

**MINUTES OF MEETING OF BOARD OF DIRECTORS OF
NORTH AUSTIN MUNICIPAL UTILITY DISTRICT NO. 1**

APRIL 14, 2008

THE STATE OF TEXAS §
 §
COUNTIES OF TRAVIS §
 AND WILLIAMSON §

A regular meeting of the Board of Directors of North Austin Municipal Utility District No. 1, open to the public, was held on April 14, 2008, at the offices of Southwest Water Company, 9511 Ranch Road 620 North, Austin, Texas, pursuant to notice duly given in accordance with law. A copy of the Certificate of Posting of said Notice is attached hereto as Exhibit "A".

The roll was called of the members of the Board, to-wit:

Alan McNeil	-	President
Donald G. Conklin	-	Vice President
Jo Jones	-	Secretary
Keith Collins	-	Treasurer
Chuck Simms	-	Assistant Secretary

and all of said Directors were present, including Director Conklin who arrived later, thus constituting a quorum. Also present at the meeting were Gary Spoons of Southwest Water Company; David Malish of Murfee Engineering Co., Inc.; Richard Fadal of TexaScapes, Inc.; Bill Burke of Clearwater Management Co.; Victor Moore with Journeyman Construction; Brian Morrow with Moman Architects; and Sharlene Collins of Armbrust & Brown, L.L.P.

Director McNeil called the meeting to order and stated that the Board would consider approval of various sets of minutes. Upon motion by Director Jones and second by Director Collins, the Board approved the March 17 minutes with Director Simms out of the room. Upon motion by Director Jones and second by Director McNeil, the Board approved the March 19 minutes as amended with Director Collins abstaining. Upon motion by Director Jones and second by Director Simms, the Board unanimously approved the March 24 minutes as presented.

Director McNeil inquired as to whether there were any citizen communications. Director Simms noted that the Austin Electric Utility would be trimming trees within the District. He requested that notice of the event be put on the District's website. There were no other citizen communications.

The next item to come before the Board was to receive a report from the park and landscape maintenance contractor. Mr. Fadal briefly reviewed his report, a copy of which is attached hereto as Exhibit "B". He stated they were still going through heavy leaf droppings. He discussed some additional areas for routine maintenance that needed to be added to their contract. Upon motion by Director McNeil and second by Director Jones, the Board unanimously approved the proposal, a copy of which is attached hereto as Exhibit "C". Mr.

Fadal stated that when they worked on the new contract with his company this fall, these areas would be incorporated into the main contract.

The next item to come before the Board was to receive a report regarding the pool and community building project and consider approval of any related proposals. Mr. Burke informed the Board that the pool will be refilled in a couple of days. He stated that the electrical work had now been scheduled. He informed the Board that the leak situation had now been resolved. Mr. Burke stated that the swim team representatives were contacting him daily regarding the schedule. Director McNeil requested that Mr. Spoons have Kim Green provide a copy of their roster of participants. Mr. Burke stated that he had asked for a copy of their insurance. Mr. Burke informed the Board that the trailer should arrive by May 1. After discussion, the Board agreed that the pool could be opened on weekends for the public starting the second weekend in May. The Board requested that Mr. Burke provide a copy of the entire pool schedule to Journeyman Construction for their information. Director Jones reminded Journeyman Construction that if the pool needs to be closed from time to time to accommodate construction, they would do that. The Board requested that Mr. Burke have someone to open and close the pool while the swim team is there. Mr. Burke stated he would do so.

Director McNeil stated that the Board would next review proposals related to the pool and community center project. Mr. Moore presented Change Order No. 1 in the amount of \$17,532 for higher electric capacity. Director McNeil noted Director Conklin's arrival at this time. After discussion, Change Order No. 1 regarding the electrical capacity was postponed until the electrical engineer and the architect had a recommendation for the Board. Mr. Moore then presented Change Order No. 2 for an additional water line in the amount of \$6,755. After discussion of the water lines that were needed, this matter was postponed to revise the change order. Mr. Moore then presented Change Order No. 3 regarding the staining of concrete. He stated that this could be done for a total cost of \$6,908. After discussion, the Board decided not to accept the change order and to use the sealed concrete under the original contract. Director Simms then discussed security improvements that would be considered for the community building. He stated that they were still working on issues regarding the electric wiring. After further discussion, the Board directed Ms. Collins to post a special meeting next Tuesday, April 22, at 6:00 p.m. at the construction project to go over additional issues related to the project. She stated she would do so. At this time Director McNeil stated the Board would consider payment of bills and invoices to Journeyman Construction and Moman Architects. After presentation by Mr. Spoons, upon motion by Director Collins and second by Director Jones, the Board unanimously approved those bills for payment. At this time Mr. Moore and Mr. Morrow departed the meeting.

The next item to come before the Board was to receive the general manager's report. Mr. Spoons reported that the pressure reducing valve on Corpus Christi Drive had been installed. He reminded the Board that May 3 would be the clean-up day. He stated it would only be curbside. He then directed the Board's attention to the write-off list. Upon motion by Director Collins and second by Director Jones, the Board unanimously approved the write-off list. Mr. Spoons then proceeded to review all of the bills and invoices for the Board's consideration. He noted that Check No. 8229 would be voided. After review, upon motion by Director Collins and second by Director Conklin, the Board unanimously approved the payment of bills and invoices as recommended by Mr. Spoons. Ms. Collins then inquired as to Southwest Water Company's plans regarding bookkeeping services for the District. Mr. Spoons stated that his firm would

like to withdraw over the next few months from bookkeeping services. Director McNeil appointed himself and Director Conklin to a committee to review options.

The next item to come before the Board was to consider purchase and installation of a street light at the entrance of the District's greenbelt at 13220 Greybull Trail. Mr. Spoonts directed the Board's attention to the proposal in the amount of \$3,079. Mr. Spoonts stated that it was his opinion that the light would not provide the lighting that the District wants. The Board agreed that it would look at other options. No action was taken.

The next item to come before the Board was to consider necessary action regarding the Hurricane Swim Team contract. Director McNeil reviewed the agreement with the Board. After discussion, upon motion by Director McNeil and second by Director Jones, the Board unanimously approved the agreement as revised, a copy of which is attached hereto as Exhibit "D".

The next item to come before the Board was to receive a report from the District's engineer. Mr. Malish briefly reviewed his report, a copy of which is attached hereto as Exhibit "E". Mr. Malish discussed the booster pump pressure being lowered by 5 psi. He suggested that Mr. Burke get a price on a dechlorination device for the swimming pool. He stated that it would cost approximately \$800.

The next item to come before the Board was to consider acceptance of the booster pump station project for operation and maintenance. Mr. Malish stated that he was ready to recommend approval. A copy of the recommendation is attached hereto as Exhibit "F". Upon motion by Director Conklin and second by Director Collins, the Board unanimously approved acceptance of the project.


Director McNeil stated the Board would next consider necessary action regarding the MS4 stormwater activity and approving funds to Carroll & Blackman, Inc. to manage a turnkey implementation. Mr. Spoonts directed the Board's attention to the pro-rata share chart in their packet. After discussion, Director Collins stated that he would like to see another proposal before any action was taken. No action was taken.

The next item to come before the Board was to receive the restrictive covenants report for the month. Ms. Collins briefly reviewed the report. She and Director Jones briefly discussed the status of the Davila lawsuit. Ms. Collins stated that no action was required by the Board tonight.

Director McNeil inquired as to whether there were any further items to come before the Board. There being none, the meeting was adjourned.

(SEAL)

Date: 6-18-08


Jo Jones, Secretary
Board of Directors