has been advised that granting such an exemption will not impair the District's obligation to levy taxes for payment of its debts or cause a substantial negative impact on the tax rolls of the District;

WHEREAS, the Board deems it appropriate to adopt such exemption;

IT IS, THEREFORE, ORDERED BY THE BOARD OF DIRECTORS OF HARRIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 153 THAT:

I.

Effective January 1, 2017, and thereafter until modified by order of the Board, an exemption of \$5,000.00 of the appraised value of residence homesteads within the District is available for individuals who are disabled or are 65 years of age or older.

II.

Such individuals may be granted such exemption upon direct application to the chief appraiser for the Harris County Appraisal District.

III.

The President or Vice President is authorized to execute and the Secretary or Assistant Secretary is authorized to attest this Order on behalf of the Board and to do all things necessary and proper to carry out the purposes and intent hereof.

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