

**MINUTES OF MEETING OF
THE BOARD OF DIRECTORS OF
VISTA OAKS MUNICIPAL UTILITY DISTRICT**

November 14, 2011

THE STATE OF TEXAS §
 §
COUNTY OF WILLIAMSON §

A meeting of the Board of Directors of Vista Oaks Municipal Utility District was held on November 14, 2011, at the offices of Gray • Jansing & Associates, Inc., 8217 Shoal Creek Blvd., Suite 200, Austin, Texas. The meeting was open to the public and notice was given as required by the Texas Open Meetings Act. A copy of the Certificate of Posting of the notice is attached as Exhibit "A".

The roll was called of the members of the Board:

| | | |
|----------------|---|-------------------------------|
| Douglas Mink | - | President |
| Allen Douthitt | - | Vice President |
| Mike Asbury | - | Secretary |
| Leslie Alger | - | Assistant Secretary/Treasurer |
| Keith E. Young | - | Assistant Secretary |

and all of the Directors were present, except Director Mink, thus constituting a quorum. Also present at the meeting were Andrew Hunt of Crossroads Utility Services LLC, the District's general manager and utility operator; David Gray and John Hines of Gray • Jansing & Associates, Inc., the District's engineer; Autumn Phillips and Holly Guest of Municipal Accounts & Consulting, L.P., the District's bookkeeper; Deputy Steve Shanks of the Williamson County Sheriff's Department; Chris Blackburn of Waterloo Development; and John Bartram of Armbrust & Brown, PLLC, the District's attorney.

Director Douthitt called the meeting to order at 12:00 p.m., and stated that the Board would first receive citizens' communications and Board member announcements. Mr. Blackburn introduced himself and stated that his company was under contract to purchase approximately 38 acres north of the District on Sam Bass Road between the District and the Williamson County Regional Park. He stated that the current owner was the Palmer family, which would be retaining approximately seven acres. Mr. Blackburn stated that the property was in the City of Round Rock's extraterritorial jurisdiction but did not have access to any utilities. He indicated that, after some negotiation, the City now appeared to be willing to consider pass-through service from the District and that he had attended today's meeting to introduce himself, explain his project, and raise the issue of possible pass-through service. He explained that his proposed project would be comprised of ±70 larger, single-family lots comparable to existing development in the area. He mentioned that he was talking with homebuilders such as Mercedes Homes and Meritage Homes. He also noted that the Palmer

family desired to secure a commitment of seven LUEs for the retained acreage. Mr. Gray reminded the Board that the Palmer family had approached the District about pass-through service several years ago, but did not pursue the request. Mr. Gray stated that he had determined at that time that sufficient capacity existed, but that there had been issues with the City and its proposed "Arterial H". He stated that it now appeared that the City may be willing to allow the property to be developed prior to construction of Arterial H. He noted that Mr. Blackburn had met with him a few months ago regarding possible pass-through service from the District, but he had deferred the issue until the District's wholesale billing dispute with the City was resolved. He noted that there would be easement issues associated with service to the property in question but that Mr. Blackburn was a developer who, unlike the Palmer family who were not developers, could see the project through. Mr. Gray noted that the issue of pass-through service was not on the agenda and suggested that the matter be referred to the Services Committee for further review. Mr. Hunt stated that it was his understanding that Williamson County and the City of Round Rock were still working out the details of a new pass-through arrangement for the County Park and that this would be a good opportunity to review all of the District's pass-through commitments to confirm what capacity was available. The Board generally agreed and referred the matter to the Services Committee. Mr. Bartram noted that the District's rate order required an escrow for expenses, the details of which could be provided to Mr. Blackburn after the meeting. Mr. Blackburn thanked the Board for its time and then left the meeting.

Director Douthitt then stated that the Board would consider approving the minutes of the October 10, 2011 Board meeting. Mr. Bartram noted one correction. Upon motion by Director Douthitt and second by Director Young, the Board voted unanimously to approve the minutes, as corrected.

Director Douthitt then recognized Deputy Shanks for the security report. Deputy Shanks reported that the County's computer system was still not able to populate reports for the District. He stated that there had been minor incidents with kids causing problems in the community, such as graffiti and harassing school teachers, but that, generally, things were going well within the District. He noted that there had been one individual involved with several allegations of sexual abuse, which he expected to result in an arrest. He stated that his deputies had been varying their hours, and that he had been spending more time out later in the evenings. Director Young asked if any particular day of the week was more eventful than others, and Deputy Shanks indicated that Tuesday evenings were the busiest. He stated that weekends were fairly quiet. Deputy Shanks concluded by stating that he was not aware of the status of the District's new interlocal patrol agreement with the County, as he did not handle such matters. Mr. Bartram stated that his office had confirmed earlier that morning that the agreement had been approved by the Commissioners Court and was in the process of being routed to the Sheriff's Office for signature. Deputy Shanks then left the meeting.

Director Douthitt next recognized Ms. Phillips for a report from the District's bookkeeper. Ms. Phillips first presented the report attached as **Exhibit "B"**, and reviewed the bills and invoices for the District's operating, manager's, and lock box accounts, the account

balances, the pledged securities reports, the budget comparison, the debt service payment schedule, the balance sheet, the tax collection report, and the capital projects fund breakdown. She recommended approval of the bills and invoices with the exception of Director Mink's per diem, which would be voided due to his absence. She then stated that there were no transfers this month. Ms. Phillips next reviewed investments, noting that a CD with Ironstone Bank had been renewed for six months as previously authorized by the Board. She also noted that another investment CD was scheduled to mature in December and that she would have a recommendation regarding reinvestment at the Board's next meeting. She then reviewed the latest quarterly investment report. Ms. Phillips then noted that the District was 99.57% collected on its 2010 taxes and concluded by reviewing the utility usage and expenses report, noting that the District was under the \$200,000 threshold that triggered additional reporting requirements. After discussion, upon motion by Director Alger and second by Director Asbury, the Board voted unanimously to approve the bills and invoices as presented.

Director Douthitt then stated that the Board would receive a report from the District's general manager and utility operator. Mr. Hunt first reviewed the manager's directives, which he stated had been completed or were in process. He then reported on a recent Notice of a Coliform Maximum Contaminant Violation from the Texas Commission on Environmental Quality ("TCEQ"), a copy of which is attached as Exhibit "C". Mr. Hunt explained that, on October 3rd, three water samples collected within the District had tested positive for coliform, which was naturally occurring within the environment. He stated that nine subsequent samples had tested negative but that the TCEQ had refused to invalidate the positive samples because the problem appeared to have been operator error associated with improper storage and handling of the original samples. As a result, Mr. Hunt explained that the TCEQ's regulations required notice to be sent to residents advising them of the violation. He reviewed a copy of the proposed notice, attached as Exhibit "D", which he noted included the mandatory regulatory language as well as a narrative explanation of the circumstances of the violation. He stated that the notice would be mailed later that day or the following day. He stated that his company would cover all of the costs associated with the violation, including the cost of the mailing as well as the additional sampling. He stated that five samples would be required this month and that his company would pay the cost of two of those. He also noted that the violation would be required to be noted in the District's next Consumer Confidence Report to customers. He further noted that his company had disciplined the operator responsible and had retrained him on appropriate sampling techniques. Director Alger asked how the sampling should have been handled. Mr. Hunt stated that the operator had stored the samples in a personal ice box with melted ice water, rather than utilizing the sterilized coolers and purified ice provided by his company. Director Alger noted that the District received its water from the City of Round Rock and asked if the City had experienced any similar problems at the time of the District's violations. Mr. Hunt stated that the City had not had any issues.

Mr. Hunt next addressed a proposal from TechRadium, Inc. for its Utiligent emergency notification software, which he noted was part of the IRIS system. He reviewed the memorandum, proposed Utiligent Software Terms of Service contract, and related materials attached as Exhibit "E" and summarized the capabilities of the service. He stated that the

proposed contract was for two years at a cost of \$1,365 per year with a \$150 start up fee. He noted that there would be a right to terminate at the end of the first year. Mr. Hunt explained that a link could be established on the District's website for customers to sign up for the service and that a form could also be mailed to customers. Director Alger suggested that the HOA could also provide information on how to sign up in its newsletter. Mr. Hunt stated that his company was also working with AVR, its billing contractor, to include the IRIS system as part of the District's billing system, but that all of the details for that had not been worked out. He stated that, once that service became available, the District's independent arrangement could be rolled into the service provided by Crossroads Utility Services. He indicated that the only downside at this time was that customers would have to be manually deleted from the system if they moved out of the District. Director Douthitt asked if the system would only be used for emergencies. Mr. Hunt stated that the system was capable of sending various priorities of messages, but recommended that the District utilize it only for important utility-related matters. The Board agreed. After further discussion, upon motion by Director Asbury and second by Director Douthitt, the Board voted unanimously to approve the Utiligent Software Terms of Service agreement as presented.

Mr. Hunt next reported on utility operations. He stated that water loss was excellent at $\pm 1\%$. He reviewed the billing report and noted that water usage was down due to the cooler weather. He next addressed various maintenance issues, and reported that the bushes around the lift station fence had been cut back, the cost of which was reflected in his company's invoice. He also recommended that the hatches to the wet well at the lift station be welded shut as a security measure. He estimated the cost for this work to be around \$500. He further recommended preventative maintenance for the back-up generator at the lift station. He stated that his company could subcontract for this service, which would involve quarterly service, at a cost of \$975. After discussion, upon motion by Director Asbury and second by Director Young, the Board voted unanimously to approve the welding work to the wet well hatches and to authorize Crossroads Utility Services to subcontract for routine preventative maintenance of the District's back-up lift station generator, as recommended. Mr. Hunt then reported that the master water meter had been calibrated and tested accurate. He stated that the results would be sent to the City of Round Rock. He next reviewed various website announcements relating to water use restrictions and the fence project. He indicated that a separate page had been created for the fence project and that the HOA could also help "blast" information about the project out to residents via email. Mr. Hunt next noted that the District's regular trash and recycling collection day during the week of Thanksgiving would move to Friday. He stated that this change would be noted on the website. Mr. Hunt next reviewed the delinquent accounts and recommended approval of two write-offs. He noted that one of the write-offs was a sizeable amount, and he discussed the history of the account. He stated that the customer in question had moved out, but did not appear to dispute the amount due. After discussion, upon motion by Director Douthitt and second by Director Young, the Board voted unanimously to approve the write-offs, but directed Mr. Hunt to make one final effort to collect the larger amount due before sending it to collections. Mr. Hunt then reviewed the water restrictions compliance report, and stated that he had assessed two fines. Mr. Bartram recommended that he review the District's rate order to ensure that fines for violations of the watering restrictions could be

included on water bills, and the Board directed him to do so. Mr. Hunt then concluded his report by noting that the District had received a \$359.98 recycling rebate last month.

Director Douthitt then stated that the Board would receive a report from the District's engineer and recognized Mr. Hines, who directed the Board's attention to the engineering report attached as **Exhibit "F"**. Mr. Hines reported that approximately 80% of the temporary construction easements for the wall project had been obtained, leaving only nine outstanding. He next addressed the schedule for bidding the project and moving forward with the purchase of the permanent easements required for the project. Mr. Gray discussed various bidding challenges during the holidays, especially with specialized projects, and he suggested that the Board wait until January to go out for bids. Director Alger stated that she had received requests from residents near the entry to the subdivision to extend the wall to F.M. 1431. Mr. Hines indicated that this would add approximately \$50,000 to the cost of the project. Director Asbury expressed concerns about modifying the scope of the project at this time. Mr. Gray indicated that the extension could be re-evaluated at the time of bidding. After discussion, the Board determined to postpone bidding of the project until January, after the holidays, but directed Messrs. Bartram and Hines to proceed with obtaining the permanent easements required for the project. Director Young then moved that the Board authorize the subcommittee to take all action necessary to acquire the permanent easements, including execution of the applicable contracts and closing documents, and payment of closing costs, based on the purchase price calculations previously approved by the Board. Upon second by Director Asbury, the motion was unanimously approved. Mr. Bartram stated that he would provide all of the paperwork necessary for the permanent easements to Mr. Hines. Mr. Bartram then raised a question regarding consideration for the temporary construction easements. The Board postponed a decision on the issue until a contract was ready to be awarded. Mr. Hines then reported that he had received the check for the filing fee for the notice of intent required to be submitted to the TCEQ in connection with the District's TPDES Phase II Small Municipal Separate Storm Sewer System (MS4) Permit and that he would proceed with filing. He then concluded by reporting that the District's application for release of escrowed funds had been filed with the TCEQ on November 2, 2011 and that he expected a response from the TCEQ in December or January.

Director Douthitt next recognized Mr. Bartram for a report from the District's attorney. Mr. Bartram first reviewed the consultant directives, noting, among other things, that the letter regarding the District's eminent domain authority had been filed with the Comptroller as required by Senate Bill 18. Mr. Bartram then addressed the destruction of District records for which the minimum retention periods had passed under the District's records retention program. Mr. Bartram reviewed the memorandum attached as **Exhibit "G"**, summarizing the applicable requirements. After discussion, upon motion by Director Young and second by Director Asbury, the Board authorized the destruction of the records identified in Mr. Bartram's memorandum in accordance with the District's records retention program. Mr. Bartram next reviewed the memorandum attached as **Exhibit "H"** summarizing the effect of Senate Bill 100 and the District's options regarding the uniform date for director elections. He noted that, while Senate Bill 100 permitted water districts to continue to hold director elections in May of even-numbered years, the bill eliminated the Election Code's requirement that county elections


administrators contract with water districts for election services for elections in May of even-numbered years. He stated that, at this time, Williamson County remained willing to contract for election services for May elections but that it was not certain that this option would be available in future years. He stated that Travis County had recommended that districts move their elections to November as permitted by Senate Bill 100. Mr. Bartram stated that, at this time, moving to a November election appeared to be the lower cost alternative because the cost of the election could be split among more participating entities. Discussion of the various options and associated costs ensued. Director Douthitt suggested that, if the Board desired to move to November elections, he preferred to take action sooner rather than later in order to minimize any perception that the election was moved to avoid a contested election. The Board generally agreed. After further discussion, upon motion by Director Young and second by Director Douthitt, the Board directed Mr. Bartram to prepare the paperwork necessary to change the District's Director election cycle from May to November of even-numbered years for consideration at the Board's next meeting.

Director Douthitt then stated that the Board would review its holiday meeting schedule. After discussion, the Board determined that no changes were necessary and that the December and January meetings would be held as regularly scheduled.

Director Douthitt then questioned whether there were any future agenda items or further business to come before the Board. There being none, the meeting was adjourned.

(Signature page follows.)

(SEAL)



Mike Asbury
Secretary, Board of Directors

Date: December 12, 2011

**CERTIFICATE OF POSTING FOR
VISTA OAKS MUNICIPAL UTILITY DISTRICT
AT**

**THE WILLIAMSON COUNTY JUSTICE CENTER (COURTHOUSE ANNEX)
405 MARTIN LUTHER KING STREET
GEORGETOWN, TEXAS 78626-5703**


THE STATE OF TEXAS §

COUNTY OF WILLIAMSON §

I, PENNY VOELKEL, hereby certify that at 4:45 P.m. on 11/9, 2011, I posted a copy of the attached notice of meeting (agenda) of the Board of Directors of Vista Oaks Municipal Utility District (formerly known as Williamson County Municipal Utility District No. 9) inside the Williamson County Justice Center (Courthouse Annex) and on the outside posting board at the Williamson County Justice Center (Courthouse Annex).

I understand that the notice was posted in order to comply with the Open Meetings provisions of Chapter 551 of the Government Code and that the Board of Directors of the District will rely on this certificate in determining whether the provisions of Chapter 551 of the Government Code have been satisfied.

Witness my signature this 9th day of NOVEMBER, 2020.

