

**MINUTES OF REGULAR MEETING
HURST CREEK MUNICIPAL UTILITY DISTRICT
OCTOBER 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 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
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; and, Patricia Innez, a representative of Ad Valorem Records (“AVR”), the District’s billing software company.

1. The first item of business was to hear an address from resident Tom McDill.

Due to Mr. McDill’s failure to appear before the Board, which he requested, this matter was tabled.

2. The Board next considered approval of the draft minutes of the September 22, 2008 Board meeting.

Following a review of the draft minutes and after noting minor corrections, Director Smith moved approval as revised and Director Hall seconded the motion, which carried unanimously.

3. 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.

4. 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.
5. The Board next considered purchasing billing software to accept online payments.

At this point Ms. Innez, with AVR, appeared before the Board to present software which will accept online check, debit and credit card payments for utility bill payments and online account access for customers.

After some discussion, Director Hall moved to use the software for a six month trial period and absorb the credit card convenience fee of 3% in an effort to promote use of the software by the District's customers. Director Smith seconded the motion, which carried unanimously.

Director Wingard moved to amend the District's Rate Order to reflect the new payment options and Director Smith seconded the motion, which carried unanimously.

Ms. Innez departed the meeting at this time.

6. Under other business, Director Wingard reported on the request by the Hills Property Owner's Association's conveyance of common areas of property to the District and the Village stating the Committee had concluded the request to be feasible, but was undecided as to which tracts would go to the Village and which tracts would go to the District. Director Wingard stated he would have more information at the next Board meeting.

There being no further business, the meeting was adjourned.

Signed and sealed this _____ day of _____, 2008.

(Seal)

Bob G. Agnew, Secretary Board of Directors