

MINUTES OF REGULAR MEETING OF
SONTERRA MUNICIPAL UTILITY DISTRICT
Thursday, February 21, 2013

STATE OF TEXAS §
 §
COUNTY OF WILLIAMSON §

The Board of Directors of Sonterra Municipal Utility District (the "District") held a regular meeting, open to the public, at 8:00 a.m., at 113 Limestone Terrace, Jarrell, Texas, inside the boundaries of the District, on the 21st day of February, 2013, and the roll was called of the duly constituted officers and members of the Board, to-wit:

Bill Gravell	President
John Faske	Vice President
David Chandos	Secretary
Trisha Allen	Treasurer
Darrell Goldman	Assistant Secretary

and all of said persons were present thus constituting a quorum; however, although Mr. Chandos was present during the entire meeting he recused himself from participating in the meeting in any way due to his filing an application to become the District's Manager. Also in attendance were Michael Bamer; Sheila Cunningham; Andy Bilger; Michael Luft of Municipal Accounts & Consulting, L.P.; Robert Anderson of Crossroads Utility Services; Mike Fisher and Mike Robinson of Baker-Aicklen and Associates, Inc.; Ashley Singh; Dan Dodson; and Ronald J. Freeman of Freeman & Corbett.

1. The Board first considered hiring a new manager for the District. Mr. Gravell reported that he and Mr. Faske had reviewed approximately 60 applications and they recommended that the Board interview three candidates: Michael Bamer, Sheila Cunningham and Dave Chandos. The Board then proceeded to interview the final candidates. After the reviews, upon a motion by Director Gravell and a second by Director Allen, the board unanimously authorized Mr. Gravell and Mr. Faske to negotiate with Ms. Cunningham first, and if unsuccessful, with Mr. Chandos, to come to terms for being employed as the District's manager.

2. Next, Mr. Luft presented a list of bills and invoices to the Board. Director Goldman made a motion to approve the bills and invoices on the Bookkeeper's Report and the supplemental list of checks. Director Allen seconded the motion, which the Board passed unanimously. Copies of the list of bills and invoices, including the supplemental list, are attached as exhibits to these minutes.

3. The Board next considered the minutes of the Board's January 17, 2013, meeting. After discussion, Director Allen made a motion to approve the minutes. Director Faske seconded the motion, which the Board passed unanimously.

4. The Board then considered the Utility Operator's Report. Mr. Anderson gave a

brief update on the status of facilities and services within the District. Pursuant to Mr. Anderson's recommendation, upon a motion by Director Goldman which was seconded by Director Faske, the Board unanimously approved doing \$6,561 for purchase, installation and programming a CL17 Chlorine Analyzer at Well 1 and approved \$8,332 for the purchase of a new transfer switch for the generator which includes labor and equipment and for the work necessary to install system alarm modules and lock-out for the CL2 system at the water plant.

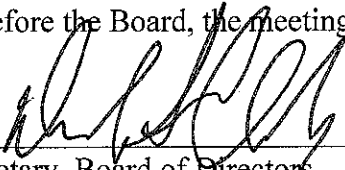
5. Next, the Board considered the Engineer's Report. A copy of the Engineer's Memorandum is attached as an exhibit to these minutes. No action was taken.

6. The Board then considered ongoing repairs to the District's Clubhouse. After discussion by Ms. Singh, upon a motion by Director Gravell and a second by Director Faske, the Board unanimously approved purchasing fencing materials in an amount not to exceed \$2,500 from American Fence & Supply Company to be used by District employees to make repairs to the clubhouse fence..

7. The Board then considered the Developer's report. Mr. Bilger gave a brief update on the design of landscaping improvements within the District. No action was taken by the Board.

8. The Board then considered actions related to the Corn Hill Regional Water Authority. Upon a motion by Director Gravell and a second by Director Allen, the Board unanimously approved a resolution endorsing the pending legislation relating to the authority.

There being no further business to come before the Board, the meeting was adjourned.



Secretary, Board of Directors

(SEAL)