

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

FEBRUARY 15, 2010

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 February 15, 2010, 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, except Director Lenz, thus constituting a quorum. Also in attendance at the meeting were Gary Spoons and Dana Seidl with Crossroads Utility Services; Mark Burton and Coy Hopper with Municipal Accounts and Consulting; Richard Fadal with TexasScapes; Bill Burke with Clearwater Management Co.; and David Malish with Murfee Engineering Co.

Director McNeil called the meeting to order at 6:04 p.m. and stated the Board would first receive a report from the District's bookkeeper and consider bills and invoices for payment. Mr. Burton stated the Chase account is now ready to be closed. He stated a Director must close the account in person. Director Collins stated he would close the account. Mr. Burton then reviewed the financial reports with the Board and discussed various certificates of deposit. After discussion, upon motion by Director Collins and second by Director Conklin, the Board voted unanimously to approve the renewals and creations of the certificates of deposit. The Board requested that Mr. Burton create a line item in the District's budget to separate legal out-of-pocket expenses from bookkeeping out-of-pocket expenses. He stated he would do so. Mr. Burton then reviewed the bills and invoices for payment. Upon motion by Director Collins and second by Director Jones, the Board unanimously approved the payment of bills and invoices as presented.

The next item to come before the Board was to receive the consultant reports. Mr. Burke reported repairs are being made for a leak in the Community Center ceiling/roof. He stated he would have the repair costs available at Wednesday's meeting. Mr. Burke then presented a draft schedule for the summer pool season for the Board's review and consideration. He further discussed the contract with the Hurricane Swim Team. The Board will discuss the contract further at Wednesday's regular meeting. Mr. Fadal then provided his report, stating the landscaping had been prepared for spring. He reviewed the proposal for the trail extension repairs in Robinson and Rattan Creek Parks. He stated he would bring a breakdown of the proposal showing different

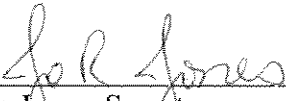
phases of repair and costs to the regular meeting on Wednesday. Mr. Spoonts then gave a general manager's report. He stated the well/irrigation subcommittee and consultants had met and developed a list of projected costs for the project, a copy of which is attached hereto as Exhibit "B". After discussion, the Board requested that Mr. Spoonts forward all proposals regarding the well/irrigation to the Board for further review and discussion at Wednesday's meeting. Mr. Spoonts stated TF Harper is preparing a proposal for the finishing touches on the pavilion. He stated the Par Course Fit Station signs were deteriorating and that he had received a quote for replacement of the signs. A copy of the quote is attached hereto as Exhibit "C". Mr. Spoonts informed the Board that water loss issues are still being investigated. He stated SamCo leak detection is scheduled for next week and Fluid Meter will check accuracy of large meters. Mr. Spoonts stated the new security contract is ready for the Board's review and approval at Wednesday's regular meeting. Mr. Malish then discussed the booster station and the problems with water pressure provided by the City of Austin.

The next item to come before the Board was to review items on the regular meeting agenda. No action was taken.

Director McNeil inquired as to whether there were any further items to come before the Board. There being none, he declared the meeting to be adjourned at 7:45 p.m.



3.24.10



Jo Jones, Secretary
Board of Directors