

**MINUTES OF REGULAR MEETING OF THE BOARD OF DIRECTORS OF
BRUSHY CREEK MUNICIPAL UTILITY DISTRICT**

January 26, 2006

A regular meeting of the Board of Directors of Brushy Creek Municipal Utility District was held on the 26th day of January 2006 at 7:00 p.m., in the District's office, 16318 Great Oaks Drive, Round Rock, Texas. Notices of the time, place and the subject of the meeting, and the actions to be taken at the meeting, were posted at the places and for the time required by the laws of the State of Texas.

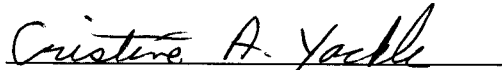
1. Vice President Buchanan called the meeting to order at 7:06 PM and established a quorum consisting of Secretary Cristine Yackle, Treasurer Allen Gaetjens and Asst Treasurer Rebecca Tullos. Also present were Interim General Manager AJ Olson, Deputy Secretary Teresea Schade, and General Counsel Tony Corbett. President Widacki arrived 7:07 PM.
2. The Board first received citizen's comments. One citizen requested clarification of the sign-in sheets and the speaker cards, and regarding the opportunity to speak on items specifically listed on the agenda. No action was taken at this time.
3. The first item of business considered by the Board related to the District's long term water project.
(i) The Board considered the fluoridation of the District's water supply. After discussion, Director Widacki made a motion, seconded by Director Buchanan, to approve the design and implementation for fluoridation of the District's water supply, and to approve payment for such purposes in an amount not to exceed \$40,000; to be funded from the capital projects Long Term Water account.. The motion passed with all present voting for the motion. (ii) The Director's then requested Staff to send a certified letter and invoice to the City of Round Rock for monies due from the City in connection with the sale and transfer of the District's interest in the West Round Rock system facilities to the City. (iii) The Board then considered the approval of expenditures for signage at the water treatment facility. Director Widacki made a motion to approve the signs as submitted in the board packet. Director Buchanan seconded the motion which passed, with all present voting aye.
4. The Board of Director's of Brushy Creek MUD then addressed financial matters. The Board requested that Sprouse and Anderson have the draft audit available for review by January 30, 2006.
5. The next item of business was the community center parking and the gym floor. The parking will be discussed again at the February 9, 2006 meeting. Staff was directed to draft a letter to Braun & Butler requesting the gym floor be replaced.
6. The Board then received a report from Interim General Manager Olson regarding the Games of Texas. He summarized the costs and services for which the District would be responsible.
7. The Board next discussed the distribution of District mail. Director Tullos made a motion to approve the distribution policy as presented in the packet, with one minor clarification. Director Gaetjens seconded the motion which passed, with all present voting aye.
8. The next item of business was the aerial easement and right of way requested by TXU for electric supply lines. Staff was directed to work with TXU Electric to have the utilities placed underground, and to revise the easement accordingly for future consideration by the Board.
9. The Director's then received Board Committee reports. Director Tullos reported that she has been working with the District's IT representative to develop a scope of work related to the District's network systems.

10. The next item of business was the consent agenda. Approval of the January 17, 2006 minutes was removed from the consent agenda. Director Buchanan then made a motion seconded by Director Gaetjens to approve the remaining consent agenda items. The motion passed with all present voting aye.

11. At 9:00 PM, President Widacki announced that the Board would go into Executive Session pursuant to Subchapter D, Chapter 551, Texas Government Code, Texas Open Meetings Act to seek legal opinions and advice regarding Agenda Item XIII.A. (district staffing and operations) and XIII.B.(to discuss the duties and evaluation of individual District employees). Executive Session ended at 10:32 P.M. President Widacki convened the meeting at 10:36 PM with a quorum consisting of Directors Widacki, Buchanan, Yackle, Gaetjens, and Tullos. He announced that no final action, decision or votes had been taken in Executive Session

At 10:37 P.M., a motion was made by Director Buchanan and seconded by Director Gaetjens to adjourn the meeting. Motion carried. All present voted aye.

President Widacki adjourned the meeting at 10:37 P.M.


Cristine Yackle, Secretary