 Penny Voelkel DEPUTY

Printed Name: _____

Company: _____

FILED FOR RECORD ^{2008 1005}
 4:45 Pm
 NOV 09 2011
Nancy E. Ruter
 County Clerk, Williamson Co. TX

**VISTA OAKS
 MUNICIPAL UTILITY DISTRICT**

November 14, 2011

TO: THE BOARD OF DIRECTORS OF VISTA OAKS MUNICIPAL UTILITY DISTRICT AND ALL OTHER INTERESTED PERSONS:

Notice is hereby given that the Board of Directors of Vista Oaks Municipal Utility District will hold a meeting at 12:00 noon on Monday, November 14, 2011 at the offices of Gray • Jansing & Associates, Inc., 8217 Shoal Creek Blvd., Suite 200, Austin, Texas. The following matters will be considered and may be acted upon at the meeting:

PUBLIC COMMENT

- 1. Citizens' communications and Board member announcements;

CONSENT ITEMS

- 2. Minutes of October 10, 2011 meeting;

REPORTS

- 3. Security report, including status of Interlocal Agreement for Law Enforcement Services between Williamson County, Texas and Vista Oaks Municipal Utility District;
- 4. Report from District's bookkeeper, including:
 - (a). Payment of bills and invoices;
 - (b). Transfers;
 - (c). Investments, including Quarterly Investment Report;
 - (d). Delinquent tax report;
- 5. Report from District's general manager and utility operator, including:
 - (a). Utility operations, including:
 - (i). Notice from Texas Commission on Environmental Quality of a Coliform Maximum Contaminant Level Violation;
 - (ii). Proposal from Utiligent/TechRadium, Inc. for emergency notification system to enhance communication with customers;
 - (b). Billing and collections, including past-due accounts and write-offs;
 - (c). Customer service;
 - (d). Solid waste and recycling services, including recycling rebate;
 - (e). Water conservation and drought management, including watering restrictions and compliance report;
 - (f). Review and analysis of existing pass-through service agreements;

- (g) Website development and maintenance;—
 - (h) Status of street light replacement project;
6. Report from District's engineer, including:
- (a) Vista Hills Boulevard wall project, including:
 - (i) Status of easements and related access matters, including consideration for temporary construction/access easements;
 - (ii) Schedule for bidding and construction;
 - (b) TPDES Phase II Small Municipal Separate Storm Sewer System (MS4) General Permit (TXR040000) compliance and administration, including report from Services Subcommittee;
 - (c) Escrowed/surplus funds from Series 2002 Bonds, including status of Application to the Texas Commission on Environmental Quality for Release of Escrowed Funds;
7. Report from District's attorney, including:
- (a) Consultant directives;
 - (b) Required Documentation of Eminent Domain Authority;
 - (c) Change in uniform election date for Director elections pursuant to Senate Bill 100, enacted by the 82nd Texas Legislature, Regular Session (2011);
 - (d) Report regarding Texas State Library and Archives Commission's mandatory minimum retention periods for District records and requirements under the District's records management program, and consider authorizing destruction of District records for which the minimum retention periods have passed;

DISCUSSION/ACTION ITEMS

- 8. Holiday meeting schedule;
- 9. Future agenda items.

The Board of Directors is authorized by the Texas Open Meetings Act, Chapter 551, Texas Government Code, to convene in closed or executive session for certain purposes, including receiving legal advice from the District's attorney (Section 551.071); discussing real property matters (Section 551.072); discussing gifts and donations (Section 551.073), discussing personnel matters (Section 551.074); and discussing security personnel or devices (Section 551.076). If the Board of Directors determines to go into executive session to discuss any item on this agenda, the presiding officer will announce that an executive session will be held and will identify the item to be discussed and the provision of the Open Meetings Act that authorizes the closed or executive session.



John W. Barton

Attorney for the District

Vista Oaks Municipal Utility District is committed to compliance with the Americans with Disabilities Act. Reasonable accommodations and equal access to communications will be provided upon request. Please call Armbrust & Brown, PLLC at (512) 435-2300 for additional information.

**CERTIFICATE OF POSTING FOR
VISTA OAKS MUNICIPAL UTILITY DISTRICT
IN-DISTRICT POSTING LOCATIONS**

THE STATE OF TEXAS §

COUNTY OF WILLIAMSON §

I, Brian K. Gilbert hereby certify that at 1:05 p.m. on Nov. 10, 2011, I posted a copy of the attached notice of meeting of the Board of Directors of Vista Oaks Municipal Utility District (formerly known as Williamson County Municipal Utility District No. 9) within the boundaries of the District at a place readily accessible and convenient to the public at the District's two designated posting locations:

1. the mail center at the Northeast corner of the intersection of Vista Hills Blvd. and FM 1431, Round Rock, Texas; and
2. the Southeast corner of the intersection of Royal Vista Blvd. and Vista Isle Blvd., Round Rock, Texas.

I understand that the notice was posted in order to comply with the Open Meetings provisions of Chapter 551 of the Government Code and that the Board of Directors of the District will rely on this certificate in determining whether the provisions of Chapter 551 of the Government Code have been satisfied.

Witness my signature this 10 day of November, 2011.

Brian K. Gilbert

Printed Name: Brian K. Gilbert

Company: Capitol Courier

**VISTA OAKS
MUNICIPAL UTILITY DISTRICT**

November 14, 2011

TO: THE BOARD OF DIRECTORS OF VISTA OAKS MUNICIPAL UTILITY DISTRICT AND ALL OTHER INTERESTED PERSONS:

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REPORTS

3. Security report, including status of Interlocal Agreement for Law Enforcement Services between Williamson County, Texas and Vista Oaks Municipal Utility District;
4. Report from District's bookkeeper, including:
 - (a). Payment of bills and invoices;
 - (b). Transfers;
 - (c). Investments, including Quarterly Investment Report;
 - (d). Delinquent tax report;
5. Report from District's general manager and utility operator, including:
 - (a). Utility operations, including:
 - (i). Notice from Texas Commission on Environmental Quality of a Coliform Maximum Contaminant Level Violation;
 - (ii). Proposal from Utiligent/TechRadium, Inc. for emergency notification system to enhance communication with customers;
 - (b). Billing and collections, including past-due accounts and write-offs;
 - (c). Customer service;
 - (d). Solid waste and recycling services, including recycling rebate;
 - (e). Water conservation and drought management, including watering restrictions and compliance report;
 - (f). Review and analysis of existing pass-through service agreements;

- (g). Website development and maintenance;
- (h). Status of street light replacement project;
- 6. Report from District's engineer, including:
 - (a). Vista Hills Boulevard wall project, including:
 - (i). Status of easements and related access matters, including consideration for temporary construction/access easements;
 - (ii). Schedule for bidding and construction;
 - (b). TPDES Phase II Small Municipal Separate Storm Sewer System (MS4) General Permit (TXR040000) compliance and administration, including report from Services Subcommittee;
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- 7. Report from District's attorney, including:
 - (a). Consultant directives;
 - (b). Required Documentation of Eminent Domain Authority;
 - (c). Change in uniform election date for Director elections pursuant to Senate Bill 100, enacted by the 82nd Texas Legislature, Regular Session (2011);
 - (d). Report regarding Texas State Library and Archives Commission's mandatory minimum retention periods for District records and requirements under the District's records management program, and consider authorizing destruction of District records for which the minimum retention periods have passed;

DISCUSSION/ACTION ITEMS

- 8. Holiday meeting schedule;
- 9. Future agenda items.

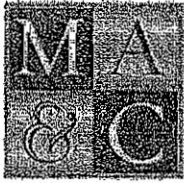
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(SEAL)



Attorney for the District

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MUNICIPAL ACCOUNTS
& CONSULTING, L.P.

**Vista Oaks Municipal
Utility District**

Bookkeeper's Report

November 14, 2011

Vista Oaks - GOF
Cash Flow Report - Checking Account
As of November 14, 2011

| Num | Name | Memo | Amount | Balance |
|----------------------------|---|--|--------------|--------------|
| BALANCE AS OF 10/11/2011 | | | | \$193,219.09 |
| Receipts | | | | |
| | A/R Mayfield 06/11 - 08/11 | | 5,921.25 | |
| | Weekly Wire Sweep | | 15,000.00 | |
| | Weekly Wire Sweep | | 48,000.00 | |
| | Accounts Receivable | | 81.39 | |
| | Accounts Receivable | | 56,016.79 | |
| | Recycling Rebate | | 343.40 | |
| Total Receipts | | | 125,362.83 | |
| Disbursements | | | | |
| 1746 | Pedernales Electric Corp | Utility Expense | (2,135.30) | |
| 1747 | AT&T | Telephone Expense | (57.46) | |
| 1748 | City of Round Rock | Purchase Water/Sewer Service | (53,553.75) | |
| 1750 | Leslie Alger | Fees of Office 10/05/2011 | (141.52) | |
| 1751 | Mike Asbury | Fees of Office 10/05/2011 | (141.52) | |
| 1752 | TML | Insurance Premium - 10/2011 | (4,315.53) | |
| 1753 | Williamson County | Patrol Services-September | (3,498.11) | |
| 1755 | TCEQ | Surplus Filing Fee | (100.00) | |
| 1756 | Douglas Mink | Fees of Office & Travel 11/14/11 | (150.41) | |
| 1757 | Keith Young | Fees of Office & Travel 11/14/11 | (161.50) | |
| 1758 | Larry A Douthitt | Fees of Office & Travel 11/14/11 | (151.52) | |
| 1759 | Leslie Alger | Fees of Office & Travel 11/14/11 | (151.52) | |
| 1760 | Mike Asbury | Fees of Office 11/14/11 | (141.53) | |
| 1761 | Brent Hudson | Customer Deposit Refund | (63.74) | |
| 1762 | Maurice Bomer | Customer Deposit Refund | (113.25) | |
| 1763 | Travis Cardwell | Customer Deposit Refund | (215.60) | |
| 1764 | Ty & Brandi Flippin | Customer Deposit Refund | (170.03) | |
| 1765 | Armbrust & Brown, PLLC | Legal Fees | (8,111.35) | |
| 1766 | AT&T | Telephone Expense | (35.33) | |
| 1767 | City of Round Rock Environmental Services | Lab Fees | (45.00) | |
| 1768 | Crossroads Utility Services | Management & Operations | (10,101.78) | |
| 1769 | DSHS Central Lab MC2004 | Chemicals-Sewer | (314.00) | |
| 1770 | Fastsigns | Mandatory Wlr Restrictions Signs | (172.50) | |
| 1771 | Gray Jansing & Associates, Inc. | Engineering Fees | (5,343.99) | |
| 1772 | Heritage Title Company of Austin, Inc. | 16 Ownership and Lien Certificates | (850.00) | |
| 1773 | ISS Grounds Control, Inc. | Drainage Maintenance | (3,940.00) | |
| 1774 | Leander ISD - Materials Management | Room Rental Fee | (150.00) | |
| 1775 | Municipal Accounts and Consulting, LP | Bookkeeping Fees | (2,116.75) | |
| 1776 | PostNet TX166 | Yard Signs - Watering Schedule | (60.00) | |
| 1777 | Round Rock Refuse, Inc. | Garbage Expense | (28,828.92) | |
| 1778 | Williamson County | Patrol Services-September - Additional | (181.72) | |
| 1779 | AT&T | Telephone Expense | 0.00 | |
| 1780 | City of Round Rock | Purchase Water/Sewer Service | 0.00 | |
| 1781 | Pedernales Electric Corp | Utility Expense | 0.00 | |
| 1782 | Trust Services | Escrow Agent Fee | (250.00) | |
| RTNCHK | | Customer Returned Checks | (235.51) | |
| SRVCHG | | Credit Card Charges | (1,601.65) | |
| Total Disbursements | | | (127,600.79) | |
| BALANCE AS OF 11/14/2011 | | | | \$190,981.13 |

FIRST CITIZENS BANK - #XXXXX1787

Vista Oaks - GOF
Cash Flow Report - Managers Account
 As of November 14, 2011

| Num | Name | Memo | Amount | Balance |
|--------------------------|---------------------------|------|-------------|--------------------------|
| BALANCE AS OF 10/11/2011 | | | | \$5,002.26 |
| Receipts | | | | |
| | No Receipts Activity | | <u>0.00</u> | |
| Total Receipts | | | | 0.00 |
| Disbursements | | | | |
| | No Disbursements Activity | | <u>0.00</u> | |
| Total Disbursements | | | | <u>0.00</u> |
| BALANCE AS OF 11/14/2011 | | | | <u><u>\$5,002.26</u></u> |

Vista Oaks - GOF
Cash Flow Report - Compass Lockbox Account
 As of November 14, 2011

| Num | Name | Memo | Amount | Balance |
|--------------------------|----------------------|-------------------|-------------|--------------------|
| BALANCE AS OF 10/11/2011 | | | | \$52,310.89 |
| Receipts | | | | |
| | No Receipts Activity | | 0.00 | |
| Total Receipts | | | | 0.00 |
| Disbursements | | | | |
| SWEEP | Compass Bank | Weekly Wire Sweep | (15,000.00) | |
| SWEEP | Compass Bank | Weekly Wire Sweep | (48,000.00) | |
| Total Disbursements | | | | (63,000.00) |
| BALANCE AS OF 11/14/2011 | | | | <u>(10,689.11)</u> |

Vista Oaks MUD

Account Balances

As of November 14, 2011

| Financial Institution (Acct Number) | Issue Date | Maturity Date | Interest Rate | Account Balance | Notes |
|--|---------------|------------------|------------------|-----------------------|------------------|
| Fund: Operating | | | | | |
| Certificates of Deposit | | | | | |
| IBC BANK (XXXX1464) | 03/09/2011 | 11/05/2011 | 0.80 % | 95,000.00 | |
| BANK OF HOUSTON (XXXX0360) | 04/16/2011 | 12/14/2011 | 0.45 % | 95,000.00 | |
| GREEN BANK (XXXX1416) | 05/10/2011 | 01/05/2012 | 0.70 % | 95,000.00 | |
| ALLEGIANCE BANK (XXXX4414) | 06/18/2011 | 02/15/2012 | 0.75 % | 95,000.00 | |
| IBC BANK (XXXX9872) | 07/05/2011 | 03/01/2012 | 0.80 % | 95,000.00 | |
| TEXAS COMMUNITY BANK (XXXX2900) | 08/12/2011 | 04/08/2012 | 0.85 % | 95,000.00 | |
| GREEN BANK (XXXX1552) | 10/20/2011 | 05/17/2012 | 0.60 % | 95,000.00 | |
| Money Market Funds | | | | | |
| TEXPOOL (XXXX0001) | 07/31/2008 | | 0.08 % | 114,762.40 | |
| TEXPOOL (XXXX0005) | 06/03/2010 | | 0.08 % | 75,104.13 | |
| Checking Account(s) | | | | | |
| COMPASS BANK-CHECKING (XXXX7570) | | | 0.10 % | (10,689.11) | Compass Lockbox |
| FIRST CITIZENS BANK (XXXX1787) | | | 0.20 % | 190,981.13 | Checking Account |
| FIRST CITIZENS BANK (XXXX1795) | | | 0.20 % | 5,002.26 | Managers |
| Totals for Operating Fund: | | | | \$1,040,160.81 | |
| Fund: Capital Projects | | | | | |
| Money Market Funds | | | | | |
| BANK OF TEXAS (XXXX-EBC) | 09/08/2011 | | 0.44 % | 440,879.30 | SR 2002 ESCROW |
| Totals for Capital Projects Fund: | | | | \$440,879.30 | |
| Fund: Debt Service | | | | | |
| Certificates of Deposit | | | | | |
| BANK OF HOUSTON - DEBT (XXXX0575) | 10/12/2011 | 02/15/2012 | 0.25 % | 150,000.00 | |
| TEXAS CAPITAL BANK-DEBT (XXXX0003) | 10/12/2011 | 02/15/2012 | 0.25 % | 150,000.00 | |
| ALLEGIANCE BANK - DEBT (XXXX8093) | 10/12/2011 | 08/15/2012 | 0.70 % | 240,000.00 | SERIES 2002 |
| IBC BANK - DEBT (XXXX7992) | 10/13/2011 | 08/15/2012 | 0.65 % | 170,000.00 | |
| Money Market Funds | | | | | |
| TEXPOOL (XXXX0002) | 07/31/2008 | | 0.08 % | 989.22 | |
| TEXPOOL (XXXX0003) | 07/31/2008 | | 0.08 % | 28.09 | Tax |
| Totals for Debt Service Fund: | | | | \$711,017.31 | |
| Grand total for Vista Oaks MUD: | | | | \$2,192,057.42 | |

