

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

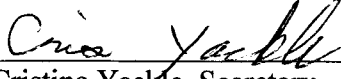
June 22, 2006

A regular meeting of the Board of Directors of Brushy Creek Municipal Utility District was held on the 22nd day of June 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 7:05 PM and established a quorum consisting of President Widacki, Vice President Buchanan, Secretary Cris Yackle, Asst Treasurer Rebecca Tullos, and Director Paul Tisch. Also present were Interim General Manager John Hatchel, Deputy Secretary Kelly Carpenter, District Engineer Jimmy Griffith, and General Counsel Tony Corbett.
2. The Board received Citizen's Comments; A citizen asked consideration of special water rates for HOA's to be placed on the next agenda.
3. The next order of business was Election of Officer's. Director Tullos made the motion to elect Steve Widacki President, Paul Tisch Vice President, Cris Yackle as secretary, Rebecca Tullos, Treasure, and Larry Buchanan as Asst. Treasure/Asst. Secretary, and the following Committee appointments; Water/Wastewater Committee is Director Yackle as Primary, and Director Tisch as Alternate. Parks Committee is Director Tullos as Primary, and Director Buchanan as Alternate. Community Center Advisory Committee is Director Tisch as Primary, and Director Tullos as Alternate. Citizens Crime Watch Committee is Director Buchanan as Primary, and Director Tisch as Alternate. Director Tisch seconded the motion. Tisch, Tullos, Widacki for; Buchanan and Yackle against. Motion passed 3-2.
4. Citizen's Advisory Committee – Reports were received and discussion of By-law changes were tabled. Director Tullos, Director Yackle, and Legal Council, Tony Corbett formed a sub-committee to review all District Committee By-laws.
5. The Board then moved on to the Consent Agenda and a motion was made by Director Tisch and seconded by Director Yackle to approve June 7, and June 8, 2006 minutes. All voted aye.
6. Next, the Board held discussion regarding a strategic partnership agreement with City of Round Rock. Current extension of sign ordinance expires 7/31/06. Discussion related to the Board directing Legal Council, Tony Corbett and District Engineer, Jimmy Griffith to further research any large tract of land for need of sign ordinances, to determine if all large tracts remaining in the District are owned by Hyland Joint Ventures and RRISD. This item was tabled for the next meeting.
7. The Board then considered the status of the proposed annexation and service agreement regarding the Tony LTD. Track. The Board set August 20th, 2006 for a potential public meeting hearing on annexation of Tony LTD. Track.
8. Next was discussion relating to the Sprint/Nextel contract. The Board directed staff to finalize the draft amendment of the lease for Board consideration at a subsequent meeting.

9. The Board next considered the Districts marquees. The Board directed that the matter be sent to Community Center Advisory Committee for review and recommendations to the Board.
10. Discussion regarding amplification of Board meetings. One citizen requested we consider broadcasting meetings.
11. The Board then discussed parking upgrades at Cat Hollow Park. The Board directed District Engineer, Jimmy Griffith to prepare a new schedule for the project for the Board to consider for the July 13, 2006 meeting.
12. At 8:54 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, and to discuss Agenda items VI A, XIII B, XIV B, and XIX C. Executive Session ended at 10:20 p.m. President Widacki convened the meeting at 10:22 PM with a quorum consisting of Directors Widacki, Buchanan, Yackle, Tisch, and Tullos. He announced that no final action, decision or votes had been taken in Executive Session.
13. Discussion was held regarding Brushy Creek South, sections IV, V, and VI. Directors gave direction to the Interim General Manager to get necessary documentation together and present at the next Director's Board meeting.
14. Discussion relating to Games of Texas which are to be held in the District starting in July, 2006 – Robyn Barde gave an update in regards to the Games activities, including disc golf, and boxing.
15. The Board took no action regarding Financial Matters and tabled the matter until its July meeting, to be attended by the District Financial Advisor.
16. The Board then directed that the Public Hearing regarding Consumer Confidence Report be held at the Board's first meeting in August.
17. The Board took no action regarding personnel matters.
18. At 10:48 P.M., a motion was made by Director Buchanan and seconded by Director Tullos to adjourn the meeting. The motion carried unanimously.

Director Widacki adjourned the meeting at 10:41 P.M.



Cristine Yackle, Secretary