

EMERALD BAY MUNICIPAL UTILITY DISTRICT
FINAL AND APPROVED
MINUTES OF SPECIAL MEETING
AUGUST 28, 2009

The Board of Directors of the Emerald Bay Municipal Utility District met in special session on Friday, August 28, 2009, at 2:00 p.m., at the District's office, 155 LaSalle Drive, Bullard, TX 75757. Present were Directors Bill Harris, Ray Hartley, Deena Johnson, Paul Randolph, and Jo Sharp.

President Harris called the meeting to order at 2:04 p.m. President Harris adjourned open meeting and convened to closed executive session to discuss certain legal opinions rendered by the District's Austin law firm (Potts & Reilly).

President Harris reconvened the open meeting at 3:15 p.m. **Director Randolph made a motion to authorize Director Harris to seek additional legal opinions on certain matters and to negotiate with the District's Austin law firm to lower legal expenses. Upon second (Sharp), the motion was approved by unanimous consent.**

Director Harris advised that Wilkins has given the District only five (5) days notice of its intention to end its operating agreement on August 31, 2009. Wilkins will no longer provide operators for the District's water and sewer facilities. The District must hire a full-time licensed operator to manage the District's facilities. Director Harris has received resumes and scheduled interviews. Director Harris asked Directors Randolph and Sharp to research available employee insurance plans. He suggested contacting the Texas Municipal League and other utility districts to investigate insurance and other personnel packages.

There being no further business, the meeting was adjourned at 3:20 p.m. upon motion duly made (Harris) and seconded (Sharp) with unanimous consent.

Respectfully submitted,

Deena M. Johnson
Secretary

William F. Harris
President