

MINUTES OF REGULAR 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 on November 16, 2005, 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 Kenneth A. Fox, David I. Perl and Fred Garcia, thus constituting a quorum. Directors Chet Palesko and Mike Dansby were absent.

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

3.     CITIZEN COMMENTS

There were no citizen comments.

4.     MINUTES OF SEPTEMBER 8, 2005 AND OCTOBER 18, 2005 MEETINGS

Jerri Strain reported that the minutes for the September 8, 2005 meeting had not yet been prepared. Motion was made, seconded and adopted to approve the minutes of the October 18, 2005 meeting as presented in the agenda package. The motion carried unanimously.

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

Jerri Strain presented the District Manager's Report and discussed some of the items in that report. Bruce Aupperle presented a report of the raw water usage for the years 1997 through 2005, as compared to the amount in the LCRA contract, the latter being 170 acre feet per year. He explained that the District pays double for usage over the contract amount and half price for any water within the contract amount but not used. After discussion, motion was made by David Perl and seconded by Fred Garcia to increase the LCRA contract amount to 210 acre feet per year. Jerri

Strain will take the necessary steps to accomplish that increase.

Mr. Aupperle prepared an ownership map. Discussion was held on informing Taylor Woodrow customers on the existence of the effluent pond. Bruce Aupperle stated that we would send a letter to Taylor Woodrow asking them to advise their sales prospects of the proximity of the effluent holding pond.

6. LETTER OF ENGAGEMENT FOR DAVID L. MERRITT TO PERFORM AUDIT OF FINANCIAL STATEMENTS FOR YEAR ENDED SEPTEMBER 30, 2005

Jerri Strain presented the engagement letter for David L. Merritt. After discussion, motion was made by Fred Garcia and seconded by David Perl to accept and sign the engagement letter. The motion carried unanimously.

7. OPTION OF CREDIT CARD PAYMENTS FOR SENNA HILLS MUD CUSTOMERS

Jerri Strain discussed her investigation of use of credit card payments. This matter was discussed by the members present. No action was taken.

8. STATUS OF EVANS WEAVER

The Board went into closed session at 7:42 a.m. to discuss litigation pertaining to Evans Weaver and related entities. The Board emerged from the closed session at 8:45 a.m. No action was taken.

9. ADJOURN

There being no other business, motion was made by Fred Garcia and seconded by David Perl to adjourn. The motion carried unanimously.

  
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President

ATTEST:

  
\_\_\_\_\_  
Secretary      DIRECTOR

[SEAL]