

**MINUTES OF MEETING OF BOARD OF DIRECTORS OF
SPRINGWOODS MUNICIPAL UTILITY DISTRICT**

April 28, 2009

THE STATE OF TEXAS §
 §
COUNTY OF WILLIAMSON §

The Board of Directors of Springwoods Municipal Utility District met in a regular meeting at a regular meeting place of the District open to the public on April 28, 2009 at 9117 Anderson Mill Road, 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:

James Buchanan	-	President
Jim Sagnes	-	Vice President
Kelly K. Campbell	-	Treasurer
Michael Weems	-	Secretary
Rodney Hargrave	-	Assistant Secretary and Treasurer

and all of the Directors were present, thus constituting a quorum. Also present at the meeting were Andrew Hunt of SWWC Services, Inc.; Amanda Naughton and Lucy Furey, residents of the District; Tiffany Stillwell, resident of the District and president of the Hunter's Chase Homeowners' Association; Rick Fraumann, Ron Leahy, Ryan Beard, and Jay Howard of Texas Disposal Systems; and Gregg Krumme of Armbrust & Brown, L.L.P.

Director Buchanan called the meeting to order at 6:00 p.m. and stated the Board would first discuss and consider scope and pricing of solid waste disposal and composting services by Texas Disposal Systems. Ryan Beard of Texas Disposal Systems addressed the Board and provided the Board with a handout of materials in a proposal for services that includes single stream recycling services. Mr. Howard then reviewed this presentation with the Board, including RFID chips on the containers to provide participation data and rate proposals depending on whether the Board decided to include composting services. Director Sagnes inquired as to what the agreement with the City stated with regard to solid waste disposal. Mr. Krumme stated that the agreement contemplated that the District, as a limited District, would provide these services and that in fact it is difficult for the City to provide the services in the transition from a general district to a limited district. Director Sagnes stated that there is a lot of resident interest in single stream recycling. Director Buchanan then asked about accommodating the use of composting by residents. The Board and representatives of Texas Disposal Systems described the quality of the composting product and how it could potentially be disbursed to residents at Clean Up Day. The Board thanked Texas Disposal Systems for their presentation.

Director Buchanan stated the Board would next consider the revised District Registration Form. Mr. Krumme explained that a revision to the form was necessary as the General Manager representative had changed to Andrew Hunt. Director Weems moved that the Board approve the revised form. Director Hargrave seconded the motion, which passed unanimously.

Director Buchanan stated the Board would next discuss and consider taking necessary action regarding the possibility of continuing as a limited district after annexation, including a proposed budget and tax rate for the limited district. The Board reviewed the budget and made various changes, including analysis of solid waste disposal service costs.

Director Buchanan stated the Board would next discuss and consider scope and pricing of general manager services. Andrew Hunt provided the Board with a hand out breaking down the general manager based service fee into three categories. The Board discussed general manager personnel. Director Buchanan stated that he needed to know who at Southwest Water takes reservations and Mr. Hunt agreed to follow up with a name. Mr. Hunt stated that management had reviewed the fees and they did not anticipate the fees would change once the District converted to a limited district. Director Sagnes asked Mr. Hunt about his work load with SWWC Services, Inc. and expressed concerned about whether it was too heavy a work load to provide the District with good service. Director Campbell discussed scaling down services as a limited district in order to save money. Director Hargrave raised the issue of whether Springwoods was a priority piece of business for SWWC Services, Inc. given the limited scope of services that would be provided to the District once it converts to a limited district. Mr. Hunt stated that SWWC Services, Inc. was happy to provide service to the District, but would not propose a rate lower than the current general manager fee. Mr. Krumme stated that the Board should consider putting together a request for proposal that defines the exact services that the District would require from a general manager and get proposals from various companies. The Board directed that Director Weems and Director Campbell prepare a request for proposal for general manager services.

The Board then discussed the janitorial services being provided to the District and some of the concerns that had been raised by the District's tenant. The Board directed that janitorial services be included on the next agenda. Director Campbell stated that she wanted to pay for a thorough cleaning of the District office that would include lining the kitchen drawers with new liners. After discussion, the Board directed Mr. Hunt to work with Director Campbell to schedule a thorough cleaning not to exceed \$400.

Director Buchanan then stated the Board would next discuss and consider taking necessary action regarding District communications regarding annexation and the possibility of continuing as a limited district. The Board discussed the District newsletter and website updates.

There being no further action to come before the Board, Director Sagnes moved that the Board adjourn at 8:10 p.m. Director Hargrave seconded the motion, which passed unanimously.



Michael Weems, Secretary
Board of Directors