Vista Oaks MUD
Summary of Pledged Securities
As of November 14, 2011

| | | |
|---|---------------|--|
| Financial Institution: ALLEGIANCE BANK | | |
| Total CDs, MM: | \$95,000.00 | Collateral Security Required: No |
| Less FDIC coverage: | \$250,000.00 | Collateral Security Agreement On File: No |
| Total pledged securities: | \$0.00 | Investment Policy Received: Yes |
| Ratio of pledged securities to investments: | N/A | |
| Financial Institution: ALLEGIANCE BANK - DEBT | | |
| Total CDs, MM: | \$240,000.00 | Collateral Security Required: No |
| Less FDIC coverage: | \$250,000.00 | Collateral Security Agreement On File: No |
| Total pledged securities: | \$0.00 | Investment Policy Received: Yes |
| Ratio of pledged securities to investments: | N/A | |
| Financial Institution: BANK OF HOUSTON | | |
| Total CDs, MM: | \$95,000.00 | Collateral Security Required: No |
| Less FDIC coverage: | \$250,000.00 | Collateral Security Agreement On File: No |
| Total pledged securities: | \$0.00 | Investment Policy Received: Yes |
| Ratio of pledged securities to investments: | N/A | |
| Financial Institution: BANK OF HOUSTON - DEBT | | |
| Total CDs, MM: | \$150,000.00 | Collateral Security Required: No |
| Less FDIC coverage: | \$250,000.00 | Collateral Security Agreement On File: No |
| Total pledged securities: | \$0.00 | Investment Policy Received: Yes |
| Ratio of pledged securities to investments: | N/A | |
| Financial Institution: BANK OF TEXAS | | |
| Total CDs, MM: | \$440,879.30 | Collateral Security Required: No |
| Less FDIC coverage: | \$0.00 | Collateral Security Agreement On File: No |
| Total pledged securities: | \$0.00 | Investment Policy Received: Yes |
| Ratio of pledged securities to investments: | N/A | |
| Financial Institution: COMPASS BANK-CHECKING | | |
| Total CDs, MM, and Checking Accounts: | (\$10,689.11) | Collateral Security Required: No |
| Less FDIC coverage: | \$250,000.00 | Collateral Security Agreement On File: No |
| Total pledged securities: | \$0.00 | Investment Policy Received: Yes |
| Ratio of pledged securities to investments: | N/A | |
| Financial Institution: FIRST CITIZENS BANK (Depository Bank) | | |
| Total CDs, MM, and Checking Accounts: | \$195,983.39 | Collateral Security Required: No |
| Less FDIC coverage: | \$250,000.00 | Collateral Security Agreement On File: Yes |
| Total pledged securities: | \$0.00 | Investment Policy Received: Yes |
| Ratio of pledged securities to investments: | N/A | |
| Financial Institution: GREEN BANK | | |
| Total CDs, MM: | \$190,000.00 | Collateral Security Required: No |
| Less FDIC coverage: | \$250,000.00 | Collateral Security Agreement On File: No |
| Total pledged securities: | \$0.00 | Investment Policy Received: Yes |
| Ratio of pledged securities to investments: | N/A | |

Vista Oaks MUD
Summary of Pledged Securities
As of November 14, 2011

| | | |
|---|--------------|---|
| Financial Institution: IBC BANK | | |
| Total CDs, MM: | \$190,000.00 | Collateral Security Required: No |
| Less FDIC coverage: | \$250,000.00 | Collateral Security Agreement On File: No |
| Total pledged securities: | \$0.00 | Investment Policy Received: Yes |
| Ratio of pledged securities to investments: | N/A | |
| Financial Institution: IBC BANK - DEBT | | |
| Total CDs, MM: | \$170,000.00 | Collateral Security Required: No |
| Less FDIC coverage: | \$250,000.00 | Collateral Security Agreement On File: No |
| Total pledged securities: | \$0.00 | Investment Policy Received: Yes |
| Ratio of pledged securities to investments: | N/A | |
| Financial Institution: TEXAS CAPITAL BANK-DEBT | | |
| Total CDs, MM: | \$150,000.00 | Collateral Security Required: No |
| Less FDIC coverage: | \$250,000.00 | Collateral Security Agreement On File: No |
| Total pledged securities: | \$0.00 | Investment Policy Received: Yes |
| Ratio of pledged securities to investments: | N/A | |
| Financial Institution: TEXAS COMMUNITY BANK | | |
| Total CDs, MM: | \$95,000.00 | Collateral Security Required: No |
| Less FDIC coverage: | \$250,000.00 | Collateral Security Agreement On File: No |
| Total pledged securities: | \$0.00 | Investment Policy Received: Yes |
| Ratio of pledged securities to investments: | N/A | |
| Financial Institution: TEXPOOL | | |
| Total CDs, MM: | \$190,883.84 | Collateral Security Required: No |
| Less FDIC coverage: | \$0.00 | Collateral Security Agreement On File: No |
| Total pledged securities: | \$0.00 | Investment Policy Received: Yes |
| Ratio of pledged securities to investments: | N/A | |

Vista Oaks - GOF
Actual vs Budget
September 2011

| | Sep 11 | Budget | \$ Over Budget | Oct '10 - Sep 11 | YTD Budget | \$ Over Budget | Annual Budget |
|--|----------------|---------------|----------------|------------------|------------------|----------------|------------------|
| Income | | | | | | | |
| 14100 · Service | | | | | | | |
| 14110 · Water - Customer Service Revenue | 66,071 | 25,965 | 40,106 | 514,182 | 311,580 | 202,602 | 311,580 |
| 14210 · Sewer - Customer Service Fee | 27,010 | 23,749 | 3,261 | 284,904 | 284,984 | (80) | 284,984 |
| 14310 · Penalties & Interest | 2,657 | 1,250 | 1,407 | 19,364 | 15,000 | 4,364 | 15,000 |
| 14410 · Mayfield Ranch Pass Thru | 1,954 | 1,958 | (4) | 23,400 | 23,496 | (96) | 23,496 |
| 14430 · Basic Services | 25,611 | 25,161 | 450 | 236,524 | 301,932 | (65,408) | 301,932 |
| Total 14100 · Service | 123,303 | 78,083 | 45,220 | 1,078,374 | 936,992 | 141,382 | 936,992 |
| 14300 · Property Taxes | | | | | | | |
| 14320 · Property Tax | 5 | 0 | 5 | 366,455 | 358,881 | 7,574 | 358,881 |
| 14325 · Property Tax Penalty | 1 | 0 | 1 | 2,970 | 1,333 | 1,637 | 1,333 |
| Total 14300 · Property Taxes | 6 | 0 | 6 | 369,425 | 360,214 | 9,211 | 360,214 |
| 14400 · Miscellaneous | | | | | | | |
| 14330 · Miscellaneous Income | 0 | 0 | 0 | 726 | 725 | 1 | 725 |
| 14370 · Interest Earned on Temp. Invest | (1,522) | 667 | (2,189) | 7,186 | 8,000 | (814) | 8,000 |
| 14390 · Interest Earned on Checking | 0 | 0 | 0 | 203 | 150 | 53 | 150 |
| Total 14400 · Miscellaneous | (1,522) | 667 | (2,189) | 8,116 | 8,875 | (759) | 8,875 |
| Total Income | 121,786 | 78,749 | 43,037 | 1,455,914 | 1,306,081 | 149,833 | 1,306,081 |
| Expense | | | | | | | |
| 16100 · Wholesale Services | | | | | | | |
| 16125 · Purchase Water | 88,057 | 32,417 | 55,641 | 532,017 | 389,000 | 143,017 | 389,000 |
| 16220 · Purchase Sewer Service | 57,988 | 21,281 | 36,706 | 288,831 | 255,377 | 33,454 | 255,377 |
| 16410 · Garbage Expense | 14,414 | 13,292 | 1,123 | 143,256 | 159,500 | (16,244) | 159,500 |
| Total 16100 · Wholesale Services | 160,459 | 66,990 | 93,470 | 964,103 | 803,877 | 160,226 | 803,877 |
| 16200 · District Facilities | | | | | | | |
| 15410 · Management & Operations | 7,557 | 7,625 | (69) | 82,707 | 91,500 | (8,793) | 91,500 |
| 16130 · Maintenance & Repairs - Water | 2,818 | 1,833 | 985 | 15,719 | 22,000 | (6,281) | 22,000 |
| 16131 · Water Loss Prevention | 0 | 417 | (417) | 0 | 5,000 | (5,000) | 5,000 |
| 16150 · Laboratory Expense | 45 | 38 | 8 | 441 | 450 | (9) | 450 |
| 16160 · Utilities | 669 | 750 | (81) | 7,311 | 9,000 | (1,689) | 9,000 |
| 16170 · Night Watchman Lights | 1,474 | 1,583 | (110) | 17,334 | 19,000 | (1,666) | 19,000 |
| 16175 · Streetlight Maintenance | (47,500) | 0 | (47,500) | 0 | 47,500 | (47,500) | 47,500 |
| 16205 · Drainage Maintenance | 3,940 | 1,667 | 2,273 | 33,524 | 20,000 | 13,524 | 20,000 |
| 16210 · Inspection Expense | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 16230 · Maintenance & Repairs - Sewer | 1,852 | 875 | 977 | 10,128 | 10,500 | (372) | 10,500 |
| 16312 · Meter Replacement | 419 | 625 | (206) | 8,296 | 7,500 | 796 | 7,500 |
| 16390 · Telephone Expense | 93 | 105 | (12) | 1,119 | 1,260 | (141) | 1,260 |
| 16580 · Patrol Service | 3,680 | 3,583 | 97 | 42,977 | 43,000 | (23) | 43,000 |
| 16622 · LS Preventive O&M | 0 | 208 | (208) | 0 | 2,500 | (2,500) | 2,500 |
| 16623 · Water Distribution Repairs | 0 | 3,248 | (3,248) | 8,800 | 12,990 | (4,190) | 12,990 |

| | Sep 11 | Budget | \$ Over Budget | Oct '10 - Sep 11 | YTD Budget | \$ Over Budget | Annual Budget |
|-------------------------------------|-----------|----------|----------------|------------------|------------|----------------|---------------|
| Total 16200 - District Facilities | (24,954) | 22,557 | (47,510) | 228,356 | 292,200 | (63,844) | 292,200 |
| 16300 - Administrative | 0 | 0 | 0 | 2,960 | 2,500 | 460 | 2,500 |
| 16320 - Tax Assessor/Appraisal | 0 | 0 | 0 | 1,959 | 2,500 | (541) | 2,500 |
| 16380 - Permit Expense | 0 | 0 | 0 | 7,539 | 8,000 | (461) | 8,000 |
| 16440 - Seminar Expense | 0 | 83 | (83) | 741 | 1,000 | (259) | 1,000 |
| 16450 - Legal Notices & Other Publ. | 472 | 333 | 138 | 5,455 | 4,000 | 1,455 | 4,000 |
| 16460 - Printing & Office Supplies | 0 | 67 | (67) | 0 | 800 | (800) | 800 |
| 16470 - Filing Fees | 1 | 104 | (103) | 988 | 1,250 | (262) | 1,250 |
| 16480 - Delivery Expense | 74 | 42 | 32 | 326 | 500 | (174) | 500 |
| 16520 - Postage | 200 | 0 | 200 | 1,621 | 1,500 | 121 | 1,500 |
| 16530 - Insurance & Surety Bond | 4 | 67 | (62) | 50 | 800 | (750) | 800 |
| 16540 - Contractor Mileage | 328 | 208 | 120 | 3,685 | 2,500 | 1,185 | 2,500 |
| 16560 - Miscellaneous Expense | 2,102 | 500 | 1,602 | 12,351 | 6,000 | 6,351 | 6,000 |
| 16565 - Credit Card Fees | 646 | 1,446 | (800) | 18,408 | 17,348 | 1,060 | 17,348 |
| 16600 - Payroll Expenses | 30 | 167 | (137) | 614 | 2,000 | (1,386) | 2,000 |
| 16610 - Director Reimbursement | 0 | 208 | (208) | 400 | 2,500 | (2,100) | 2,500 |
| 16611 - Arbitrage Expense | | | | | | | |
| Total 16300 - Administrative | 3,857 | 3,225 | 632 | 57,096 | 53,198 | 3,898 | 53,198 |
| 16400 - Professional | 7,877 | 6,250 | 1,627 | 91,180 | 75,000 | 16,180 | 75,000 |
| 16330 - Legal Fees | 0 | 0 | 0 | 18,000 | 20,000 | (2,000) | 20,000 |
| 16340 - Auditing Fees | 2,702 | 1,667 | 1,035 | 27,916 | 20,000 | 7,916 | 20,000 |
| 16350 - Engineering Fees | 69 | 4,167 | (4,098) | 20,182 | 50,000 | (29,818) | 50,000 |
| 16351 - Engineering Fees - Special | (33,016) | 3,333 | (36,349) | 0 | 40,000 | (40,000) | 40,000 |
| 16352 - Engineering Fees - Wall | 1,863 | 1,833 | 29 | 19,875 | 22,000 | (2,125) | 22,000 |
| 16430 - Bookkeeping Fees | 1,700 | 0 | 1,700 | 3,400 | 1,700 | 1,700 | 1,700 |
| 16490 - Financial Advisor Fees | 0 | 0 | 0 | 6,355 | 0 | 6,355 | 0 |
| 16495 - Disclosure Counsel Fees | | | | | | | |
| Total 16400 - Professional | (18,806) | 17,250 | (36,056) | 186,908 | 228,700 | (41,792) | 228,700 |
| 16640 - Capital Outlay | 82,228 | | | 85,369 | | | |
| 16660 - Transfer to CPF | 22,000 | | | 22,000 | | | |
| Total Expense | 224,784 | 110,021 | 114,763 | 1,543,832 | 1,377,975 | 165,857 | 1,377,975 |
| Net Income | (102,998) | (31,272) | (71,726) | (87,918) | (71,894) | (16,024) | (71,894) |

Vista Oaks MUD
District Debt Service Payments
 07/01/2011 - 12/31/2012

| Paying Agent | Series | Date Due | Date Paid | Principal | Interest | Total Due |
|--|--------|------------|------------|-----------------------|---------------------|-----------------------|
| Debt Service Payment Due 09/01/2011 | | | | | | |
| WELLS FARGO BANK, NA | 2002 | 09/01/2011 | 08/31/2011 | 175,000.00 | 58,213.75 | 233,213.75 |
| WELLS FARGO BANK, NA | 2004 | 09/01/2011 | 08/31/2011 | 385,000.00 | 24,123.00 | 409,123.00 |
| WELLS FARGO BANK, NA | 2010R | 09/01/2011 | 08/31/2011 | 295,000.00 | 80,801.00 | 375,801.00 |
| Total Due 09/01/2011 | | | | 855,000.00 | 163,137.75 | 1,018,137.75 |
| Debt Service Payment Due 03/01/2012 | | | | | | |
| WELLS FARGO BANK, NA | 2002 | 03/01/2012 | | 0.00 | 54,626.25 | 54,626.25 |
| WELLS FARGO BANK, NA | 2004 | 03/01/2012 | | 0.00 | 16,923.50 | 16,923.50 |
| WELLS FARGO BANK, NA | 2010R | 03/01/2012 | | 0.00 | 75,078.00 | 75,078.00 |
| Total Due 03/01/2012 | | | | 0.00 | 146,627.75 | 146,627.75 |
| Debt Service Payment Due 09/01/2012 | | | | | | |
| WELLS FARGO BANK, NA | 2002 | 09/01/2012 | | 185,000.00 | 54,626.25 | 239,626.25 |
| WELLS FARGO BANK, NA | 2004 | 09/01/2012 | | 400,000.00 | 16,923.50 | 416,923.50 |
| WELLS FARGO BANK, NA | 2010R | 09/01/2012 | | 305,000.00 | 75,078.00 | 380,078.00 |
| Total Due 09/01/2012 | | | | 890,000.00 | 146,627.75 | 1,036,627.75 |
| District Total | | | | \$1,745,000.00 | \$456,393.25 | \$2,201,393.25 |

