

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

APRIL 13, 2009

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

A work session of the Board of Directors of North Austin Municipal Utility District No. 1, open to the public, was held on April 13, 2009, at the Rattan Creek Community Center, 7617 Elkhorn Mountain Trail, 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
John Lenz	-	Assistant Secretary

and all of said Directors were present, thus constituting a quorum. Also in attendance at the meeting were Gary Spoons and Dana Seidl with Southwest Water Company; Mark Burton with Municipal Accounts and Consulting; Richard Fadal with TexasScapes; Bill Burke with Clearwater Management Co.; David Malish with Murfee Engineering Co.; John Crowley with Clear Wireless; and Mark Maxwell with MaxWebs.

Director McNeil called the meeting to order at 6:09 p.m. and stated the Board would first receive a report from the District's bookkeeper and consider payment of bills and invoices. Mr. Burton reviewed the financial reports, check registers and invoices with the Board. The Board elected to renew two certificates of deposit from the general operating fund for a six month period. Upon motion by Director Collins and second by Director Conklin, the Board unanimously approved the transfer of \$14,868.75 to make the May debt service payment. Director Conklin requested that Mr. Burke prepare an estimated timeline and expenditure report for the infrequent replacement of large items for the pool and Community Center. Mr. Burton was also asked to establish a line item for these items, to be extracted from the "supplies" items, for tracking these expenses. Mr. Burton then presented the following fund transfers for the Board's consideration: (1) transfer funds from the general operating fund to manager's account in the amount of \$225,000; (2) transfer funds from the tax TexPool account to the general operating fund in the amount of \$12,208.03; and (3) transfer funds from the tax TexPool account to debt service fund account in the amount of \$17,946.26. Copies of the transfer letters are attached hereto as Exhibit "B". The Board requested that Mr. Burton void check number 10396 in the amount of \$600 to CBI Systems, Ltd. until further clarification on use of the software and if this purchase is necessary. The Board then requested that Mr. Burton provide them the financial packet electronically for review prior the meetings and present the financial information via projector at the work sessions. The Board briefly discussed the handling of reservations for the pool and tennis courts and whether Clearwater Management could

assume this responsibility. At 7:44 p.m. Director McNeil stated the Board would take a short break. The Board reconvened at 7:56 p.m. Mr. Burton then presented documentation to the Board for updating the signature cards for the manager's account to include Tony Elmer, Gary Spoons and Andrew Hunt as signors. Upon motion by Director Collins and second by Director McNeil, the Board unanimously approved the payment of bills and invoices and to void check number 10396.

Director McNeil stated the Board would next receive a presentation from Mr. Crowley with Clear Wireless regarding the proposed installation of a wireless tower in the District that would be the center for the surrounding area. Mr. Crowley stated that Clear Wireless would pay a monthly fee of approximately \$1,000 to \$1,200 to the District for the tower location. He stated it would also benefit wi-fi service in the area. Mr. Crowley stated the tower would be approximately 75 feet tall and 18-24 inches in diameter. Mr. Crowley stated further that lease negotiations by the District's attorney and any engineering fees would be at the District's expense. Wireless service to homes or businesses would have a monthly fee of approximately \$50. The Board requested information concerning health and safety issues in regards to the tower as well as a site plan for the tower and pad. Mr. Crowley stated he will provide an overview to Mr. Spoons for submission to the Board for review.

The next item to come before the Board was to discuss pool and Community Center operations. Mr. Burke stated that he will review changing the hours for staffing at the Community Center and inform the Board of any intended changes.

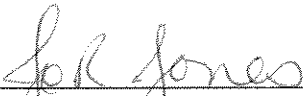
Director McNeil stated the Board would next receive the consultant reports. Mr. Burke addressed the issue of lack of software to make badges, etc. for the summer session and stated the process will be manual again this year. He further discussed how the process could work for handling pool and tennis registration should Clearwater Management assume those duties. Mr. Spoons stated that Randy Maltz with A+ Playgrounds installed the playscape in the park. He stated that the manufacturer claims that the playscape was not installed correctly and therefore the warranty is void. It was noted that a demand letter was sent to Mr. Maltz for action within thirty days. The Board will discuss the issue with the District's attorney at the meeting on Wednesday. Mr. Spoons reported that chain link fencing has been erected around the playscape. Mr. Malish stated the City inspector reviewed the Rattan Creek trail extension and asked that the potholes be filled. The inspector will return for a final review. Mr. Malish expects City approval next week. Mr. Fadal stated he will do an inspection of the landscaping within the District for warranty issues and prepare an updated report on deer damage to the landscaping. Mr. Maxwell reported that there are no outstanding disputed bills with Dyezz.

The next item to come before the Board was to discuss MS4 stormwater activity. Mr. Spoons will contact Ivy with Carol Blackman for clarification on their report software.

Director McNeil stated the Board would next review items on Wednesday's agenda. No action was taken.

Director McNeil inquired as to whether there were any further items to come before the Board. There being none, upon motion by Director McNeil and second by Director Jones, the meeting was adjourned at 9:21 p.m.

(SEAL)



Jo Jones, Secretary
Board of Directors

Date: 05-20-09