

**MINUTES OF SPECIAL MEETING
HURST CREEK MUNICIPAL UTILITY DISTRICT
NOVEMBER 20, 2008**

THE STATE OF TEXAS §
 §
COUNTY OF TRAVIS §

The Board of Directors of Hurst Creek Municipal Utility District, the “District”, met this date in special 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
Bob G. Agnew	Secretary
Wilson Smith	Treasurer
James M. Wingard	Assistant Secretary/Treasurer

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

Also present were Dan Roark, Earl Wood, and Chris Redd, representing general management for the District; Katie Uhler, member of the Hills Property Owner’s Association (the “Hills POA”); Doug Lindgren, Alderman of the Village of The Hills (the “Village”); and, Mary Koppers, a resident of the Village.

1. Under such other matters, Mrs. Mary Koppers, a resident at 48 Stillmeadow Drive, appeared to request a variance to the requirement of installing a drainage improvement prior to replating a vacant lot. Mrs. Koppers stated that the drainage improvement will be installed in 2009 after replating. Mrs. Koppers said she would provide written documentation guaranteeing installation of the drainage facility.

Director Smith and Mr. Wood recommended the variance be approved. Director Wingard moved approval and Director Smith seconded the motion, which carried unanimously.

2. The Board next considered a request made by the Hills POA to transfer ownership of the Common Areas to the District and/or the Village

Ms. Uhler explained that the Hills POA is a private corporation and has unlimited liability, while the District and the Village have some immunity from liability, also, the Hills POA is required to pay property taxes for

these areas and the District and Village are tax exempt. Mr. Lindgren explained that several of the tracts were investigated as potential Village parks, but were found to be unsuitable due to size. Director Wingard, a Committee Member investigating the Hills POA request, stated that since all Common Areas are designated as Drainage Easements and the District is responsible for drainage, it makes sense for the District to take ownership.

Director Wingard moved to signal the Hills POA the Board's willingness to accept any common areas they wish to convey to the District. Director Smith seconded the motion, which carried unanimously.

At this point Mr. Lindgren and Mrs. Uhler departed the meeting.

3. The Board next considered approval of the minutes of the October 20, 2008 Board meeting.

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

4. 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 Smith moved approval of the Bookkeeper's Report as revised and Director Hall seconded the motion, which carried unanimously. A copy of said report is attached as an exhibit to these minutes.

Mr. Roark presented the Manager's Operating Report to the Board for its review, a copy of which is attached as an exhibit to these minutes.

Mr. Roark and Mr. Wood requested Board approval to install a chlorine and level alarm at the Elevated Tower at a cost of approximately \$6,000.00. Director Smith moved approval of said expenditure and Director Agnew seconded the motion, which carried unanimously.

5. Under other business, Mr. Wood discussed a request by the Gaskamps for a variance from the drainage rules for a home they are building at 2 Links Court. Mr. Wood stated the 1993 Drainage Study requires a Type 1 Ditch be installed, which the Gaskamps are afraid will flood their next door neighbor, who is concerned as well. Mr. Wood said the Gaskamps are asking to install a grass ditch instead of the Type 1 Ditch, which will slow the water down; no driveway grates; and, an 18 inch culvert rather than a 24 inch culvert.

Mr. Wood informed the Board he had the District's Drainage Engineer, Curtis Morris of Baker-Aiklin, inspect the site and he recommended a smaller rock lining for the ditch; an 18 inch culvert; and, no driveway grates. Mr. Wood recommends that the Gaskamps be required to submit a revised Drainage Plan with the requested variances for approval, which the Board agreed to.

Under another matter, Mr. Roark informed the Board that Mr. Wood had recently received his "A" Wastewater License, which makes him Double A Certified and recommended he receive a pay increase of \$1.00 per hour, which the Board agreed by acclamation.

There being no further business, the meeting was adjourned.

Signed and sealed this _____ day of _____, 2008.

(Seal)

Bob G. Agnew, Secretary Board of Directors