Vista Oaks - GOF
Balance Sheet
As of September 30, 2011

| | Sep 30, 11 |
|---|---------------------|
| ASSETS | |
| Current Assets | |
| Checking/Savings | |
| 11100 · Cash in Bank | 305,611.73 |
| 11110 · Managers | 5,002.26 |
| 11115 · Compass Lockbox | 48,919.88 |
| Total Checking/Savings | 359,533.87 |
| Other Current Assets | |
| 11300 · Time Deposits | 665,000.00 |
| 11310 · Money Market Cash | 190,969.98 |
| 11500 · Accounts Receivable | 139,444.68 |
| 11510 · Allowance For Doubtful Accounts | (1,200.00) |
| 11520 · Maintenance Tax Receivable | 3,844.79 |
| 11567 · A/R - Mayfield | 7,875.00 |
| 11580 · Accrued Interest | 1,776.36 |
| 11620 · Prepaid Insurance | 2,134.00 |
| 11640 · Prepaid CAD Fees | 794.02 |
| 11650 · Prepaid Bond/BAN Expense | 5,349.94 |
| 11745 · Due From CORR | 61,588.97 |
| Total Other Current Assets | 1,077,577.74 |
| Total Current Assets | 1,437,111.61 |
| TOTAL ASSETS | 1,437,111.61 |
| LIABILITIES & EQUITY | |
| Liabilities | |
| Current Liabilities | |
| Accounts Payable | |
| 12000 · Accounts Payable | 144,551.13 |
| Total Accounts Payable | 144,551.13 |
| Other Current Liabilities | |
| 12050 · Accrued AP | 25,103.25 |
| 12610 · Customer Meter Deposits | 116,175.00 |
| 12750 · Due To DSF | 4,182.25 |
| 12760 · Due to TCEQ | 3,866.59 |
| 12770 · Unclaimed Property | 1,197.07 |
| 12790 · Deferred Taxes | 3,844.79 |
| Total Other Current Liabilities | 154,368.95 |
| Total Current Liabilities | 298,920.08 |
| Total Liabilities | 298,920.08 |
| Equity | |
| 13000 · Nonspendable Prepaid Costs | 8,277.96 |
| 13010 · Unassigned Fund Balance | 725,101.62 |
| 13020 · Assigned Fund Balance | 492,730.00 |
| Net Income | (87,918.05) |
| Total Equity | 1,138,191.53 |
| TOTAL LIABILITIES & EQUITY | 1,437,111.61 |

VISTA OAKS MUD
Capital Projects Fund Breakdown
as of 11/14/2011

Net Proceeds for All Bond Issues

Checking Account \$0.00

Receipts

| | |
|---------------------------------|----------------|
| Series 1996 - Bond Proceeds | \$3,000,000.00 |
| Series 1996 - Interest Earnings | 0.00 |
| Series 1998 - Bond Proceeds | 3,750,000.00 |
| Series 1998 - Interest Earnings | 0.00 |
| Series 2000 - Bond Proceeds | 2,625,000.00 |
| Series 2000 - Interest Earnings | 69,507.21 |
| Series 2002 - Bond Proceeds | 3,775,000.00 |
| Series 2002 - Interest Earnings | 68,337.32 |

Disbursements

| | |
|--|-------------------|
| Series 1996 - Disbursements (Attached) | (3,000,000.00) |
| Series 1998 - Disbursements (Attached) | (3,750,000.00) |
| Series 2000 - Disbursements (Attached) | (2,694,507.21) |
| Series 2002 - Disbursements (Attached) | (3,402,458.02) |
| Total Cash Balance | 440,879.30 |

Balances by Account

| | |
|-----------------------------------|---------------------|
| Investments - CD's | \$0.00 |
| Texas Class (MM# TX-01-0454-0001) | 0.00 |
| Texas Class (MM# TX-01-0454-0002) | 0.00 |
| Bank of Texas Escrow (600024642) | 440,879.30 |
| Total Cash Balance | \$440,879.30 |

Balances by Bond Series

| | |
|-----------------------------|---------------------|
| Beginning Balance | \$0.00 |
| Series 2002 - Bond Proceeds | 440,879.30 |
| Total Cash Balance | \$440,879.30 |

Remaining Costs/Surplus By Bond Series

| | |
|---|-----------------------|
| Series 1996 - Remaining Costs | \$0.00 |
| Series 1998 - Remaining Costs | 0.00 |
| Series 2000 - Remaining Costs | 0.00 |
| Series 2002 - Remaining Costs | 0.00 |
| Total Amount in Remaining Costs | 0.00 |
| Series 1996 - Surplus & Interest | 0.00 |
| Series 1998 - Surplus & Interest | 0.00 |
| Series 2000 - Surplus & Interest | 0.00 |
| Series 2002 - Surplus & Interest | 440,879.30 |
| Total Surplus & Interest Balance | 440,879.30 |
| Total Remaining Costs/Surplus | 440,879.30 |

**\$148,778 to GOF (W/W Tring 12) Rehab and balance to DSF)

VISTA OAKS MUD
TAX ANALYSIS FISCAL YEAR END 09/30/11

| PERCENTAGE | TAX YEARS 2010 | | | TAX YEARS 2009 | | | TAX YEARS 2008 | | | GRAND DEBT SERV | TOTAL MAINT | TOTAL |
|---------------------|----------------------|--------------------|----------------------|------------------|------------------|------------------|-----------------|---------------|-----------------|---------------------|-------------------|---------------------|
| | DS 0.7432 | MT 0.2568 | TOTAL 2010 | DS 0.8100 | MT 0.1892 | TOTAL 2009 | DS 0.8108 | MT 0.1892 | TOTAL 2008 | | | |
| PRIOR YEAR TAX LEVY | 0.00 1,082,310.00 | 0.00 356,982.56 | 0.00 1,429,300.56 | 4,708.90 0.00 | 1,110.41 0.00 | 5,069.31 0.00 | | | | 1,222.68 0.00 | 284.44 0.00 | 16,166.00 0.00 |
| COLLECTIONS: | | | | | | | | | | | | |
| OCT 10 TAXES | 1,279.50 | 443.01 | 1,721.51 | 1,767.82 | 315.42 | 1,657.24 | 0.00 | 0.00 | 0.00 | 2,631.32 | 757.43 | 3,388.75 |
| OCT 10 PENALTY | 0.00 | 0.00 | 0.00 | 283.98 | 66.24 | 350.12 | 0.00 | 0.00 | 0.00 | 283.98 | 66.24 | 350.12 |
| NOV 10 TAXES | 36,250.76 | 13,592.50 | 62,944.66 | (90.00) | (21.00) | (111.00) | 0.00 | 0.00 | 0.00 | 2,515.20 | 823.87 | 3,339.07 |
| NOV 10 PENALTY | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 39,260.76 | 13,672.90 | 62,933.66 |
| DEC 10 TAXES | 637,672.50 | 241,014.13 | 938,686.63 | 1,063.86 | 246.23 | 1,312.09 | 1,057.90 | 246.92 | 1,304.82 | 696,794.16 | 241,608.18 | 941,303.34 |
| DEC 10 PENALTY | 0.00 | 0.00 | 0.00 | 76.02 | 18.20 | 94.22 | 162.20 | 37.86 | 200.05 | 240.22 | 56.05 | 296.27 |
| JAN 11 TAXES | 188,146.47 | 64,995.71 | 253,141.18 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 700,034.38 | 241,565.23 | 941,599.61 |
| JAN 11 PENALTY | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 188,146.47 | 64,995.71 | 253,141.18 |
| FEB 11 TAXES | 64,816.47 | 22,291.15 | 87,207.62 | 75.73 | 17.67 | 93.40 | 0.00 | 0.00 | 0.00 | 388,145.47 | 64,995.71 | 453,141.18 |
| FEB 11 PENALTY | 422.72 | 148.03 | 588.75 | 18.92 | 4.42 | 23.35 | 0.00 | 0.00 | 0.00 | 64,816.47 | 22,291.15 | 87,207.62 |
| MAR 11 TAXES | 16,201.61 | 5,282.56 | 20,874.17 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 65,333.85 | 22,559.27 | 87,893.12 |
| MAR 11 PENALTY | 1,200.75 | 414.80 | 1,615.55 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 16,201.61 | 5,282.56 | 20,874.17 |
| APR 11 TAXES | 9,286.05 | 3,207.91 | 12,493.95 | 1,067.84 | 249.16 | 1,317.00 | 0.00 | 0.00 | 0.00 | 16,492.36 | 5,697.06 | 22,189.72 |
| APR 11 PENALTY | 713.74 | 246.66 | 960.30 | 288.32 | 67.27 | 355.59 | 0.00 | 0.00 | 0.00 | 9,286.05 | 3,207.91 | 12,493.95 |
| MAY 11 TAXES | 9,896.12 | 3,482.86 | 13,447.99 | 0.00 | 0.00 | 0.00 | 2.69 | 0.60 | 3.19 | 10,911.14 | 3,456.44 | 14,367.58 |
| MAY 11 PENALTY | 954.83 | 329.86 | 1,284.68 | 0.00 | 0.00 | 0.00 | 1.03 | 0.24 | 1.27 | 954.83 | 329.86 | 1,284.68 |
| JUNE 11 TAXES | 17,089.58 | 5,903.67 | 22,993.25 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 10,974.87 | 3,788.27 | 14,763.14 |
| JUNE 11 PENALTY | 2,481.31 | 857.18 | 3,338.49 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 17,089.58 | 5,903.67 | 22,993.25 |
| JULY 11 TAXES | 14,496.99 | 5,008.05 | 19,505.04 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 17,089.58 | 5,903.67 | 22,993.25 |
| JULY 11 PENALTY | 2,792.13 | 778.01 | 3,570.14 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 2,481.31 | 857.18 | 3,338.49 |
| AUG 11 TAXES | 285.29 | 95.55 | 383.84 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 19,570.89 | 6,760.85 | 26,331.74 |
| AUG 11 PENALTY | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 14,496.99 | 5,008.05 | 19,505.04 |
| SEPT 11 TAXES | 6.02 | 2.08 | 8.10 | 6.57 | 1.53 | 8.10 | 3.98 | 0.93 | 4.91 | 2,252.13 | 778.01 | 3,030.14 |
| SEPT 11 PENALTY | 1.20 | 0.42 | 1.62 | 2.10 | 0.49 | 2.59 | 1.74 | 0.41 | 2.15 | 16,748.12 | 5,786.05 | 22,534.18 |
| TOTALS | 1,065,742.04 | 358,165.43 | 1,433,907.47 | 4,147.07 | 967.63 | 5,114.70 | 1,229.34 | 286.85 | 1,516.19 | 21.61 | 5.86 | 27.47 |
| TAXES | 1,057,715.36 | 365,392.58 | 1,423,107.94 | 3,475.82 | 811.01 | 4,286.83 | 1,084.37 | 246.35 | 1,332.72 | 1,062,268.96 | 356,464.92 | 1,428,733.90 |
| PENALTY | 8,026.68 | 2,772.85 | 10,799.53 | 671.25 | 156.62 | 827.87 | 164.97 | 38.50 | 203.47 | 3,870.77 | 2,969.71 | 11,840.48 |
| TOTALS | 1,065,742.04 | 368,165.43 | 1,433,907.47 | 4,147.07 | 967.63 | 5,114.70 | 1,229.34 | 286.85 | 1,516.19 | 1,071,139.75 | 369,434.63 | 1,440,564.38 |
| ADJUSTMENTS | (87.63) | (30.27) | (117.90) | (90.00) | (21.00) | (111.00) | 0.00 | 0.00 | 0.00 | (177.63) | (51.27) | (228.90) |
| TAX REC @ 09/30/11 | 4,515.01 | 1,569.73 | 6,074.74 | 1,193.09 | 278.39 | 1,471.48 | 1,265.85 | 295.37 | 1,561.25 | 15,589.29 | 3,344.79 | 19,514.08 |
| TAX RATES | 0.3500 | 0.1900 | 0.7400 | 0.6000 | 0.1400 | 0.7400 | 0.6000 | 0.1400 | 0.7400 | | | |

WILLIAMSON COUNTY MUD NO 9
Utility Usage & Expense

| Fund Type | Address | Facility | Oct-10 | Nov-10 | Dec-10 | Jan-11 | Feb-11 | Mar-11 | Apr-11 | May-11 | Jun-11 | Jul-11 | Aug-11 | Sep-11 | Total |
|--------------|--|----------|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|-----------------------|-----------------------|-----------------------|------------------------|
| Operating | 4013 HOYER CONVE - LIFT STATION AUSTIN, TX ACCT # 1156-8672-00 | | 4,820 \$ 1,917.27 | 4,960 \$ 1,930.70 | 5,060 \$ 1,936.09 | 5,100 \$ 1,849.24 | 4,980 \$ 2,008.59 | 4,420 \$ 1,956.21 | 4,700 \$ 1,983.41 | 4,540 \$ 1,959.01 | 4,460 \$ 1,951.81 | 13,020 \$ 2,012.19 | 12,760 \$ 1,988.80 | 12,820 \$ 1,994.20 | 81,660 \$ 22,909.52 |
| | NEWLAND PLACE-TRAIL LIGHTS AUSTIN TX ACCT # 1735-5673-00 | | 316 \$ 64.03 | 519 \$ 64.29 | 318 \$ 44.98 | 259 \$ 60.05 | 287 \$ 63.32 | 266 \$ 69.23 | 301 \$ 64.58 | 251 \$ 60.08 | 259 \$ 60.80 | 285 \$ 69.14 | 284 \$ 65.05 | 287 \$ 63.32 | 3,485 \$ 734.87 |
| | HONEY BEAR LOOP - TRAIL LIGHTS AUSTIN TX ACCT # 1735-5656-00 | | 127 \$ 48.16 | 128 \$ 48.24 | 128 \$ 33.64 | 120 \$ 46.74 | 120 \$ 48.30 | 121 \$ 48.38 | 128 \$ 49.01 | 116 \$ 47.94 | 113 \$ 47.66 | 119 \$ 48.20 | 117 \$ 48.02 | 116 \$ 47.94 | 1,453 \$ 562.23 |
| | 4425 CR 175 - WATER VAULT AUSTIN TX ACCT# 1738-6046-00 | | 37.50 \$ 37.50 | 37.50 \$ 37.50 | 26.16 \$ 26.16 | 37.50 \$ 37.50 | 37.50 \$ 37.50 | 37.50 \$ 37.50 | 37.50 \$ 37.50 | 37.50 \$ 37.50 | 37.50 \$ 37.50 | 37.50 \$ 37.50 | 37.50 \$ 37.50 | 37.50 \$ 37.50 | 438.66 |
| Total Usage | | | 5,263 | 5,427 | 5,506 | 5,513 | 5,387 | 4,827 | 5,229 | 4,907 | 4,832 | 13,424 | 13,161 | 13,223 | 86,598 |
| Total Amount | | | \$ 2,066.96 | \$ 2,080.73 | \$ 1,440.87 | \$ 1,993.53 | \$ 2,157.71 | \$ 2,107.32 | \$ 2,134.50 | \$ 2,114.53 | \$ 2,107.77 | \$ 2,161.08 | \$ 2,137.37 | \$ 2,142.96 | \$ 20,865.28 |

OCT 14 2011

MUNICIPAL ACCOUNTS
& CONSULTING, L.P.




Vista Oaks Municipal
Utility District
Quarterly Investment Inventory Report
Period Ending September 30, 2011

BOARD OF DIRECTORS
Vista Oaks Municipal
Utility District

Attached is the Quarterly Investment Inventory Report for the
Period ending September 30, 2011.

