

MINUTES OF THE MEETING OF THE BOARD OF DIRECTORS OF THE
FERN BLUFF MUNICIPAL UTILITY DISTRICT
August 17, 2009

THE STATE OF TEXAS
WILLIAMSON COUNTY

The Board of Directors of the Fern Bluff Municipal utility District convened in a special meeting, open to the public, at 5:58 p.m. on August 17, 2009 at the Fern Bluff Municipal Utility District Community Center, 7320 Wyoming Springs Drive, Round Rock, Texas, pursuant to notice duly given in accordance with the law.

The roll was called of the following members of the Board of Directors:

Patrick Savarese	President
Jeff Bradley	Vice President
Joseph Teiber	Secretary
Farrell Walker	Treasurer
Dave Quillman	Assistant Secretary/Treasurer

All Directors were present with the exception of Directors Bradley and Walker thus constituting a quorum. Also present, were Interim District Manager, Janey Miller, and residents, Glen and Kathy Whaley.

1. Upon calling the meeting to order, President Savarese asked Director Teiber to lead the Pledge of Allegiance. At that time, President Savarese recognized Mr. Glen Whaley a resident on Box Canyon, who requested that the Board consider refunding customer utility deposits. President Savarese stated that the Board of Directors considered this proposal at the August 12, 2009 meeting and the Board decided that that due to the unstable economy, the District will continue the current District policy of retaining all utility deposits until move out. President Savarese stated that Mr. Whaley should attend the September 14th, 2009 meeting with his request and that it will be an agenda item.

2. Next, the Board called the District's 2009 Tax Hearing. Upon a motion by President Savarese and seconded by Director Teiber; the Board unanimously authorized a motion to conduct a public hearing on September 14, 2009, at 6:00 p.m. to consider a proposed tax rate of \$0.5095 per \$100.00 value within the District. This proposed tax rate includes \$0.0225 for operations and maintenance taxes and \$0.2800 for debt service taxes. Director Quillman noted that the proposed tax rate is the same as the 2008 tax rate.

3. Upon a motion by Director Teiber; and seconded by Director Quillman, the meeting adjourned at 6:02 p.m.

Secretary
Fern Bluff MUD Board of Directors