

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

JUNE 24, 2009

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 June 24, 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 James Robertson with Southwest Water Company; Gary Spoons with Crossroads Utility Services; Richard Fadal with TexasScapes; Bill Burke with Clearwater Management Co.; Mark Maxwell; Toby and Cheryl Forte with Clearwire, Inc.; Kim Green and Ron Taver, residents of the District; and Sharlene Collins of Armbrust & Brown, L.L.P.

Director McNeil called the meeting to order and stated that the Board would first consider approval of the minutes of May meetings. Upon motion by Director Jones and second by Director Collins, the Board approved the May 18 minutes with Director Conklin abstaining. Upon motion by Director Collins and second by Director Jones, the Board unanimously approved the May 20 minutes. Upon motion by Director Collins and second by Director Jones, the Board approved the May 29 minutes.

Director McNeil stated that the Board would next receive citizen communications. There were no citizens in attendance at that time. Director Conklin stated that he understood a resident may attend to discuss landscaping.

The next item to come before the Board was to receive a report from the park maintenance contractor. Mr. Fadal briefly reviewed his report, a copy of which is attached hereto as Exhibit "B". Mr. Fadal informed the Board that the City of Austin is now on a stage 2 rationing which allows twice a week irrigation at limited hours for commercial properties. Mr. Fadal inquired as to whether the Board wanted to stay on the North Austin schedule or the City of Austin schedule. The Board agreed that it would stay on the North Austin schedule. Mr. Fadal requested that the Board let him know if they see any problems in the parks or greenbelts. He stated that with the weather as hot as it is, if an irrigation head is not working, the landscaping could be stressed very quickly. Mr. Fadal stated that concluded his report.

The next item to come before the Board was to receive a report from the pool manager. A copy of his report is attached hereto as Exhibit "C". Mr. Burke stated that he had no proposals today. He informed the Board that some profanity had been graffitied in the outside restroom. He stated that they would have that taken care of. Mr. Burke stated that operations continue to go well although there had been numerous repairs this summer. Mr. Burke stated he had no other items.

The next item to come before the Board was to consider any pool or park proposals. Director Jones stated that they had received a proposal for a light fixture in the area that had not been included during construction of the Community Center. She stated it was in the amount of \$2,250. Upon motion by Director Collins and second by Director Conklin, the Board unanimously approved the proposal, 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 general manager. Mr. Spoonts briefly reviewed his report with the Board. Director McNeil inquired as to how the transition was coming. Mr. Robertson informed the Board that a number of boxes had been picked up that day by Crossroads. He stated that they were waiting on the billing records to be finished up so that they could send them to Crossroads to send out the bills. Mr. Spoonts inquired of Mr. Robertson as to whether or not they could get the archived costs tomorrow. Mr. Robertson stated that they could do that. Director McNeil noted that a customer had called Southwest Water recently and was told that Southwest Water was no longer providing service. Mr. Robertson stated that that had been an error by an administrative staff member and that she now understands that they will be involved until the end of the month. Mr. Spoonts informed the Board that Mr. Burke was working on a proposal for coke and candy machines for the pool area. The Board agreed that Mr. Burke could work with the pool subcommittee on that matter. Director Conklin noted that the security subcommittee had met with Lt. Gleason regarding the security for the District including the Commissioner's Court proposal for increasing costs. Director McNeil inquired as to whether there were write-offs to deal with this month. Mr. Spoonts stated that he had not had an opportunity to review them during the transition period. He requested that there not be any write-offs until next month. Mr. Spoonts directed the Board's attention to the proposal from Dollarmark. Mr. Spoonts stated that it was possible that this had already been approved but he was not certain. Upon motion by Director Collins and second by Director Jones, the Board unanimously approved the proposal, a copy of which is attached hereto as Exhibit "E".

The next item to come before the Board was to consider the request of Clearwire US for a lease to install a wireless communication facility within Rattan Creek. Director McNeil recognized Toby and Cheryl Forte who discussed the request with the Board. They showed the Board members pictures of the facilities and a map of the possible locations. They noted that Clearwire US would pay for electricity. The Board members agreed that they would consider the matter at the next Board meeting.

Director McNeil stated the Board would next consider approval of a Resolution Regarding the General Manager's Account. Ms. Collins directed the Board's attention to the draft in their packet. Mr. Spoonts noted that the second person with Crossroads would be Margret Wingrove. Upon motion by Director Collins and second by Director Jones, the Board unanimously approved the Resolution, a copy of which is attached hereto as Exhibit "F".

The next item to come before the Board was to consider payment of any bills and invoices. Mr. Spoons reviewed a few additional bills for payment. He noted that it also included the corrected Southwest Water Company invoice in the amount of \$23,557.33. Mr. Spoons noted that the check number for the new check was the same as the check number for the old check. He stated that he thought this would be a confusing matter at the time of audit. After discussion, upon motion by Director Conklin and second by Director Jones, the Board unanimously approved the payment of the invoice to be paid with a check of a new number.

Director McNeil noted that all the transfers had been taken care of on Monday night.

The next item to come before the Board was to consider renewal of the Bookkeeping Services Agreement with Municipal Accounts and Consulting. The Board agreed that it would work on this matter during the next thirty days to clarify basic services. Ms. Collins was requested to have this on the agenda next month. No action was taken.

The next item to come before the Board was to consider approval of a revised District Registration Form. Ms. Collins noted that the District's operator would be changed to Crossroads Utility Services. Upon motion by Director McNeil and second by Director Collins, the Board unanimously approved the revised Registration Form, a copy of which is attached hereto as Exhibit "G".

The next item to come before the Board was to receive a report from the District's engineer. Mr. Malish was not in attendance. A copy of his report is attached hereto as Exhibit "H".

The next item to come before the Board was to consider any necessary action regarding the MS4 Stormwater activity. Director Collins stated that there was no action needed tonight.

The next item to come before the Board was to consider renewal of the agreement with PBF Covenant Management. Mr. Spoons stated that Ms. Franzen was asking for an increase in compensation for her activities. The Board agreed that Mr. Spoons would work with the subcommittee of Directors Jones and Lenz on this matter to come back next month.

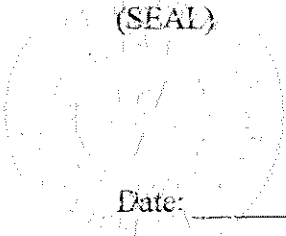
The next item to come before the Board was to consider any necessary action regarding restrictive covenants. Ms. Collins stated that the report was in their packet. She stated that no items had been referred to them this month. She noted that the Samuelsons had their home for sale.

Director McNeil stated that they would return to citizen communications. He recognized Kim Green who stated that things were going well with the Hurricane Swim Team. She stated that the team was not using the soccer fields as requested. Director McNeil then recognized Rod Taver who stated that he would like to have the Board consider allowing him to plant trees in the parkland behind his house. The Board agreed that it would consider this matter at the next meeting. They requested that he discuss the matter with Mr. Fadal regarding the types of trees that might do well in that area.

Director McNeil then recognized Mr. Maxwell who stated that he would be working on the website transition with the new general manager. Mr. Maxwell requested that the current budget and notice to purchaser be sent to him for the website. Ms. Collins stated that she would take care of it.


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 Conklin, the meeting was adjourned.

(SEAL)



Date: _____

7/15/09



Jo Jones, Secretary
Board of Directors