This report and the District's investment portfolio are in compliance with the
investment strategies expressed in the District's investment policy, and the
Public Funds Investment Act


Mark M. Burton
(Investment Officer)


Autumn Phillips
(Investment Officer)

COMPLIANCE TRAINING

*JB 675 states the Investment Officer must attend at least one training seminar for (6) six hours
Within twelve months of taking office and requires at least (4) four hours training within each (2)
two year period thereafter.

INVESTMENT OFFICERS

Mark M. Burton

Autumn Phillips

CURRENT TRAINING

September 14, 2002 (McCall, Gibson 6Hrs)

September 13, 2003 (McCall, Gibson 4Hrs)

October 1, 2005 (McCall, Gibson 4Hrs)

October 26, 2007 (UNT 10Hrs)

October 26, 2009 (Teeppool Academy 10Hrs)

September 14, 2002 (McCall, Gibson 6Hrs)

October 25, 2008 (Virtual Learning Center 10hrs)

November 8, 2010 (Teeppool Academy 10 hrs)

Vista Oaks MUD
Summary of Money Market Funds
 07/01/2011 - 09/30/2011

| Fund: Operating | | Financial Institution: TEXPOOL | | Account Number: XXXX0001 | | Date Opened: 07/31/2008 | Current Interest Rate: 0.89% | Description | Begin Balance | Cash Added | Cash Withdrawn | Int. Earned | End Balance |
|------------------------------|--|--------------------------------|--|---------------------------|--|-------------------------|------------------------------|---------------|---------------|----------------|----------------|--------------|-------------|
| Date | | | | | | | | | | | | | |
| 07/01/2011 | | | | | | | | 204,289.58 | | | | | |
| 07/11/2011 | | | | TRANSFER TO CPF | | | | | | (92.49) | | | |
| 07/11/2011 | | | | M&O TAX TRANSFER | | | | | 6,087.27 | | | | |
| 07/13/2011 | | | | TO CHECKING | | | | | | (50,000.00) | | | |
| 07/31/2011 | | | | | | | | | | | | 9.85 | |
| 08/03/2011 | | | | M&O TAX TRANSFER | | | | | 6,761.40 | | | | |
| 08/31/2011 | | | | c | | | | | | | | 11.89 | |
| 09/07/2011 | | | | WT FROM ALLEG CD XXXX0042 | | | | | 125,000.00 | | | | |
| 09/12/2011 | | | | M&O TAX TRANSFER | | | | | 5,786.61 | | | | |
| 09/12/2011 | | | | TO CHECKING | | | | | | (160,000.00) | | | |
| 09/12/2011 | | | | TO CPF-BSCROW BALANCES | | | | | | (22,000.00) | | | |
| Totals for Account XXXX0001 | | | | | | | | \$204,289.58 | \$143,635.28 | (\$232,092.49) | \$21.74 | \$115,854.11 | |
| Account Number: XXXX0005 | | | | | | | | Begin Balance | Cash Added | Cash Withdrawn | Int. Earned | End Balance | |
| 07/01/2011 | | | | | | | | 75,088.71 | | | | 4.26 | |
| 07/31/2011 | | | | | | | | | | | | 5.46 | |
| 08/31/2011 | | | | | | | | | | | | \$9.72 | \$75,098.43 |
| Totals for Account XXXX0005: | | | | | | | | \$75,088.71 | | | | \$9.72 | \$75,098.43 |
| Totals for Operating Funds: | | | | | | | | \$279,378.29 | \$143,635.28 | (\$232,092.49) | \$31.46 | \$190,952.54 | |

Maturity Used For: (Reporting Market Values)
 Certificate of Deposit:
 Securities/Direct Government Obligations:
 Public Fund Investment Post/PAM Account:
 Face Value Plus Accrued Interest
 Market Value Quoted by the Seller of the Security and Confirmed in Writing
 Balance = Book Value = Current Market

Yista Oaks MUD
Summary of Money Market Funds
 07/01/2011 - 09/30/2011

| Fund: Capital Projects | | Financial Institution: BANK OF TEXAS | | Account Number: XXXX-ESC | | Date Opened: 09/08/2011 | | Current Interest Rate: 0.44% | |
|------------------------------------|-----------------------------------|--------------------------------------|--------------|------------------------------|-------------|-------------------------|--|------------------------------|--|
| Date | Description | Begin Balance | Cash Added | Cash Withdrawn | Int. Earned | End Balance | | | |
| 07/01/2011 | | 0.00 | | | | | | | |
| 09/15/2011 | TRANSFER FROM TEXAS CLASS | | 440,857.24 | | | | | | |
| | Totals for Account XXXX-ESC: | \$0.00 | \$440,857.24 | | | \$440,857.24 | | | |
| Financial Institution: TEXAS CLASS | | | | | | | | | |
| Account Number: XXXX0002 | | Date Opened: 11/25/2008 | | Current Interest Rate: 0.10% | | | | | |
| Date | Description | Begin Balance | Cash Added | Cash Withdrawn | Int. Earned | End Balance | | | |
| 07/01/2011 | | 419,666.53 | | | | | | | |
| 07/11/2011 | TRANSFER FROM GOF | | 52.49 | | | | | | |
| 07/31/2011 | | | | | 49.76 | | | | |
| 08/31/2011 | | | | | 48.46 | | | | |
| 09/13/2011 | FROM GOF-BALANCE TO ESCROW | | 22,060.00 | | | | | | |
| 09/15/2011 | TRANSFER TO ESCROW ACCOUNT | | | (440,857.24) | | | | | |
| | Totals for Account XXXX0002: | \$419,666.53 | \$22,092.49 | (\$440,857.24) | \$98.22 | \$0.00 | | | |
| | Totals for Capital Projects Fund: | \$419,666.53 | \$462,949.73 | (\$440,857.24) | \$98.22 | \$440,857.24 | | | |

Methods Used For Reporting Market Values
 Face Value Plus Accrued Interest
 Certificates of Deposit
 Market Value Quoted by the Seller of the Security and Confirmed in Writing
 Securities/Direct Government Obligations
 Balance = Book Value = Current Market
 Public Fund Investment Pool/AM Accounts
 Balance = Book Value = Current Market

Visa Oaks MUD

Summary of Money Market Funds

07/01/2011 - 09/30/2011

| Fund: Debt Service | | | |
|---|---------------------------|----------------|----------------|
| Financial Institution: TEXPOOL | | | |
| Account Number: XXXX0002 Date Opened: 07/31/2008 Current Interest Rate: 0.09% | | | |
| Date | Description | Begin Balance | End Balance |
| 07/01/2011 | | 577,739.80 | |
| 07/11/2011 | DSF TAX TRANSFER | | 33.00 |
| 07/31/2011 | | | |
| 08/08/2011 | DSF TAX TRANSFER | 19,572.50 | |
| 08/22/2011 | WT FROM EB XXXX9855 | 235,000.00 | |
| 08/22/2011 | WT FROM IBC XXXX0972 | 240,000.00 | |
| 08/22/2011 | WT FROM BOH XXXX0321 | 240,000.00 | |
| 08/22/2011 | WT FROM ICB XXXX2696 | 240,000.00 | |
| 08/24/2011 | WT FROM ALLEG CD XXXX9958 | 150,000.00 | |
| 08/31/2011 | BOND PAYMENT WFB | | (1,018,137.75) |
| 08/31/2011 | | | 59.82 |
| 09/12/2011 | DSF TAX TRANSFER | 16,750.71 | |
| Totals for Account XXXX0002: | | \$577,739.80 | \$92.62 |
| | | \$1,150,001.10 | \$709,695.97 |

| Fund: Debt Service | | | |
|---|--------------------------|---------------|-------------|
| Financial Institution: TEXPOOL | | | |
| Account Number: XXXX0003 Date Opened: 07/31/2008 Current Interest Rate: 0.09% | | | |
| Date | Description | Begin Balance | End Balance |
| 07/01/2011 | | 41,099.06 | |
| 07/11/2011 | M&O TAX TRANSFER | | (6,087.27) |
| 07/11/2011 | DSF TAX TRANSFER | | (8,677.89) |
| 07/31/2011 | | | 2.14 |
| 07/31/2011 | 7/11 TAX COLLECTIONS | 21,080.00 | |
| 07/31/2011 | 7/11 TAX COLLECTIONS-DIT | 1,435.13 | |
| 08/09/2011 | M&O TAX TRANSFER | | (6,761.46) |
| 08/09/2011 | DSF TAX TRANSFER | | (19,572.50) |
| 08/31/2011 | | | 2.28 |
| 08/31/2011 | 8/11 TAX COLLECTIONS | 383.84 | |
| 09/12/2011 | M&O TAX TRANSFER | | (5,786.61) |

Methods Used For Reporting Market Values:
 Certificates of Deposit: Face Value Plus Accrued Interest
 Securities/Direct Government Obligations: Market Value Quoted by the Seller of the Security and Confirmed in Writing
 Public Fund Investment Pool/NAV Accounts: Balance = Book Value = Current Market

Vista Oaks MUD
Summary of Money Market Funds
 07/01/2011 - 09/30/2011

| Fund: Debt Service | | Financial Institution: TEXPOOL | Date Opened: 07/31/2008 | Current Interest Rate: 0.09% | | | |
|--------------------|-------------------------------|--------------------------------|-------------------------|------------------------------|-------------|--------------|--|
| Date | Description | Begin Balance | Cash Added | Cash Withdrawn | Int. Earned | End Balance | |
| 09/12/2011 | DSF TAX TRANSFER | \$41,099.06 | \$22,919.02 | (16,750.71) | \$4.42 | \$386.12 | |
| | Totals for Account XXXX0003: | \$619,333.86 | \$1,172,000.12 | (\$63,636.39) | \$97.24 | \$710,082.09 | |
| | Totals for Debt Service Fund: | | | (\$1,031,774.13) | | | |

Methods Used For Reporting Market Values
 Certificate of Deposit: Price Value Plus Accrued Interest
 Securities/Direct Government Obligations: Market Value Quoted by the Seller of the Security and Confirmed in Writing
 Public Fund Investment Pool/MM Accounts: Balance = Book Value = Current Market

Summary of Certificates of Deposit with Money Market

07/01/2011 - 09/30/2011

| Financial Institution | Investment Number | Issue Date | Maturity Date | Beginning Balance | Principal From Cash | Principal From Investment | Principal Withdrawn | Principal Reinvested | Ending Balance | Interest Rate | Beg. Acc. Interest | Interest Earned | Interest Reinvested | Interest Withdrawn | Accrued Interest |
|--|-------------------|------------|---------------|-------------------|---------------------|---------------------------|---------------------|----------------------|----------------|---------------|--------------------|-----------------|---------------------|--------------------|------------------|
| Fund: Operating | | | | | | | | | | | | | | | |
| Certificates of Deposit | | | | | | | | | | | | | | | |
| ALLEGIANCE BANK | XXXX4414 | 06/18/11 | 02/15/12 | 95,000.00 | 0.00 | 0.00 | 0.00 | 0.00 | 95,000.00 | 0.75% | 23.42 | 0.00 | 0.00 | 0.00 | 203.01 |
| ALLEGIANCE BANK | XXXX6042 | 01/10/11 | 09/07/11 | 125,000.00 | 0.00 | 0.00 | 125,000.00 | 0.00 | 0.00 | 0.75% | 439.21 | 602.80 | 0.00 | 0.00 | 0.00 |
| Rollover over: FROM CD XXXX3087/CLOSED TO TEXPOL.MM XXXX0001 | | | | | | | | | | | | | | | |
| BANK OF HOUSTON | XXXX0380 | 04/16/11 | 12/14/11 | 95,000.00 | 0.00 | 0.00 | 0.00 | 0.00 | 95,000.00 | 0.45% | 87.84 | 0.00 | 0.00 | 0.00 | 195.60 |
| Rollover over: FROM CD XXXX1989 | | | | | | | | | | | | | | | |
| GREEN BANK | XXXX1416 | 05/10/11 | 01/05/12 | 95,000.00 | 0.00 | 0.00 | 0.00 | 0.00 | 95,000.00 | 0.70% | 92.92 | 0.00 | 0.00 | 0.00 | 260.53 |
| GREEN BANK | XXXX1552 | 02/22/11 | 10/20/11 | 95,000.00 | 0.00 | 0.00 | 0.00 | 0.00 | 95,000.00 | 0.70% | 233.20 | 0.00 | 0.00 | 0.00 | 400.82 |
| IBC BANK | XXXX9872 | 10/08/10 | 07/05/11 | 95,000.00 | 0.00 | 0.00 | 0.00 | 95,000.00 | 0.00 | 0.80% | 551.78 | 562.19 | 0.00 | 562.19 | 0.00 |
| IBC BANK | XXXX9872 | 07/05/11 | 03/01/12 | 0.00 | 0.00 | 95,000.00 | 0.00 | 0.00 | 95,000.00 | 0.80% | 0.00 | 0.00 | 0.00 | 0.00 | 181.15 |
| IBC BANK | XXXX1464 | 03/09/11 | 11/05/11 | 95,000.00 | 0.00 | 0.00 | 0.00 | 0.00 | 95,000.00 | 0.80% | 235.29 | 0.00 | 0.00 | 0.00 | 426.85 |
| Rollover over: FROM CD XXXX8899 | | | | | | | | | | | | | | | |
| TEXAS COMMUNITY BANK | XXXX2900 | 11/15/10 | 08/12/11 | 95,000.00 | 0.00 | 0.00 | 0.00 | 95,000.00 | 0.00 | 0.95% | 561.28 | 667.60 | 0.00 | 0.00 | 0.00 |
| TEXAS COMMUNITY BANK | XXXX2900 | 08/12/11 | 04/08/12 | 0.00 | 0.00 | 95,000.00 | 0.00 | 0.00 | 95,000.00 | 0.85% | 0.00 | 0.00 | 0.00 | 0.00 | 108.40 |
| Totals for Operating Funds: | | | | | | | | | | | | | | | |
| | | | | 790,000.00 | 0.00 | 190,000.00 | 125,000.00 | 190,000.00 | 665,000.00 | N/A | 2,224.94 | 1,832.59 | 0.00 | 1,832.59 | \$1,776.36 |
| Interest Earned: | | | | | | | | | | | | | | | |
| Beginning Balance: | \$190,000.00 | | | | | | | | | | | | | | |
| Plus Principal From Cash: | \$0.00 | | | | | | | | | | | | | | |
| Less Principal Withdrawn: | \$125,000.00 | | | | | | | | | | | | | | |
| Plus Interest Reinvested: | \$0.00 | | | | | | | | | | | | | | |
| Fixed Balance: | \$665,000.00 | | | | | | | | | | | | | | |
| MM Balance: | \$190,952.54 | | | | | | | | | | | | | | |
| Total Balance: | \$855,952.54 | | | | | | | | | | | | | | |
| Interest Accrued: | | | | | | | | | | | | | | | |
| Less Beg Accrued Interest: | \$2,224.94 | | | | | | | | | | | | | | |
| Plus End Accrued Interest: | \$1,776.36 | | | | | | | | | | | | | | |
| Fixed Interest Earned: | \$1,384.01 | | | | | | | | | | | | | | |
| MM Interest Earned: | \$31.46 | | | | | | | | | | | | | | |
| Total Interest Earned: | \$1,415.47 | | | | | | | | | | | | | | |

