

**MINUTES OF REGULAR MEETING
HURST CREEK MUNICIPAL UTILITY DISTRICT
JULY 20, 2009**

THE STATE OF TEXAS §
 §
COUNTY OF TRAVIS §

The Board of Directors of Hurst Creek Municipal Utility District (the “District”) met this date in regular session, open to the public, in the District’s offices at 102 Trophy Drive, The Hills, Texas 78738, and the roll was called of the duly constituted officers and members of the Board to wit:

Haskell Wotkyns, Jr.	President
J.L. Hall	Vice-President
Wilson Smith	Treasurer
James M. Wingard	Secretary
Raymond Arvay	Asst. Secretary

and all of said persons were present, thus constituting a quorum.

Also present were Dan Roark, Chris Redd, and Earl Wood, representing general management for the District; and, Terry Browder, the Emergency Management Coordinator for the Village of The Hills.

1. The first act of business was to consider and take any necessary action regarding the Budget for Fiscal Year 2009-2010.

After some discussion of budget matters for the upcoming fiscal year, a Budget Committee consisting of Directors Hall and Arvay was formed for further review of budget considerations.

2. Under other business, Mr. Terry Browder appeared before the Board to discuss his efforts of possibly obtaining a Homeland Security grant for an emergency generator at the Water Treatment Plant.

At this time Mr. Browder departed the meeting.

3. The Board next discussed updates regarding the drought.

Mr. Roark and Mr. Wood briefed the Board on the current drought situation, noting that the combined capacity of Lake Buchanan and Lake

Travis are at .99 million acre feet, pointing out that the trigger for Stage 2 mandatory water rationing of the District's Drought Contingency Plan is .9 million acre feet, which requires residents to only water lawns twice weekly.

4. The Board next considered approving the draft minutes of the June 22, 2009, Board meeting.

Following a review of the draft minutes, Director Wingard moved approval as written and Director Smith seconded the motion, which carried unanimously.

5. Ms. Redd reviewed the Bookkeeper's Report with the Board along with the current month and year-to-date Budget. Following a review of the Bookkeeper's Report and the list of invoices paid and to be paid, Director Arvay moved approval of the Bookkeeper's Report as presented and Director Hall seconded the motion, which carried unanimously. A copy of said report is attached as an exhibit to these minutes.
6. Mr. Roark reviewed the Manager's Operating Report with the Board, a copy of which is attached as an exhibit.

There being no further business, the meeting was adjourned.

Signed and sealed this _____ day of _____, 2009.

(Seal)

James M. Wingard, Secretary
Board of Directors