

MINUTES OF REGULAR MEETING OF
SONTERRA MUNICIPAL UTILITY DISTRICT
Wednesday, June 19, 2013

STATE OF TEXAS §
 §
COUNTY OF WILLIAMSON §

The Board of Directors of Sonterra Municipal Utility District (the “District”) held a special meeting, open to the public, at 6:00 p.m., at 113 Limestone Terrace, Jarrell, Texas, inside the boundaries of the District, on the 19th day of June, 2013, and the roll was called of the duly constituted officers and members of the Board, to-wit:

John Faske	President
David Chandos	Vice President
Darrell Goldman	Secretary
Trisha Allen	Treasurer
Dale Thornton	Assistant Secretary

and all of said persons were present, thus constituting a quorum. Also in attendance were Sheila Cunningham; Andy Bilger; Bob West of West Davis & Associates, Inc.; Michael Luft of Municipal Accounts & Consulting, L.P.; Robert Anderson of Crossroads Utility Services; Tim Haynie, Jr., Don Poole and Mike Robinson of Baker-Aicklen and Associates, Inc.; Cliff Tschoerner of Williamson County ESD No. 5; Bill Gravell; James Schiele of JBS Associates; Ronald J. Freeman of Freeman & Corbett and any others as shown on the attached sign-in sheet for attendees.

1. The Board received public comment from Cliff Tschoener of Williamson County ESD No. 5 requesting that the District consider renewing its agreement with the ESD to have it inspect the District’s fire hydrants. No action was taken

2. The Board next considered the minutes of the Board’s May 16, 2013, meeting. After discussion, Director Allen made a motion to approve the minutes. Director Chandos seconded the motion, which the Board passed unanimously.

3. 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 and advised that James Schiele of JBS Associates would be present later in the meeting to discuss the Leak Detection Report he conducted for the District last month.

4. Next, Mr. Luft presented a list of bills and invoices to the Board. Director Allen made a motion to approve the bills and invoices on the Bookkeeper’s Report and Supplemental Check list. Director Goldman seconded the motion, which the Board passed unanimously. Copies of the list of checks, including supplemental checks, are attached as exhibits to these minutes. The Board also briefly discussed whether it had funds available for contracting again with Williamson County ESD No. 5 for the fire hydrant inspection services next year, but took no action.

5. The Board then considered the Developer's report. Mr. Bilger said he had nothing new to report. No action was taken by the Board.

6. The Board then considered the Manager's Report. Ms. Cunningham asked the Board to consider the following matters:

- a. To make repairs to sidewalk facilities in the vicinity of the District's clubhouse facilities. No action was taken on this item.
- b. To purchase health insurance for the District's employees. After discussion, Director Allen made a motion to authorize purchase of individual insurance policies for the District's three employees on a month-to-month contract from Scott & White. Director Thornton seconded the motion, which the Board passed unanimously.
- c. To negotiate with Jarrell regarding jointly providing wastewater service to an area within Jarrell's service area but which could be served out-of-district with District facilities. The board instructed Ms. Cunningham and Mr. Freeman to discuss and negotiate a draft agreement for consideration by the Board at a future meeting.
- d. To purchase security cameras for the clubhouse at a cost of approximately \$2,195. Upon a motion by Director Allen and a second by Director Thornton, the Board unanimously approved the purchase as requested.
- e. To purchase computer/projector equipment for the District's clubhouse. Upon a motion by Director Allen and a second by Director Faske, the Board unanimously approved the purchase as requested.
- f. To establish policies regarding possession of alcoholic beverages at the clubhouse/pool facilities. The Board unanimously agreed to not allow open beverages to be taken into the clubhouse/pool facilities.
- g. To purchase a projector for the District's office. No action was taken on this item.

7. Next, the Board considered the Engineer's Report. Mr. Robinson introduced Tim Haynie, Jr., who had just been hired by Baker-Aicklen & Associates to work on the District's account.

8. The Board then considered actions related to the Corn Hill Regional Water Authority. Mr. Robinson gave a brief update on the status of the Corn Hill Regional Water Authority stating that it was in the process of changing its name to Lone Star Regional Water Authority and that the Williamson County Commissioners were meeting next Tuesday to consider joining the Authority as a member. No action was taken by the Board.

9. The Board then considered the Sonterra Community Pool. Ms. Cunningham gave a brief update on the status of the community pool facilities. No action was taken by the Board.

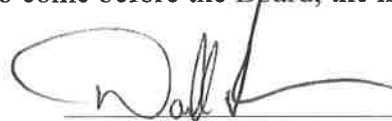
10. The Board next considered approving engagement letters with West Davis & Associates to prepare the District's annual audit and a developer reimbursement audit report for the District next bond issue. Mr. West presented the contracts. Upon a motion by Director Chandos and a second by Director Allen, the engagement letters were unanimously approved.

11. Next, the Board considered a taking action regarding the issuance of Sonterra Municipal Utility District Unlimited Tax and Revenue Refunding Bonds, Series 2013; Authorizing Execution and Delivery of a Paying Agent/Registrar Agreement, Escrow Agreement and Bond Purchase Agreement; Establishing Procedures for Selling and Delivering the Bonds; and Containing Other Provisions Relating to the Issuance of the Bonds. Mr. Kimball explained the refunding process to the Board. After discussion, no action was taken.

12. The Board then heard a verbal report from James Schiele regarding the leak detection study he had performed for the District. No action was taken.

13. The Board next considered changing its regular meeting time. No action was taken but the Board did agree to have a special meeting on Monday, July 15 at 6 pm at the District.

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



Secretary, Board of Directors

(SEAL)