Method Used For Reporting Market Value

Certificates of Deposit

Spot/Net/Direct Government Obligations

Public Fund Investment Pool/AM/ Accrual

Fees Value Plus Accrued Interest

Market Value Quoted by the Seller of the Security and Confirmed in Writing

Balance = Book Value = Current Market

Visa Oaks MUD

Summary of Certificates of Deposit with Money Market

07/01/2011 - 09/30/2011

| Financial Institution | Investment Number | Issue Date | Maturity Date | Beginning Balance | Principal From Cash | Principal From Investment | Principal From | Principal Withdrawn | Principal Reinvested | Ending Balance | Interest Rate | Bag. Acc. Interest | Interest Earned | Interest Reinvested | Interest Withdrawn | Accrued Interest |
|-----------------------------------|-------------------|------------|---------------|-------------------|---------------------|---------------------------|----------------|-----------------------------|----------------------|----------------|---------------|--------------------|-----------------|---------------------|--------------------|------------------|
| Fund: Capital Projects | | | | | | | | | | | | | | | | |
| Totals for Capital Projects Fund: | | | | | | | | | | | | | | | | |
| Beginning Balance: | \$0.00 | | | -0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | N/A | 0.00 | 0.00 | 0.00 | 0.00 | \$0.00 |
| Plus Principal From Cash: | \$0.00 | | | | | | | | | | | | | | | |
| Less Principal Withdrawal: | \$0.00 | | | | | | | | | | | | | | | |
| Plus Interest Reinvested: | \$0.00 | | | | | | | | | | | | | | | |
| Fixed Balance: | \$0.00 | | | | | | | | | | | | | | | |
| MM Balance: | \$440,857.24 | | | | | | | | | | | | | | | |
| Total Balance: | \$440,857.24 | | | | | | | | | | | | | | | |
| | | | | | | | | Interest Earned: | | | | | | | | |
| | | | | | | | | Less Bag. Accrued Interest: | | | | | | | | |
| | | | | | | | | Plus End Accrued Interest: | | | | | | | | |
| | | | | | | | | Fixed Interest Earned: | | | | | | | | |
| | | | | | | | | MM Interest Earned: | | | | | | | | |
| | | | | | | | | Total Interest Earned: | | | | | | | | |
| | | | | | | | | | | | | | | | | |

Methods Used For Regarding Market Values
 Certificates of Deposit
 Securities/Other Government Obligations
 Public Fund Investment Pool/MM Accounts
 Fair Value Plus Accrued Interest
 Market Value Quoted by Bid, Offer or the Security and Confirmed in Writing
 Balance = Book Value = Current Market

Vista Oaks MUD

Summary of Certificates of Deposit with Money Market

07/01/2011 - 09/30/2011

| Financial Institution | Investment Number | Issue Date | Maturity Date | Beginning Balance | Principal From Cash | Principal From Investment | Principal From Withdrawn | Principal Reinvested | Ending Balance | Interest Rate | Beg. Acc. Interest | Interest Earned | Interest Reinvested | Interest Withdrawn | Accrued Interest |
|---|-------------------|------------|---------------|-------------------|---------------------|---------------------------|--------------------------|----------------------|----------------|---------------|--------------------|-----------------|---------------------|--------------------|------------------|
| Fund: Debt Service | | | | | | | | | | | | | | | |
| Certificates of Deposit | | | | | | | | | | | | | | | |
| ALLEGIANCE BANK - DEBT | XXXX8958 | 11/12/10 | 08/20/11 | 150,000.00 | 0.00 | 0.00 | 150,000.00 | 0.00 | 0.00 | 0.80% | 756.16 | 920.08 | 0.00 | 920.08 | 0.00 |
| WT FROM TEXPOOL XXXX8902/CLOSED TO TEXPOOL XXXX0002 | | | | | | | | | | | | | | | |
| BANK OF HOUSTON - DEBT | XXXX0321 | 03/09/11 | 08/20/11 | 240,000.00 | 0.00 | 0.00 | 240,000.00 | 0.00 | 0.00 | 0.45% | 334.36 | 484.26 | 0.00 | 484.26 | 0.00 |
| WT FROM TEXPOOL XXXX0002/CLOSED TO TEXPOOL XXXX0002 | | | | | | | | | | | | | | | |
| ENTERPRISE BANK - DEBT | XXXX9855 | 09/20/10 | 08/20/11 | 235,000.00 | 0.00 | 0.00 | 235,000.00 | 0.00 | 0.00 | 1.10% | 2,004.26 | 2,315.88 | 0.00 | 2,315.88 | 0.00 |
| Rolled over FROM CD XXXX3833/CLOSED TO TEXPOOL XXXX0002 | | | | | | | | | | | | | | | |
| IBC BANK - DEBT | XXXX0972 | 03/09/11 | 08/20/11 | 240,000.00 | 0.00 | 0.00 | 240,000.00 | 0.00 | 0.00 | 0.55% | 482.95 | 700.53 | 0.00 | 700.53 | 0.00 |
| WT FROM TXFL XXXX0002/CLOSED TO TEXPOOL XXXX0002 | | | | | | | | | | | | | | | |
| TEXAS CAPITAL BANK-DEBT | XXXX6996 | 11/10/10 | 08/22/11 | 240,000.00 | 0.00 | 0.00 | 240,000.00 | 0.00 | 0.00 | 1.15% | 1,754.30 | 2,164.74 | 0.00 | 2,164.74 | 0.00 |
| WT FROM TXPL XXXX0002/CLOSED TO TEXPOOL XXXX0002 | | | | | | | | | | | | | | | |
| Totals for Debt Service Funds | | | | | | | | | | | | | | | |
| Beginning Balances | \$1,105,000.00 | | | 1,105,000.00 | 0.00 | 0.00 | 1,105,000.00 | 0.00 | 0.00 | N/A | 5,352.04 | 6,585.89 | 0.00 | 6,585.89 | \$0.00 |
| Plus Principal From Cash | \$0.00 | | | | | | | | | | | | | | |
| Less Principal Withdrawals | \$1,105,000.00 | | | | | | | | | | | | | | |
| Plus Interest Reinvested: | \$0.00 | | | | | | | | | | | | | | |
| Fixed Balances: | \$0.00 | | | | | | | | | | | | | | |
| MM Balances: | \$710,082.09 | | | | | | | | | | | | | | |
| Total Balances: | \$710,082.09 | | | | | | | | | | | | | | |
| Totals for Districts | | | | | | | | | | | | | | | |
| | | | | 1,895,000.00 | 0.00 | 190,000.00 | 1,230,000.00 | 190,000.00 | 665,000.00 | N/A | 7,556.98 | 8,418.48 | 0.00 | 8,418.48 | \$1,776.36 |

Interest Earned: \$6,585.89
 Less Beg Accrued Interest: \$5,352.94
 Plus End Accrued Interest: \$0.00
 Fixed Interest Earned: \$1,253.85
 MM Interest Earned: \$97.24
 Total Interest Earned: \$1,351.09

Methods Used For Reporting Market Values

Certificates of Deposit: Fact Value Plus Accrued Interest
 Securities/Direct Government Obligations: Market Value Quoted by the Seller of the Security and Confirmed in Writing
 Public Fund Investments: Foot/Net Account: Balance = Book Value = Current Market

Bryan W. Shaw, Ph.D., *Chairman*
 Buddy Garcia, *Commissioner*
 Carlos Rubinstein, *Commissioner*
 Mark R. Vickery, P.G., *Executive Director*



Texas Commission on Environmental Quality

Protecting Texas by Reducing and Preventing Pollution

October 6, 2011

TCR/DAILYS-MCL/2460139

CERTIFIED MAIL

DOUGLAS MINK PRESIDENT
 100 CONGRESS AVE STE 1300
 AUSTIN, TX 78701-2744

Subject: Notice of a Coliform Maximum Contaminant Level Violation
 VISTA OAKS MUD - PWS ID 2460139
 Point of collection: 4306 INDIAN OAKS
 Date of collection: 10/3/2011
 WILLAMSON County, Texas

Attention: Public Water System Owner / Manager / Operator:

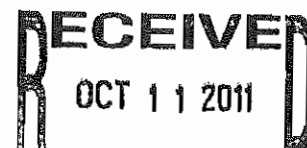
The referenced Public Water System ("PWS") has exceeded the Maximum Contaminant Level ("MCL") for coliform bacteria. The date and point of collection of the coliform-found sample are listed above (if provided on the laboratory sample submission form).

The MCL is based on the number of Routine/Distribution and/or Repeat coliform-found samples: The MCL for coliform bacteria is exceeded if:

1. A PWS submits FEWER than 40 Routine/Distribution samples per month, and more than one compliance sample (i.e., Routine or Repeat) is coliform-found.
2. A PWS submits 40 or more routine/distribution samples per month, and more than 5% of the compliance samples (i.e., Routine and Repeat) are coliform-found.

Due to this violation, your system must publish a public notice within 30 days of this letter. Please see the enclosed documents for the complete public notice requirements and instructions.

Your system may also be required to collect five Routine/Distribution samples the month after this coliform- found result. If you fail to collect the required number of Repeat samples or the five Routine/Distribution samples the month following a coliform-found sample, your system will receive a monitoring violation for each missing requirement.



DOUGLAS MINK

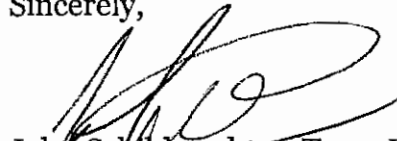
Page 2

October 6, 2011

To view your water system information at any time, please visit our Drinking Water Watch website the following link: <http://dww.tceq.texas.gov/DWW/>.

If you have questions, please contact a member of the Total Coliform Rule team at (512) 239-4691.

Sincerely,



John Schildwachter, Team Leader
Drinking Water Protection Team
Public Drinking Water Section (MC-155)
Water Supply Division
Texas Commission on Environmental Quality

JS/av

Enclosures

cc: TCEQ Region 11

Frequently Asked Questions Concerning Sampling Requirements following a Coliform-found Result

1. Our system received a coliform-found sample result. How many Repeat samples are we required to collect?

The number of Repeat samples a system must collect is based on the number of Routine/Distribution samples a system submits per month.

If your system collects one (1) Routine/Distribution sample per month:

Your system must collect four (4) Repeat samples. Repeat samples are collected at the original coliform-found site, a site upstream, a site downstream, and the fourth sample is collected from a site either upstream or downstream. The upstream and downstream sites must be located within five (5) connections from the original coliform-found site.

If your system collects MORE than one Routine/Distribution sample per month:

Your system must collect three (3) Repeat samples for EACH coliform-found sample. Repeat samples are collected at the original coliform-found sample site, a site upstream, and a site downstream. The upstream and downstream sites must be located within five (5) connections from the original coliform-found sample site.

All Repeat samples must be collected on the same day. Mark the Sample Type on the laboratory submittal form as "Repeat."

2. The coliform-found sample was collected at the end of a line or at an entry point.

Where do I collect the Repeat samples?

If the coliform-found sample was collected at the end of a line, collect a Repeat sample at the original site and the remainder of the Repeat samples at locations upstream. If the original site was at an entry point, collect a Repeat at the original site and the remainder of the Repeats at locations downstream.

3. My system only has one sample tap (this is a typical situation for non-community water systems). Where do I collect the Repeat samples?

You will collect all Repeat samples at the single tap.

4. What do I do if any of my Repeat sample results are coliform-found?

If any of your Repeat sample results are coliform-found, your system has committed a Maximum Contaminant Level (MCL) violation and no further compliance samples are required. If this happens, it is important that all system checks are performed and you are actively attempting to resolve the problem.

As you diagnose and make repairs to your system, you may wish to collect additional samples to monitor the effectiveness of the actions you are taking. All samples collected for this purpose should be marked as Special; samples marked Special are not entered on your compliance record.

5. After receiving a coliform-found result, what other sampling requirements do I have?

If your system collects less than five (5) Routine/Distribution samples per month, your system's sampling requirement is increased to five (5) Routine/Distribution samples for the month following the coliform-found result. These five samples include your regular Routine/Distribution samples.

Note that if your original coliform-found sample was collected toward the end of a month, you may be collecting 8 or 9 samples in the following month: Repeat samples (3 or 4 required) + Distribution samples (5 required).

The sample sites for this increased monitoring should be listed on your sample site plan. These five samples will be marked as "Distribution" on the laboratory submission form.

Instructions for Notifying Customers of a MCL Coliform Violation

The owner or operator of the public water system must notify customers within 30 days of being notified by the TCEQ of the MCL Coliform violation. [Texas Administrative Code, Title 30, chapter 290 subchapter F 290.122(b) (2)]

The owner or operator must use the Mandatory Language for a MCL Coliform Violation provided: [30 TAC 290.122(b) & (d)]

Community Public Water systems:

The owner or operator of a community water system shall issue the notice by mail or other direct delivery to each customer receiving a bill and to other service connections to which water is delivered by the public water system; [30 TAC 290.122(b)(2)(A)(i)]

IN ADDITION: any other method reasonably calculated to reach other persons regularly served by the system, if they would not normally be reached by the notice required in clause (i). Such persons may include those who do not pay water bills or do not have service connection addresses (e.g., house renters, apartment dwellers, university students, nursing home patients, prison inmates, etc.) Other methods may include: publication in a local newspaper; delivery of multiple copies for distribution by customers that provide drinking water to others (e.g., apartment building owners or large private employers); continuous posting in conspicuous public places within the area served by the system or on the Internet; or delivery to community organizations. [30 TAC 290.122(b)(2)(A)(ii)];

Non-Community Public Water systems:

The owner or operator of a noncommunity water system shall issue the notice by hand delivery or by continuously posting the notice in conspicuous places within the area served by the system. [30 TAC 290.122(b)(2)(B)]

Copies of all notifications required must be submitted to TCEQ within ten days of its distribution. [30 TAC §290.122(f)]

Send to: TCEQ Drinking Water Protection Team, MC-155, P O Box 13087, Austin, TX 78711-3087, or fax (512) 239-3666.

If you have questions, please contact a member of the Total Coliform Rule team (512) 239-4691.



Texas Commission on Environmental Quality

CERTIFICATE OF DELIVERY OF PUBLIC NOTICE TO CUSTOMERS
(Tier II Violation)

Public Water System (PWS) name _____

PWS ID (7-digit number required) _____

Month / Year of violation(s) _____

Type of Total Coliform Rule or Ground Water Rule violation(s):

- Non-Acute Maximum Contaminant Level (MCL)
 Non-compliance with Corrective Action Plan or Schedule for a Significant Deficiency
 Treatment technique violation

- The information contained in this public notice (PN) is correct and complies with required public notification content in accordance with 30 TAC 290.122(b); and
- The above PWS has made an adequate, good-faith effort to reach consumers served by the system by appropriate methods (check all below that apply):

COMMUNITY WATER SYSTEM:

Mail or directly distribute PN to each customer receiving a bill and to other service connections to which water is delivered by the public water system

And at least one of the following:

- Mail PN to postal patrons in the service area that do not receive a bill
 Broadcast PN via news media (i.e., radio, television)
 Publish PN in local newspaper
 Post PN in public places
 Deliver multiple PNs to single-bill addresses serving several persons (e.g. apartment building owners or large private employers)
 Deliver PN to community organizations
 Post PN on the Internet at www._____

NONCOMMUNITY WATER SYSTEM:

- Deliver PN directly to customers, or
 Post PN in public places within the area served by the system

Required signature on reverse side

"I certify under penalty of law that this document and all attachments were prepared under my direction or supervision in accordance with a system designed to assure that qualified personnel properly gather and evaluate the information submitted. Based on my inquiry of the person or persons who manage the system, or those persons directly responsible for gathering the information, the information submitted is, to the best of my knowledge and belief, true, accurate, and complete. I am aware that there are significant penalties for submitting false information, including the possibility of fines and imprisonment for knowing violations."

Date of Delivery to Customers: _____

Certified by: Name (print): _____

Title: _____ Phone: _____

Signature: _____ Date: _____

Fax or Mail a copy of this completed form, and copies of the Public Notices given to your customers to:

TCEQ - Public Drinking Water Section

MC - 155

Attn: TCR/GWR Public Notice

P. O. Box 13087

Austin, TX 78711-3087

Fax: 512-239-3666

Mandatory Language for Public Notification

MCL Coliform Violation (TCR 22)

The <PWS name./ PWS ID> water system collected (2) water samples during <month / year>, that contained coliform bacteria. This water system is required to submit a minimum of <number of monthly distribution samples required> routine water samples each month for bacteriological analysis. <Number of routine coliform-found samples> routine samples were coliform-found and <number of repeat coliform-found samples> repeat samples were coliform-found for the month and year indicated above.

