

**CERTIFICATE FOR ORDER CANVASSING RETURNS  
AND DECLARING RESULTS OF BOND ELECTION**

THE STATE OF TEXAS           §  
COUNTY OF GALVESTON       §

I, the undersigned Secretary of the Board of Directors of Galveston County Municipal Utility District No. 12 of Galveston County, Texas (the "District"), hereby certify as follows:

1. The Board of Directors of the District convened in special session on the 20th day of November, 2017, at the regular meeting place thereof, and the roll was called of the duly constituted officers and members of the Board, to-wit:

Bill Alcorn	-	President
Marcel Jean Blanchard, Jr.	-	Vice President
Robert A. Bassett	-	Secretary/Treasurer
Vaun Henry	-	Asst. Secretary/Treasurer
Carter J. Tull	-	Director

and all of said persons were present, except for the following absentees:  
None, thus constituting a quorum. Whereupon, among other business, the following was transacted at said meeting:

**ORDER CANVASSING RETURNS AND  
DECLARING RESULTS OF BOND 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 said Order, prevailed and carried by the following vote:

AYES: 5

NOES: 0

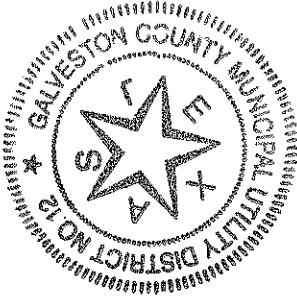
2. That a true, full, and correct copy of the aforesaid Order adopted at the meeting described in the above and foregoing paragraph is attached to and follows this certificate; and that said Order has been duly recorded in said Board's minutes of said meeting; that the persons named in the above and foregoing paragraph were duly chosen, qualified and acting officers and members of the Board as indicated therein; that each of the officers and members of said Board

was duly and sufficiently notified officially and personally, in advance, to the holding of said meeting for such purpose; that said meeting was open to the public as required by law; that public notice of the time, place and subject of said meeting was given as required by Chapter 551, Texas Government Code, and Section 49.063, Texas Water Code, as amended; and that the undersigned are the duly chosen, qualified and acting officers of the current Board of Directors.

SIGNED AND SEALED the 20th day of November, 2017.

(SEAL)

  
Secretary, Board of Directors



**ORDER CANVASSING RETURNS AND  
DECLARING RESULTS OF BOND ELECTION**

WHEREAS, on August 21, 2017, the Board of Directors ordered that a bond election be held for and within Galveston County Municipal Utility District No. 12 (the "District") on the 7th day of November, 2017, upon the following proposition, to-wit:

**PROPOSITION**

SHALL THE BOARD OF DIRECTORS OF GALVESTON COUNTY MUNICIPAL UTILITY DISTRICT NO. 12 OF GALVESTON COUNTY, TEXAS, BE AUTHORIZED TO ISSUE THE BONDS OF SAID DISTRICT IN ONE OR MORE ISSUES OR SERIES IN THE MAXIMUM AMOUNT OF \$4,400,000, 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 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 SUCH ISSUE OR SERIES ALL AS MAY BE DETERMINED BY THE BOARD OF DIRECTORS OF SAID DISTRICT, FOR THE PURPOSE OR PURPOSES OF REPAIRING, IMPROVING OR EXTENDING A WATERWORKS SYSTEM, SANITARY SEWER SYSTEM, DRAINAGE AND STORM SEWER SYSTEM, AND NAVIGABILITY OF COASTAL AND INLAND WATERS OF THE DISTRICT, AND/OR PURCHASING, CONSTRUCTING, ACQUIRING, OWNING, AND OPERATING SUCH SYSTEM, INCLUDING BUT NOT LIMITED TO, ALL ADDITIONS TO SUCH SYSTEM AND ALL WORKS, IMPROVEMENTS, FACILITIES, EQUIPMENT, APPLIANCES, INTEREST IN PROPERTY, AND CONTRACT RIGHTS NEEDED THEREFOR AND ADMINISTRATIVE FACILITIES NEEDED IN CONNECTION THEREWITH, AND FOR THE FURTHER PURPOSE OF REFUNDING ALL OR ANY PART OF THE PRINCIPAL OF OR INTEREST ON THE DISTRICT'S BONDS NOW OR HEREAFTER OUTSTANDING, AND TO PROVIDE FOR THE PAYMENT OF PRINCIPAL OF AND INTEREST ON SUCH BONDS 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; SAID BONDS TO BE IN ADDITION TO THOSE BONDS AUTHORIZED AT SAID DISTRICT'S BOND ELECTIONS OF NOVEMBER 3, 1981 AND AUGUST 12, 1985?

WHEREAS, the officer appointed to hold said election has submitted his returns to the President and Secretary of this Board of Directors;

THEREFORE, THE BOARD OF DIRECTORS OF GALVESTON COUNTY MUNICIPAL UTILITY DISTRICT NO. 12 AFFIRMATIVELY FINDS AND DECLARES THAT:

1. The election ordered by the Board of Directors on August 21, 2017, was duly and regularly called, notice thereof given and said election was conducted on November 7, 2017, a uniform election date, all in accordance with the laws of the United States and the State of Texas, including particularly the following: the Texas Election Code, Chapters 49 and 54 of the Texas Water Code, together with all amendments and additions thereto, and other requirements of law;

2. All duly qualified resident electors who presented themselves at the polls voted at said election.

3. The returns of said election were certified to this Board of Directors by the Election Administrator of Galveston County Elections, the officer of said elections, as provided by the Texas Election Code, as amended.

4. Said election resulted in the following votes for the Proposition:

For: 133                      Against: 186

5. The Board of Directors hereby finds and certifies that holding the election on November 7, 2017, was in the public interest.

IT IS, THEREFORE, ORDERED BY THE BOARD OF DIRECTORS OF GALVESTON COUNTY MUNICIPAL UTILITY DISTRICT THAT:

I.

Said election was duly called, notice thereof given in accordance with law, and conducted in the manner required by law and as provided in the Order Calling Bond Election, dated August 21, 2017. Due returns of said election have been made by the election official. The result of said election is hereby declared to be that a majority of said voters of the District voting at said election disapproved the issuance of \$4,400,000 of bonds and the levy of ad valorem taxes adequate to provide for the payment of the bonds, all in accordance with the proposition submitted at said election.

II.

The Board of Directors of the District has specific authorization, and 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 of Directors, and to do all other things necessary or proper to carry out the intent hereto.

PASSED AND APPROVED this 20th day of November, 2017.



\_\_\_\_\_  
President, Board of Directors

ATTEST:



\_\_\_\_\_  
Secretary, Board of Directors

(SEAL)

