

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

March 9, 2006

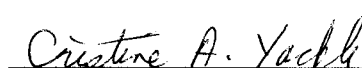
A regular meeting of the Board of Directors of Brushy Creek Municipal Utility District was held on the 9th day of March 2006 at 7:00 p.m., in the District's office, 16318 Great Oaks Drive, Round Rock, Texas. Notices of the time, place and the subject of the meeting, and the actions to be taken at the meeting, were posted at the places and for the time required by the laws of the State of Texas.

1. President Widacki called the meeting to order at 7:04 PM and established a quorum consisting of Vice President Larry Buchanan, Secretary Cristine Yackle, Treasurer Allen Gaetjens and Asst Treasurer Rebecca Tullos. Also present were Interim General Manager AJ Olson, Deputy Secretary Teresea Schade, District Engineer Jimmy Griffith and General Counsel Tony Corbett.
2. The first item of business was the 2005/2006 fiscal year audit. Auditor Anna Swenson summarized the audit for the Directors. Director Buchanan made a motion seconded by Director Gaetjens to approve the 2005/2006 fiscal year audit. The motion passed, with all present voting aye.
3. The next item of business was retaining a search firm for district vacancies. Director Buchanan made a motion to authorize the personnel committee to identify one or more search firms to commence the search process to fill the General Manager vacancy and proposed controller position, and to authorize execution of a contract with the firm(s), provided: (i) compensation will not exceed 20 percent of first year salary; and (ii) no compensation will be paid for candidates identified by the District. Director Gaetjens seconded the motion which passed, with all present voting for the motion.
4. The Board then discussed the purchase of accounting software. Director Buchanan made a motion to purchase SAGE MIP Fund accounting software and to authorize payment in an amount not to exceed \$35,000 upon final adoption by the Board of a revised organizational structure that includes an accounting department. The motion included the purchase of SAGE MIP fund accounting software for \$27,402 and a payroll module in an amount not to exceed \$4500 including training. Director Tullos seconded the motion which passed, 4-1 with Directors Widacki, Buchanan, Gaetjens and Tullos voting for the motion. Director Yackle voted against the motion.
5. The Board received committee reports. Parks Chair Kyle Rhynerson reported the Parks Committee had finished its annual walkthrough the District's park system and was compiling its results. He also reported that the Committee had conducted its annual election of officers as follows: Kyle Rhynerson, President; Janice Parker, Vice President; and Bob Grahl, Secretary. The Water/Wastewater Committee Chairman Paul Tisch reported that the Committee would meet in the near future to discuss the open house for the water treatment facility.
6. The Board next discussed the Consent Agenda. Item C of the Consent Agenda, (payment to Central Texas Water Maintenance) was removed from the Consent Agenda. Director Buchanan then made a motion to approve the remaining consent agenda items. Director Gaetjens seconded the motion which passed, with all present voting for the motion.
7. The next item of business was the District network upgrades. Director Tullos made a motion to authorize the purchase of computer hardware in an amount not to exceed \$14,000 and to authorize payment of labor associated with the project at an hourly rate (provided the total cost of such services would not exceed \$5,000). The motion was seconded by Director Buchanan and passed unanimously. Staff was directed to proceed with the installation of air conditioning improvements for the computer room at a cost not to exceed \$3400.

8. The Board of Directors next discussed the May 13, 2006 directors election. Director Buchanan made a motion, seconded by Director Gaetjens to approve the joint election agreement with Williamson County relating to the May 13, 2006 general election in the form furnished by the County. The motion passed with all present voting for the motion.
9. The Board then discussed upgrades to the water supply system in Brushy Bend Park. Representatives from the Brushy Bend Park HOA asked the Board what steps would need to be taken to upgrade their water supply system. Director Widacki asked them to contact the District's Engineer for a preliminary review of costs and to consider retaining a professional engineer for engineering services.
10. The next item of business was storm sewer easement rights. Director Gaetjens made a motion seconded by Director Buchanan to approve the release of drainage and storm sewer easement rights in the form included in the Board's packets. Director Buchanan seconded the motion which passed, with all present voting aye.
11. Brushy Creek MUD Directors then discussed the open house for the water treatment facility. Director Buchanan made a motion to authorize the water/wastewater committee to choose an open house date on a Saturday and to authorize payment of costs and expenses for the open house in an amount not to exceed \$3,000 provided a proposed expenditure report is furnished by the Committee to the Board at the next meeting. The motion was seconded by Director Yackle and passed unanimously.
12. The next item of business was the Marlin's swim contract. Director Buchanan made a motion seconded by Director Tullos to approve the Marlin's contract. The motion passed with all present voting aye.

At 10:40 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 10:40 P.M.



Cristine Yackle, Secretary