The Texas Commission on Environmental Quality (TCEQ) sets drinking water standards in Texas and has determined that the presence of total coliform is a possible health concern. Coliforms are bacteria that are naturally present in the environment and are used as an indicator that other, potentially-harmful, bacteria may be present. Coliforms were found in more samples than allowed and this was a warning of potential problems.

For water systems analyzing at least 40 samples per month, no more than five (5) percent of the monthly samples may be positive for total coliform. For systems analyzing fewer than 40 samples per month, no more than one (1) sample per month may be positive for total coliform.

If you have questions regarding this matter, you may contact <water system official's name> at <area code + phone number>.

Instructions for preparing the required Public Notice:

Recopy the mandatory language above and insert the underlined information in the spaces indicated.

Please share this information with all people who drink this water, especially those who may not have received this notice directly (i.e., people in apartments, nursing homes, schools, and businesses). You can do this by posting this notice in a public place or distributing copies by hand or mail.

Refer to 30 TAC 290.122 for additional information on Public Notification.

To request invalidation of a total coliform-positive sample result, submit the following documentation:

- TCR Invalidation Checklist
- Copies of Repeat sample results
- Copies of Raw sample results (if applicable)
- Standard Operating Procedure (SOP) for sample collection
- Brief cover letter stating the single, specific reason the sample was not representative of water quality in the distribution system

Incomplete requests will not be processed.

If your system believes that there are grounds for an invalidation, you must submit all the requested data. Incomplete requests will be returned and will not be granted.

Total Coliform Rule ("TCR") Sample Invalidation

Before requesting an invalidation of a total coliform-found (positive) Routine/Distribution or Repeat sample result, please read the following information:

Sample results will not be invalidated:

1. If all required Repeat samples were not collected;
2. If repeat samples were collected more than ten (10) business days after a positive result (repeat samples should be collected within 24 hours of notification of the positive result, lab hours and weather permitting);
3. Solely because the Repeat sample results were negative;
4. If the result is fecal/*E.coli* positive.

Submit all required documents including a brief cover letter which provides a specific, single reason why the result was not representative of the water quality of the distribution system at the time of sampling.

If the invalidation request is weather-related, provide proof that precipitation or wind speed exceeding 20 mph occurred at the time of sample collection. Only one invalidation request will be considered due to weather; all subsequent requests will be denied. If necessary, select alternate sites that are located out of the wind, or use indoor sites that have been checked first by collecting 'special' samples to ensure the location will not routinely give positive results.

If the repeat sample collected from the location of the original positive result is also positive and all other repeat results are negative, this indicates a contaminated sample site and qualifies as an automatic invalidation. However, all required documentation for the invalidation must still be submitted. (This type of invalidation applies only to community water systems; non-community systems which collect all repeat samples from one tap and have a mix of positive and negative results will not receive the automatic invalidation.)

If you have questions concerning the invalidation process, call a member of the TCR team at (512) 239-4691.

Fax all required documents to:
(512) 239-3666

Or mail to:

TCEQ
TCR Program
MC-155
P.O. Box 13087
Austin, TX 78711-3087

TCR Positive Sample Invalidation Request

PWS Name _____ PWS ID _____

- | | |
|---|--|
| Submit all required documents: (note: Fecal / <i>E. coli</i> results cannot be invalidated) | |
| 1. This checklist | 3. Brief description of reason why sample is not representative of water quality |
| 2. Copies of required Repeat sample results | 4. Procedure for sample collection |
| | 5. Weather data (if applicable) |

1. Sample to be Invalidated

Sample ID _____ Collection Date / Time _____ Site _____

2. Sample Collector

Sampler's name _____ Operator License No. _____

Years Experience _____ Employed by: PWS _____ Contract Operator _____

3. Sample Collection Info

Chlorine residual at time of collection _____ mg/L Disinfectant Used: Chlorine _____ Chloramine _____

Sample bottle more than 6 months old? Yes ___ No ___ Sample shipped on ice? Yes ___ No ___

Sample point disinfected using: Bleach _____ Flame _____ SOP followed? Yes ___ No ___

4. Weather Conditions at time of Collection

Wind speed _____ mph Precipitation? Yes ___ No ___

5. Sample Site

Active service connection? Yes ___ No ___ Interior location ___ Exterior location ___

Hose bib _____ Storage tank _____ Dedicated sample point _____

6. Distribution System

Cross-connection program? Yes ___ No ___ Flushing frequency _____

7. Conditions Existing at time of Collection

Water outage in area of positive sample? Yes ___ No ___ Lowest pressure _____ psi

Date of most recent flushing _____

Repair of well / distribution system in area of positive sample? Yes ___ No ___ Date _____

Special samples collected following repair? Yes ___ No ___ Any specials positive? Yes ___ No ___

Public Notices issued in last six months? Yes ___ No ___ Type of violation _____

8. Corrective Actions Performed

SOP modified? Yes ___ No ___ Flushing? Yes ___ No ___ Operator training? Yes ___ No ___

Submitted by (print): _____ Title _____ Phone _____ Date _____

If you would like an update on your invalidation status, please include your email address:



2601 Forest Creek Drive
Round Rock, Texas 78665-1232
512.246.1400

To: All Vista Oaks MUD Customers

From: Andrew Hunt, District Manager

Subject: Notice of MCL Violation – Vista Oaks MUD PWS #2460139

Date: 11/8/11

Vista Oaks Municipal Utility District (the District) was recently notified of three (3) positive routine samples for total coliform on water samples taken within the District and submitted to be analyzed by a lab on October 4, 2011. Crossroads Utility Services, the District's operator, following notice of the positive samples, upon investigation found that the operator had improperly stored the samples prior to delivery. On October 5th, Crossroads pulled nine (9) repeat samples within the District and all samples were found negative for coliform. As a result of the repeat samples and the circumstances surrounding the improper storage of the original three positive samples, Crossroads filed a request with the Texas Commission on Environmental Quality (TCEQ) to invalidate the original positive samples. Unfortunately, despite the reasons for the invalidation request, the request was denied by TCEQ on November 8, 2011. Crossroads does not believe that the samples pulled from the District on October 4, 2011 contained this bacteria and rather that the positive samples were based upon circumstances or conditions that do not reflect the actual water quality in the distribution system. The following paragraphs are required to be provided to you regarding the maximum contaminant violations under the TCEQ regulations.

In accordance with 30 TEXAS ADMIN. CODE § 290.122, Vista Oaks Municipal Utility District, PWS ID# 2460139 collected three (3) water samples during the month of October 2011, that contained coliform bacteria. This water system is required to submit a minimum of three (3) routine water samples each month for bacteriological analysis. Three (3) routine samples were coliform found and nine (9) repeat samples were negative for coliform for the month and year indicated above.

The Texas Commission on Environmental Quality (TCEQ) sets drinking water standards in Texas and has determined that the presence of total coliform is a possible health concern. Coliforms are bacteria and are naturally present in the environment and are used as an indicator that other, potentially-harmful, bacteria may be present. Coliforms were found in more samples than allowed and this was a warning of potential problems.

For water systems analyzing at least 40 samples per month, no more than 5.0 percent of the monthly samples may be positive for total coliforms. For systems analyzing fewer than 40 samples per month, no more than one sample per month may be positive for total coliforms.

If you have questions regarding this matter, you may contact, Andrew Hunt or William Abshire at 512-246-1400



2601 Forest Creek Drive
Round Rock, Texas 78665-1232
512.246.1400

MEMO

To: Vista Oaks MUD Board of Directors
From: Andrew Hunt
Subject: Techradium Emergency Alert System Proposal
Date: 10/25/11

Board members:

Enclosed is an agreement and informational material for Techradium's IRIS™ emergency alert system. IRIS™ is an online based system can broadcast notifications through multiple forms of communications to thousands of people instantly. Should the District need to alert residents due to disruptions in service, water or waste water line breaks, drought conditions, etc., this system would notify residents that have signed up for the service by their choice of home phone, cell phone(s), work phone, pager, text messaging, or email. In addition, the District may use the IRIS™ system for non-priority messages about District events, newsletters, etc.

The proposed agreement enclosed is for a two-year term at **\$1,365.00** annually with a **\$150.00** start up fee. In addition to the informational material, I have included a sample notice that could be mailed at the next billing cycle.

AWH

EXHIBIT E



Utiligent Software Terms of Service

Powered by **IRIS**

This Utiligent Software Terms of Service ("Agreement") is entered into between TechRadium, Inc. ("TechRadium") and You for Your use of the Utiligent Software. The Software is licensed, not sold. TechRadium is providing the Software as a "Software as a Service" (SaaS). TechRadium and You agree as follows:

1.0 License / Unlimited Use: TechRadium hereby grants You a non-exclusive license (the "License") for unlimited use of the Software for the number of Authorized Seats, unless otherwise restricted as described in the section titled "Additional Services / Provisions." You are also entitled to Software upgrades, if any, at no additional cost. TechRadium remains the owner of all right, title, and interest in the Software and associated documentation.

2.0 Satisfaction Guarantee: During the first year of service, if you are unsatisfied with the performance of the Software and We are unable to resolve any issue that You have brought to Our attention in writing and had a reasonable opportunity to correct, then We will allow You to terminate the remainder of the Software License and refund any portion of the Software License Fee that you have previously paid.

3.0 Party(ies) / Definitions:
Licensor ("TechRadium", "We," "Us," and "Our(s)"): TechRadium, Inc.
 One Sugar Creek Center Blvd., Suite 1100
 Sugar Land, Texas 77478
 Phone: 281-263-6300
 Fax: 281-263-6395

Licensee ("You" and "Your"):
 Name: Vista Oaks Municipal Utility District
 Address: c/o Armbrust & Brown PLLC
 100 Congress Ave. Ste. 1300
 Austin, TX 78701
 Attn: John Bartram
 Phone: 512-435-2300
 Fax: 512-435-2360
 Email: jbartram@abaustin.com

Licensee's Billing Point of Contact:
 Name/Title: Andrew Hunt, Manager
 Address: c/o Crossroads Utility Services LLC
 2601 Forest Creek Dr
 Round Rock, TX 78665
 Phone: 512-246-1400
 Fax: 512-246-1900
 Email: ahunt@crossroadsus.com

Licensee's Technology Point of Contact:
 Name/Title: Andrew Hunt, Manager
 Address: 2601 Forest Creek Dr
 Round Rock, TX 78665
 Phone: 512-246-1400
 Fax: 512-246-1900
 Email: ahunt@crossroadsus.com

Authorized Seats: Each person who sends ("Administrator") or receives ("Recipient") a Utiligent Software message is required to hold an Authorized Seat. Each Administrator and Recipient is considered a User. A Utility Connection is defined as an individually invoiced utility service account. One Utility Connection is equal to one Authorized Seat.

4.0 Software: TechRadium owns the Utiligent Software which is a collection of programs and other intellectual properties, including the associated online, electronic and/or printed media, materials, and documentation and updates (if any) (collectively "Software").

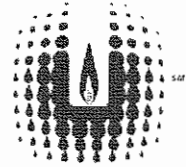
5.0 Purpose: The Software and service is an internet based digital notification and response system designed to improve communications between Administrators and Recipients for emergency or cautionary conditions or other general informational notifications. The Software has an Administrator interface that allows an Administrator to author and broadcast prioritized messages to various Recipients on multiple devices using an existing internet connection or dedicated telephone number. The messages are delivered to multiple Recipient devices through simultaneous gateways using grouping information, contact device information and priority order and allows for the return of a response.

6.0 Software License Fee / Term of License / Effective Date: You agree to pay to TechRadium a Software License Fee (USD) as follows:

| | |
|--|------------|
| Term of License ("Term"): | 2 Years |
| Effective Date: | 11/14/2011 |
| Software License Fee: | |
| Rate: Software License Fee per Seat (Connection) per Year: | \$1.50 |
| Seats: Number of Seats (Connections): ... | 910 |
| Annual Service Fee: | \$0.00 |
| <hr/> | |
| Total Software License Fee per Year: . | \$1,365.00 |
| Billing Period: Select One (Annual, Quarterly, Monthly, or One-Time Payment): | |
| | Annual |
| Software License Fee due each Billing Period: | \$1,365.00 |
| <hr/> | |
| Additional Services: | |
| 1.) Initial Set-up Fee: | + \$150.00 |
| 2.) Additional Services (see section titled "Additional Services / Provisions): | + \$0 |
| <hr/> | |
| Total Fees Due Upon Execution of Agreement (Software License Fee due each Billing Period + Additional Services) | \$1,515.00 |

In the event You exceed the number of Authorized Seats described above by the greater of 10% or \$1,000.00 during any billing period, then You agree to pay to TechRadium an additional Software License Fee equal to the number of Authorized Seats exceeding the number of Authorized Seats described in this





Agreement multiplied by the rate per Authorized Seat described above.

You may use the Software to broadcast messages only to United States based telephone numbers.

Billing / Invoice: The Software License Fee will be collected by TechRadium from You on each Billing Period described above with the first payment due and payable upon execution of this Agreement and subsequent payments due on each Billing Period anniversary thereafter for the remainder of the Term. You will receive an invoice from TechRadium for each payment due.

Interest: You agree that TechRadium may charge interest at the lesser of the maximum rate allowed by law or 1% per month on all payments due to TechRadium from You which are not paid on or before the forty-sixth (46th) day after You receive an invoice.

7.0 Term Of License – Additional Provisions: This License will be for the Term described above beginning on the Effective Date. You will have the option to terminate this Agreement at the end of first year of this contract provided you give Us no less than thirty (30) days written notice before the applicable anniversary of Your intent to terminate. If at any time after termination of this Agreement, You upload data to the Software, then You agree to the terms, conditions, and pricing then in effect for a period of one year from the date of upload. After the initial Term, the License shall terminate.

8.0 Start-Up, Data Upload Format, And Availability: Efficient use and function of the Software requires that all data and data updates used by the Software be uploaded by You to TechRadium in “XLS”, “XLSX”, “CSV”, or “tab delimited” formats only and only through FTP or HTTPS methods.

Information on how to upload user data in proper format can be found in the Software Documentation (Home Page; Options; Upload a User Data File; Data Template. Information on how to use the Data Template is found under the Data Format Guidelines link.)

9.0 Training / Support: TechRadium will provide Your Administrator(s) unlimited training on the Software by web conference telephone and unlimited Customer Support through Our telephone Customer Support at 1-800-716-6521. Technical support is also available to You by: 1) Accessing the Utiligent website at www.IRISdispatch.com; 2) Email at support@use.IRIS.com; and 3) through the online Software documentation available at www.IRISdispatch.com.

10.0 Limited Warranty: TechRadium warrants to You that We have the right to grant the Software License; and that, to the best of Our knowledge, Your use of the Software will not, in and of itself, infringe any third-party’s copyright, patent, or other intellectual property right.

To the extent permitted by applicable law, and except to the extent of TechRadium’s indemnity obligations below, **THE FOREGOING LIMITED WARRANTY IS IN LIEU OF, AND TECHRADIIUM DISCLAIMS, ANY AND ALL OTHER WARRANTIES, CONDITIONS, OR REPRESENTATIONS, (EXPRESS OR IMPLIED, ORAL OR WRITTEN) AND, TECHRADIIUM DISCLAIMS ANY AND ALL IMPLIED WARRANTIES OR CONDITIONS, INCLUDING ANY IMPLIED WARRANTY OF TITLE, MERCHANTABILITY, OR FITNESS OR SUITABILITY FOR A PARTICULAR PURPOSE, WHETHER ALLEGED TO ARISE BY LAW, BY REASON OF CUSTOM OR USAGE IN THE TRADE, OR BY COURSE OF DEALING.**

IN ADDITION, TECHRADIIUM EXPRESSLY DISCLAIMS ANY WARRANTY OR REPRESENTATION TO

ANY PERSON OTHER THAN YOU WITH RESPECT TO THE SOFTWARE OR ANY PART THEREOF.

11.0 Limited Remedy: Breach/Notice/Cure/Termination: In the event of a breach of any warranty, covenant, or other provision of this Agreement, the following notice and cure procedures shall apply:

- a) The Party not in breach shall give the Party in breach written notice describing the breach;
- b) The Party in breach shall then have forty-five (45) calendar days after the date the notice is received in which to cure the breach.

