

MINUTES OF REGULAR MEETING OF
SONTERRA MUNICIPAL UTILITY DISTRICT
Thursday, March 17, 2011

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 10:30 a.m., at 113 Limestone Terrace, Jarrell, Texas, inside the boundaries of the District, on the 17th day of March, 2011, and the roll was called of the duly constituted officers and members of the Board, to-wit:

Bill Gravell	President
Lenn Schwarz	Vice President
William Frymire	Secretary
Trisha Allen	Treasurer/Assistant Secretary
Erma Wedge	Director

and all of said persons were present except Director Wedge, thus constituting a quorum. Also in attendance were Theron and Ellie Vaughan; Andy Bilger; Jason Jones of Jones-Heroy Engineers; Robert Anderson of Crossroads Utility Services; Lisa Adkins of Municipal Accounts & Consulting, L.P.; Mr. and Mrs. Charles Collier; and Lauren Hughes of Freeman & Corbett.

1.First, the Board considered approval of the minutes of the Board’s February 17, 2011 meeting and March 2, 2011 meeting. Director Frymire made a motion that the Board approve the minutes subject to revising the time of when the Board met and when the Board adjourned in the minutes from the March 2, 2011 meeting. Director Allen seconded the motion, which the Board passed unanimously.

2. The Board then considered the Utility Operator’s Report. Mr. Anderson gave a brief update on the status of development within the District.

3. The next item was consideration of the bills and invoices. Ms. Adkins presented a list of bills and invoices to the Board and explained the Bookkeeper’s Report. Director Allen made a motion to approve the bills and invoices as recommended by Ms. Adkins. Director Frymire seconded the motion, which the Board passed unanimously. A copy of the list of bills and invoices is attached to these minutes.

4. The Board then considered the Developer’s Report. Mr. Vaughan gave a brief update on the status of development within the District. No action was taken by the Board.

5. The Board then considered the Construction Manager’s Report. Mr. Bilger reported that the leak technician found several leaks in the District’s water line and that the leaks have been repaired.

6. The Board next considered the Engineer’s Report. Mr. Jones recommended the Board approve the following pay estimate and change order:

- A. Pay Estimate No. 7
Sonterra West, Section 8-B
McLean Construction
JHA Jon No. 0061-065
\$64,950.21

- B. Change Order No. 2
Sonterra West, Section 8-B
McLean Construction
JHA Jon No. 0061-065
\$2,986.00

Upon a motion by Director Frymire and a second by Director Schwarz, the Board unanimously approved the above referenced pay estimate and change order. A copy of the Engineer's Report is attached as an exhibit to these minutes.

7. Next, Mr. Frymire briefly discussed the District's options regarding water conservation. He recommended the Board table this item until the next meeting. No action was taken by the Board.

8. Next, Director Gravell updated the Board on the status of the Corn Hill Regional Water Authority legislation. No action was taken by the Board.

There being no further business to come before the Board, Director Allen made a motion to adjourn. Director Frymire seconded the motion, which the Board passed unanimously. The meeting was adjourned at approximately 11:26 a.m.

Secretary, Board of Directors

(SEAL)