

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 July 18, 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 David I. Perl, Kenneth A. Fox, Mike Dansby and Fred Garcia, thus constituting a quorum. President Chet Palesko was absent.

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

3. CITIZEN COMMENTS

There were no citizens present at the meeting.

4. MINUTES OF JUNE 14, 2006 MEETING

Motion was made by Kenneth A. Fox and seconded by David I. Perl to approve the Minutes of the June 14, 2006 meeting as presented. The motion carried unanimously.

5. BUDGET

This was a reminder item.

6. TAX RATE

This was a reminder item.

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

After discussion of the District Manager's report, Kenneth A. Fox presented a bill for legal services in connection with the Evans Weaver litigation. Motion was by David I. Perl and seconded by Fred Garcia to approve reimbursement of the expense, with the reimbursement to be made at the next Board meeting. The motion carried unanimously. Motion was then made by Fred Garcia and seconded by Kenneth A. Fox to authorize payment of the invoices as presented in the Manager's report. The motion carried unanimously.

8. EXPANSION OF THE WWTP AND MODIFICATION TO THE EFFLUENT POND

There was discussion on the need to retain an engineer to design the plant improvements and on how the improvements will be financed. Bruce Aupperle agreed to provide a memorandum showing that the District qualifies for the use of approximately \$700,000 of surplus bond funds under TCEQ Rule 293.83(c)3; i.e., that the District has a no-growth tax rate of \$2.00 per \$100 of assessed valuation or less, calculated by dividing its average annual debt service on existing tax supported debt by current taxable assessments valuations/100. Taylor Woodrow will be invited to the next meeting to discuss its contribution to the funding.

9. THE DISTRICT'S WATER AND WASTEWATER SYSTEMS

This is a standing item.

10. STATUS OF EVANS WEAVER

This is a standing item.

11. ADJOURN

There being no further business, the meeting was adjourned.



Board of Directors, Senna Hill MUD

ATTEST:



Handwritten signature in black ink, appearing to be 'L. Adams', written over a horizontal line.

Board of Directors, Senna Hills MUD

