

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

July 26, 2009

THE STATE OF TEXAS §
 §
COUNTY OF WILLIAMSON §

The Board of Directors of Springwoods Municipal Utility District met in a special meeting at a regular meeting place of the District open to the public on July 26, 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, except for Director Campbell, thus constituting a quorum. Also present at the meeting were Steve Held and Margret Wingrove of Crossroads Utility Services LLC; and Gregg Krumme of Armbrust & Brown, L.L.P.

Director Buchanan called the meeting to order at 8:00 p.m. and stated that the Board would first discuss and consider taking necessary action regarding District management services including a review of responses to request for proposal and awarding contract. After discussion, Director Weems moved that the Board approve the Crossroads proposal and award the contract to Crossroads for general management services. Director Buchanan seconded the motion. In discussion, Director Weems noted that he believed that this was the lowest, acceptable bid. The motion was approved unanimously. Director Sagnes did not participate in that vote.

Director Buchanan stated the Board would next discuss and consider taking necessary action regarding District Restrictive Covenant Enforcement services, including a review to responses to request for proposal and awarding contract. Director Hargrave moved that the Board approve the proposal from D&J Company and award a contract. Director Weems seconded the motion, which passed unanimously. Director Sagnes did participant in this vote.

Director Buchanan stated that the Board would next discuss such other matters as may come before the Board. Director Buchanan stated that he was concerned about the interpretation issues under Section 49.072 of the Water Code as it relates to hiring a director to serve as general manager for the District and moved that the Board authorize Mr. Krumme to pursue a request for Attorney General's opinion on the matter. Director Hargrave seconded the motion. Director Sagnes expressed concern about moving forward with the request for the AG opinion since it could impact other districts in the Central Texas region and suggested that the item be tabled and that Mr. Krumme discuss a request for an AG opinion with counsel for Fern Bluff MUD. Mr. Krumme agreed to do so. Director Sagnes also stated that he would like the termination

provision in the general manager's contract to be thirty (30) days instead of sixty (60) days. Mr. Krumme agreed to follow up on that.

There being no further action to come before the Board, upon motion by Director Weems and second by Director Hargrave, the meeting was adjourned at 8:35 pm.



Michael Weems, Secretary
Board of Directors