

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 November 15, 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, Bruce Aupperle, Robert Long and two other representatives of Taylor Woodrow Homes.

3. CITIZEN COMMENTS

There were no citizens present at the meeting.

4. MINUTES OF OCTOBER 27, 2006 MEETING

Motion was made by David I. Perl and seconded by Kenneth A. Fox to approve the Minutes of the October 27, 2006 meeting as presented. The motion carried unanimously.

5. MODIFICATIONS TO THE DISTRICT'S EFFLUENT HOLDING POND

Robert Long announced that Taylor Woodrow Homes urgently needed to have the improvements to the effluent holding pond built so that they could enhance the saleability of the homes that they were beginning to build. After discussion, motion was made by Kenneth A. Fox and seconded by David I. Perl to authorize the District's engineer, Bruce Aupperle, to take bids for the improvements to the District's effluent holding pond, if the District's attorney, Mike Willatt, receives satisfactory written evidence that neither Taylor Woodrow Homes nor Senna Hills, Ltd. will seek bond reimbursement from the project and that they will not pursue legal action against the District or the District's directors in connection with the District's effluent holding pond and

improvements thereto. The motion carried unanimously.

6. EXPANSION OF THE DISTRICT'S WASTEWATER TREATMENT PLANT

Bruce Aupperle reported that the project is under design. It should be ready to go to bid in January.

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

Jerri Strain represented the Manager's Report. After discussion, motion was made by Kenneth A. Fox and seconded by David I. Perl to approve payment of bills as presented. The motion carried unanimously.

8. DENIAL LETTER FROM CITY OF AUSTIN REGARDING SENNA HILLS MUD WWTP SLUDGE

This is a standing item that was not discussed.

9. THE DISTRICT'S WATER AND WASTEWATER SYSTEMS

This was discussed under the item related to the District's effluent holding pond.

10. STATUS OF EVANS WEAVER

Attorney Mike Willatt reported on his attempts to contact Nancy Matchus on when the City will file its Motion for Summary Judgment. He said he will follow-up and try to contact her. President Chet Palesko said that he will contact Steve Bowers to see when the District's Motion for Summary Judgment would be set.

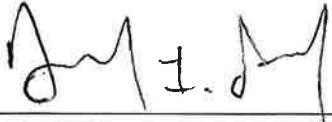
11. ADJOURN

Being no other business, the meeting was adjourned.



Board of Directors, Senna Hill MUD

ATTEST:

A handwritten signature in black ink, appearing to be "J. M. J.", written above a horizontal line.

Board of Directors, Senna Hills MUD

[SEAL]