

**Chisholm Trail Special Utility District
Of Williamson, Bell, and Burnet Counties, Texas
Minutes of Meeting of the Board of Directors Work Session
August 1, 2012**

The Board of Directors of Chisholm Trail Special Utility District of Williamson, Bell, and Burnet Counties, Texas convened in a meeting at the administrative office and meeting place for the District, 851 FM 970, Florence, Williamson County, Texas beginning at 3:00 p.m. on the 1st day of August, 2012. Notices of the time, place, and subject of the meeting were posted at the places and for the time required by law.

Meeting was called to order at 3:00 p.m.

Mary Wilson led those present in the Pledge of Allegiance to the American flag.

Gordon Pierce, Interim General Manager, called role:

Mary Wilson	President
Marcus Canipe	Vice-President
Ed Pastor	Secretary
Cash Mullen	Treasurer
Gary Goodman	Director
Pat Gower	Director
David Ciambrone	Director

Seven Board members were present, thus constituting a quorum. Also present was Gordon Pierce, Interim General Manager, and those listed on the attached sign-in sheet.

Executive Session

At 3:10 p.m., Mary Wilson announced that the Board of Directors would enter into Executive Session pursuant to the applicable sections of Subchapter D, Chapter 551.071, of the Texas Open Meetings Act for deliberations with legal counsel.

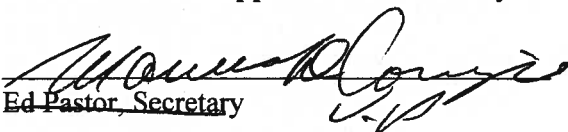
- A. Seek legal advice from counsel regarding the Petition for decertification of lands within the Water Oak Development.

At 4:18 p.m., the Board of Directors reconvened the public portion of the meeting and Mary Wilson announced that no final action, decision, or vote was taken on any matter in Executive Session.

Pat Gower made a motion to direct legal counsel to file a response to the Water Oak decertification petition at TCEQ, and to authorize the District to file a 1926(b) action federal court in response to the petition, subject to confirmation that TRWA will financially assist the District in such litigation. David Ciambrone seconded the motion, which the Board approved unanimously.

Adjournment

The meeting adjourned at 4:22 p.m. on a motion by Gary Goodman and seconded by David Ciambrone, which the Board approved unanimously.


Ed Pastor, Secretary