

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 25, 2009, 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. Mike Dansby and Gregg Kronenberger were absent.

Also present at the meeting were Jerri Strain, Mike Willatt, Joe Szoo and Robert Long.

3. CITIZEN COMMENTS

There were no citizen comments.

4. MINUTES OF PRIOR MEETINGS

Motion was made by David I. Perl and seconded by Kenneth A. Fox to approve the minutes of the October 16, 2009 meeting as presented in the agenda package. The motion carried unanimously.

5. AUDIT ENGAGEMENT LETTER

Motion was made by Kenneth A. Fox and seconded by David I. Perl to approve the audit engagement letter as presented in the agenda package. The motion carried unanimously.

6. RECORDS RETENTION POLICY

Mike Willatt explained that state law requires a records retention policy. The state librarian has recommended a records retention policy for small governments, which was included in the agenda package. Motion was made by Kenneth A. Fox and seconded by David I. Perl to adopt the

Order Establishing Records Management Program and Designating Records Management Officer as presented and to appoint David I. Perl as the District's records retention officer. The motion carried unanimously.

7. TAYLOR LAKE EFFLUENT POND

This item was not discussed.

8. TRAILS WITHIN THE DISTRICT AND LICENSE AGREEMENT FOR TRAILS

The Board and Joe Szoo discussed the existing trails and Bruce Aupperle's safety recommendations.

9. PUBLIC HEARING ON AMENDMENT TO DROUGHT CONTINGENCY PLAN

Jerri Strain reported that due to the abbreviated nature of the meeting, this matter did not need to be discussed.

10. AMENDMENT TO DROUGHT CONTINGENCY PLAN

This item was not discussed.

11. EXPANSION OF THE DISTRICT'S WASTEWATER TREATMENT PLANT

Mike Willatt explained that the bond closing was scheduled for December 2, 2009 and that he would ask the TCEQ to release the \$640,000 funds from escrow to complete construction of the wastewater treatment plant.

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

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

13. CONSTRUCTION PROJECTS WITHIN THE DISTRICT

This item was not discussed.

14. THE DISTRICT'S WATER AND WASTEWATER SYSTEMS

This item was not discussed.

15. HOA WATER USAGE AND CHARGES

This item was not discussed.

16. ALL MATTERS RELATING TO THE TRACT OF LAND USED FOR THE DISTRICT'S WASTEWATER TREATMENT PLANT AND THE LAND USED FOR IRRIGATION OF EFFLUENT FROM THE DISTRICT'S WASTEWATER TREATMENT PLANT

Mike Willatt reported on the status of negotiations with Bill and Rip Miller on provision of the irrigation tract and plant site easements. The Board members expressed their determination that these would be a requirement for distribution of the bond proceeds, and that they were not subject to negotiation as to whether they should be contingent upon revising the consent agreement with the City of Austin.

17. ALL ACTIONS AND DOCUMENTS NECESSARY FOR ISSUANCE OF THE DISTRICT'S \$5,200,000 UNLIMITED TAX AND WATERWORKS AND SEWER SYSTEM REVENUE BONDS, SERIES 2009 (THE DISTRICT'S 4TH BOND ISSUE) AND THE DISTRICT'S 5TH BOND ISSUE

This matter was discussed under Item No. 20.

18. ESCROW AGREEMENT FOR BOND PROCEEDS WITH LOGIC

Mike Willatt reported that President Chet Palesko had executed the Escrow Agreement for Bond Proceeds with Logic. Motion was made by David I. Perl and seconded by Kenneth A. Fox that the execution of the Escrow Agreement by Chet Palesko be ratified. The motion carried unanimously.

19. APPLICATION TO TCEQ TO RELEASE BOND PROCEEDS FUNDS FROM ESCROW REQUIREMENT

Mike Willatt presented a motion to release bond proceed funds from the escrow requirement. He explained that this would be filed as soon as the escrow was funded. These are the funds needed to construct the wastewater treatment plant. Motion was made by David I. Perl and seconded by Kenneth A. Fox to approve the resolution as presented. The motion carried unanimously.

20. AGREEMENT ON DIVISION OF BOND PROCEEDS

Mike Willatt said that the Agreement on Division of Bond Proceeds was close to being finalized.

21. ALL MATTERS CONCERNING THE "EVANS WEAVER" TRACT AND THE EVANS WEAVER LITIGATION

Mike Willatt reported that Terry Irion has published notice of the proposed annexation once and will proceed with the second publication.

22. REVIEW AND MANAGEMENT OF CONSULTANTS

There was no discussion on this issue.

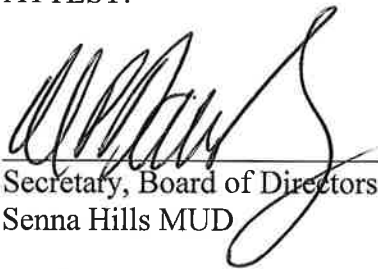
23. ADJOURN

The meeting was adjourned.



President, Board of Directors
Senna Hills MUD

ATTEST:



Secretary, Board of Directors
Senna Hills MUD

