

MINUTES OF MEETING
OF
SENNA HILLS MUNICIPAL UTILITY DISTRICT

STATE OF TEXAS §
 §
COUNTY OF TRAVIS §

A meeting of the Board of Directors of Senna Hills Municipal Utility District, open to the public, was held at 7:00 a.m. on February 2, 2006, at 1502 San Juan Drive, Austin, Texas 78733, pursuant to notice duly given in accordance with law.

1. CALL TO ORDER

The meeting was called to order.

2. ROLL CALL OF DIRECTORS

A roll call of the Directors was taken. The Directors present were Chet Palesko, David I. Perl and Kenneth A. Fox, thus constituting a quorum. Directors Mike Dansby and Fred Garcia were absent.

Also present at the meeting were Mike Willatt, Jerri Strain and Bruce Aupperle.

3. CITIZEN COMMENTS

There were no citizen comments.

4. MINUTES OF JANUARY 12, 2006 MEETING

Motion was made by Kenneth A. Fox and seconded by David I. Perl to approve the Minutes of the January 12, 2006 meeting as presented. The motion was adopted unanimously.

5. AUDIT FOR FISCAL YEAR OCTOBER 1, 2004 THROUGH SEPTEMBER 31, 2005

Accountant David Merit was not present. No action was taken.

6. DISTRICT MANAGER'S REPORT AND PAYMENT OF DISTRICT EXPENSES AS PRESENTED BY AQUA TEXAS

Jerri Strain presented the District Manager's report. Motion was made by David I. Perl and seconded by Kenneth A. Fox to pay the bills. The motion carried unanimously.

7. DROUGHT CONTINGENCY PLAN

A Drought Contingency Plan was presented by Jerri Strain. Motion was made by Kenneth A. Fox and seconded by David I. Perl to approve the Drought Contingency Plan as presented. The motion carried unanimously.

8. ELECTION AGREEMENT WITH TRAVIS COUNTY

Attorney Mike Willatt presented the Election Agreement with Travis County. Motion was made by Kenneth A. Fox and seconded by David I. Perl to approve the agreement as presented. The motion carried unanimously.

9. DIRECTOR'S ELECTION

Attorney Mike Willatt presented the Order Calling Election. Motion was made by Kenneth A. Fox and seconded by David I. Perl to approve the order as presented. The motion carried unanimously. Mr. Willatt also presented the Order Cancelling Election. Motion was made by Kenneth A. Fox and seconded by David I. Perl to adopt the Order Cancelling the Election as presented with the amendment that the attached Certificate could be signed by the Assistant Secretary in the event the Secretary was not available. The motion carried unanimously.

10. REIMBURSEMENT OF DIRECTOR'S ATTORNEY'S FEES IN CONNECTION WITH EVANS WEAVER LITIGATION

After discussion, motion was made by David I. Perl and seconded by Chet Palesko to authorize reimbursement of director's for attorney's fees that they have paid to date in connection with the Evans Weavers' litigation. The motion carried unanimously.

11. STATUS OF EVANS WEAVER

No action was taken on this item.

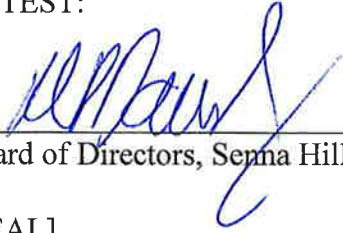
12. ADJOURN

There being no further business, the meeting was adjourned.



Board of Directors, Senna Hill MUD

ATTEST:



Board of Directors, Senna Hills MUD

[SEAL]