If the Software does not perform as described in the online Software documentation and We are unable to resolve any issue that You have brought to Our attention in writing and had a reasonable opportunity to correct, then Your sole remedy shall be to terminate this Agreement by providing written notice to TechRadium.

If TechRadium does not receive your Software License Fee within sixty (60) days of the invoice date, TechRadium has the right to terminate Your access to the Software upon written notice to You. Termination of Your access to the Software shall not terminate Your obligation of payment of past due invoices.

12.0 No Incidental Or Consequential Damages: IN NO EVENT WILL EITHER PARTY BE LIABLE TO THE OTHER PARTY FOR ANY INDIRECT, INCIDENTAL, SPECIAL, PUNITIVE, EXEMPLARY, OR CONSEQUENTIAL DAMAGES OF ANY KIND ARISING FROM OR CONNECTED WITH THIS AGREEMENT OR YOUR USE OF THE SOFTWARE.

13.0 Responsibility / Indemnity:

Your Responsibility / Indemnity to TechRadium:

Independent of the foregoing provisions, You understand and agree that TechRadium shall not be responsible for, and (to the extent permitted by law) You agree to defend and indemnify TechRadium against and hold TechRadium harmless from, any and all claims, damages, losses, and expenses of any kind arising from or connected with:

1. Your operation of Your business, including, but not limited to:
 - a. Any power failure, computer malfunction, or internet connection loss or interruption;
 - b. Your Administrator failing to send an appropriate notification to appropriate Recipients in a timely manner or at all;
 - c. Your Recipient not receiving, reacting or responding to the notification through no fault of TechRadium; or
 - d. Your notifications sent improperly or erroneously by You resulting in damages to any person or property.
2. Your action or failure to act, or other responsibility of Yours relating to the content of the notification, dispersing notifications, or ensuring that notifications will be sent or ensuring that notifications will be sent to the proper parties.
3. Your sole responsibility and discretion to broadcast appropriate notifications at appropriate times to Your intended Recipients.

TechRadium’s Indemnity to You: TechRadium will, at TechRadium’s expense, indemnify, defend and hold You harmless from all liability, loss, or expense (including reasonable attorneys’ fees and costs) incurred by You in connection with any claim that the Software infringes, violates or misappropriates any intellectual property right of any third-party. TechRadium reserves the right to either defend or settle any such claim or to obtain the right for You to continue using the Software or replace or modify the Software to be non-infringing and of equivalent functionality.



14.0 Intellectual Property: Patents #7130389; 7174005; 7362852; 7418085; 7496183; 7519165; 7624171; 7684548; 7685245; 7769495; 7769496 and 7773729 cover the Software and other TechRadium technology. All rights and title to all intellectual property, including but not limited to patents, copyrights, trademarks, trade names, and service marks, in and relating to the Software and any modifications thereof are owned or licensed by TechRadium. All rights not expressly granted are reserved by TechRadium. TechRadium has multiple additional patents pending before the United States Patent and Trademark Office.

15.0 Force Majeure: Neither Party shall be liable for any loss or delay or failure to perform any obligation under this Agreement resulting from any force majeure event, which the affected Party is unable to overcome by the exercise of its reasonable diligence, including but not limited to acts of God, fire, natural disaster, federal, state or local government agency, war or military hostilities, terrorism, civil disturbance, labor disputes, stoppage or shortages, electrical, mechanical or telecommunications breakdown, inability of carriers to make scheduled deliveries, or any other cause beyond the reasonable control of that Party.

16.0 Notices: All notices required under this Agreement shall be in writing delivered by Certified Mail Return Receipt Requested, proper postage prepaid, and delivered to the Party's address listed herein, and will be effective on the date actually received. Notices to TechRadium shall be sent to the attention of TechRadium's General Counsel.

17.0 Use Of Personal Data: TechRadium agrees that it will not sell or distribute any customer identifiable personal data or other customer identifiable information and shall take appropriate steps to protect the confidentiality of such data and information.

[The remainder of this section is blank.]

18.0 Availability: TechRadium will make the Software available, as measured over the course of each calendar month, 99.999% of the time, excluding unavailability as a result of the Exceptions described below (the "Availability Percentage"). "Available" means the Software is available for access and use by You over the Internet and operating in material accordance with the Software documentation. In the event the Software is not Available for the Availability Percentage during any calendar month, then, at Your request, the Term of the License Agreement shall be automatically extended by the amount of time the Software was not Available. For purposes of calculating the Availability Percentage, the following are "Exceptions" to the service level requirement, and the Software shall not be considered unavailable, even if not actually accessible to You, if any such inaccessibility is due to: (i) Your acts or omissions; (ii) Your Internet connectivity; (iii) Internet traffic problems not under TechRadium's reasonable control; (iv) Your failure to meet minimum hardware and/or software requirements set forth in the Agreement, if any; (v) Your hardware, software, or other equipment; (vi) any hardware, software, service, or other equipment used by You to access the Software; (vii) failure of services provided by You, or a third-party under contract to You for provision of such services, that are incorporated into the Software, if any, due to no fault of TechRadium, (viii) unavailability as the result of scheduled maintenance, for which You were notified at least 30 days in advance, (ix) any Force Majeure event, or (x) any other cause beyond the reasonable control of TechRadium.

19.0 Licensee's Grant Of License: You authorize TechRadium to display Your name and logo in TechRadium's client list.

20.0 Third-party Charges: You agree to notify Your Users that You are the source and supplier of the content of all messages sent by the Software and to inform Your Users that they may incur additional charges from their service provider for messages, including, but not limited to telephone service fees, text message fees, data fees, and other fees and that they will be responsible for all charges that appear on their service provider bill. TechRadium shall not be responsible for such third-party charges.

- 21.0 Additional Services / Provisions:**
1. **Restrictions On Use:** None.
 2. **Additional Terms:** Additional Software Terms of Service are available on-line at https://www.irisdispatch.com/public/iris_sts.cfm
 3. **Additional Services:**
 - a. None

Agreed, Accepted, and Executed the dates written below, to be effective as of the Effective Date described above.

LICENSOR:

TechRadium, Inc. Date: _____

By: _____
(Signature)

Printed Name and Title: _____

Utiligent Representative Name: Charles Stark, Vendor Specialist

LICENSEE:

VISTA OAKS MUNICIPAL UTILITY DISTRICT

Date: _____

By: _____
(Signature)

Printed Name and Title

[The remainder of this page is blank.]

Description of Proposed Service(s) - IRIS

The Immediate Response Information System — IRIS™ — a patented high-speed notification and response service, sends emergency, priority, and routine messages electronically from your organization to staff associated with Vista Oaks MUD. Staff and emergency responders get the facts of any given situation using the communications devices they select. *IRIS even records the time each person or answering machine receives the message.* A sample of our reporting page is shown in Figure 1 below

| Phone User | Phone Type | Result | Answered By | Date/Time |
|-------------------------|------------|--------------|-------------------|-----------------------|
| 1. Falgout, Kermit | Pager | Connected | Voicemail/Machine | 7/22/2004 10:09:17 AM |
| 2. Honore-Hubert, Alyce | Phone | Connected | Voicemail/Machine | 7/22/2004 10:09:17 AM |
| 3. Johnston, David | Home | No Answer | | 7/22/2004 10:09:17 AM |
| 4. Johnston, David | Cell | Connected | Voicemail/Machine | 7/22/2004 10:09:17 AM |
| 5. Kimball, Rita | Phone | No Ring Back | | 7/22/2004 10:09:17 AM |
| 6. McMillin, Jeffery | Cell | Connected | Person | 7/22/2004 10:09:17 AM |
| 7. Nichols, Tracy | Cell | Connected | Person | 7/22/2004 10:09:17 AM |
| 8. Pottinger, Stephen | Cell | Connected | Person | 7/22/2004 10:09:17 AM |
| 9. Pottinger, Stephen | Home | Connected | Person | 7/22/2004 10:09:17 AM |
| 10. Ransler, Terrance | Cell | Connected | Person | 7/22/2004 10:09:17 AM |
| 11. Richardson, Dave | Cell | Connected | Voicemail/Machine | 7/22/2004 10:09:17 AM |
| 12. Russell, Bonnie | Phone | Connected | Voicemail/Machine | 7/22/2004 10:09:17 AM |
| 13. Thompson, Alfred | Phone | Connected | Person | 7/22/2004 10:09:17 AM |

Figure 1

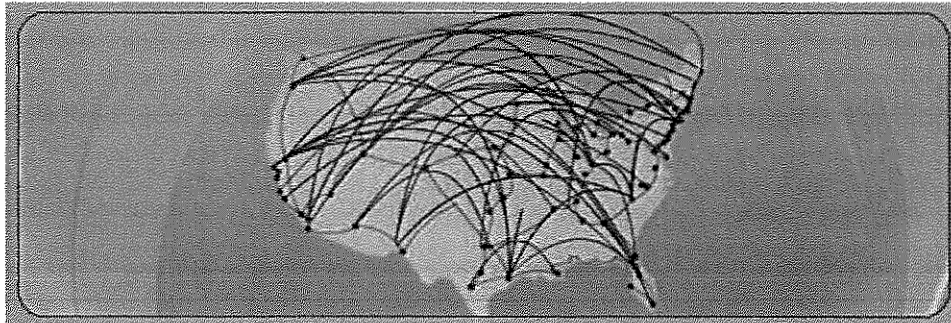
IRIS is the optimal solution for logistical notification and priority messaging to every resident who can be impacted by an emergency situation. It reaches an unlimited potential audience — through the most effective receiving devices — faster and at a lower cost per contact than any other communication system. Figure 2 shows an example of all the devices that can be reached by IRIS™.



Figure 2

IRIS Runs on the World's Most Secure Internet Communications Network

The network that handles 911 calls transmits IRIS messages. IRIS communications achieve the same delivery assurance as the world's top three Internet carriers. A telecom's telecom, the network connects nine of the world's ten largest telephone companies and five of the top six U.S. Internet Service Providers. IRIS uses the same communications network as AOL, Time Warner, EarthLink, Microsoft, SBC Internet Services, Cox Communications, and Verizon. *Our recent partnership with Qwest communications gives IRIS even more redundancy than before.. The redundant network with lock-tight security performs at an unsurpassed 99.9% call success rate.*



Message Consistency

IRIS speaks through phones at home and work, as well as cell phones. A text message flashes across digital pagers. Wireless PDAs sound off and stream text. And, high-priority emails demand instant attention.

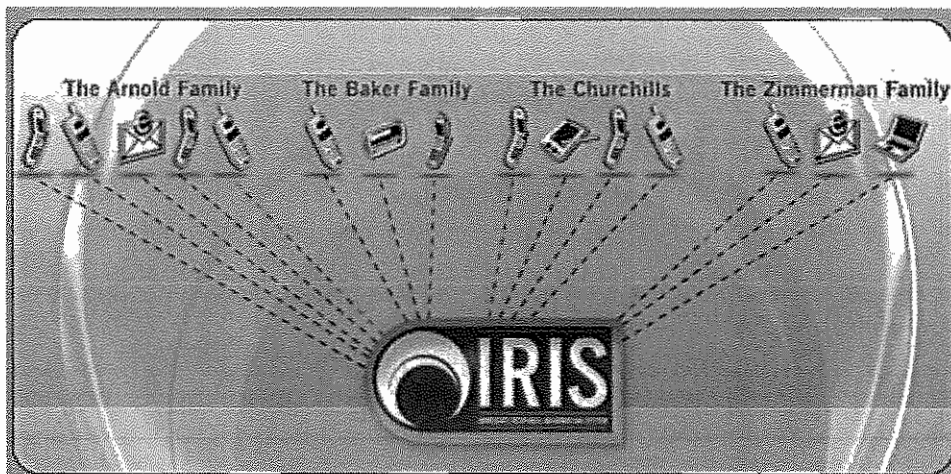


Figure 3

Format and Message Flexibility

IRIS reaches message recipients by all devices at virtually the same time: *telephone, cell phone, digital pager, wireless PDA device, e-mail, LED sign, and TTY devices*. Voice and text are delivered in up to ten languages as specified by recipients.

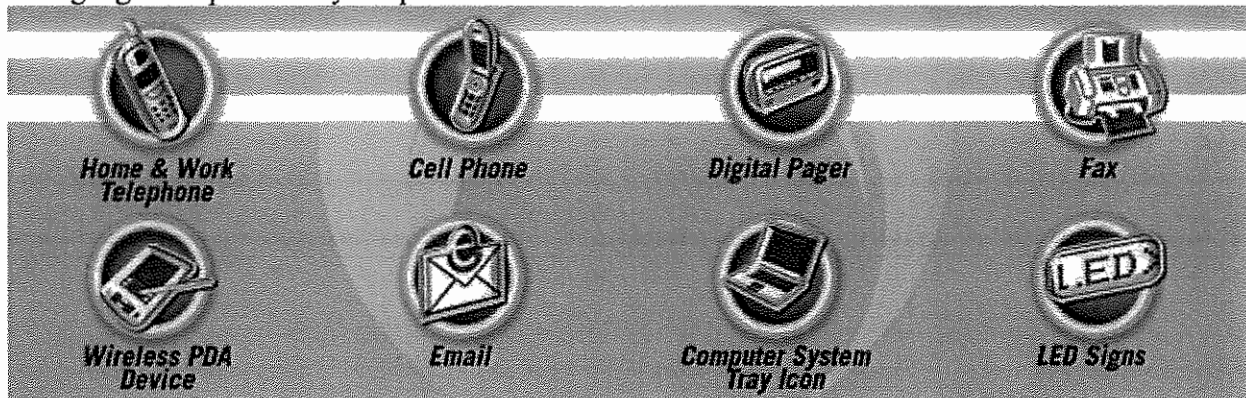


Figure 4

Languages

While English is most widely used, *each recipient can choose* voice and text messaging in *one of sixteen languages*. IRIS™ languages include English, Spanish, Chinese, French, German, Vietnamese, Japanese, Italian, Portuguese, and Korean, Greek, Russian, Swedish, Polish, Dutch, and Arabic. *There is no need for you to pay a translator to translate the message from one language to the next. IRIS™ translates messages through text-to-speech technology.*

Privacy and Security

IRIS safeguards all personal data and operations under the highest security standard in existence — an encryption level more secure than the technology protocol credit card companies use to protect on-line transactions.

Cost Effectiveness

IRIS requires no hardware, software or system installation...and is accessible from any telephone or Internet-connected computer. You need no additional equipment. Our current clients have saved thousands of dollars in paper cost and postage by utilizing IRIS on a daily basis for logistical use.

Unmatched Reliability

IRIS, the only digital, broadband, fail-safe, multi-format, rapid verification and response communication system connected to the world's most reliable Internet communications network. IRIS currently can deliver over 570,000 alerts per hour.



IRIS Features

- **Receipt Verification:** you will know what device received the message and whether it was answered by a human or a machine.
- **Multi Lingual:** IRIS™ can handle up to Sixteen (16) languages. It is only necessary for the person sending the Alert to speak English. IRIS™ handles the translation. Also communicates to TTY for the hearing impaired.
- **Text to Speech or personal voice option:** Messages can be sent in a natural voice, preferred for lengthy messages, or in a synthetic voice using our text to speech engine.
- **Interactive Polling/Survey Feature:** With this unique feature, Vista Oaks MUD staff can be polled for availability in the event of a crisis.
- **Conference Call feature:** A Vista Oaks MUD staff can have his or her team in a conference within minutes if necessary to deal with an event.
- **Unlimited alerts**
- **Unlimited groups**
- **Adding Attachments** like newsletters.
- **Administrators, Hierarchy** IRIS™ allows for an unlimited number of administrators to make calls. Levels of authority can be designated through limitations placed on certain administrators. A hierarchy of access is in place.

Benefits:

- **Unlimited Text-to Speech & Voice Alerts**
- **Unlimited Text and E-mail Notifications**
- **Unlimited Database Updates**
- **Unlimited Number of IRIS Administrators**
- **Unlimited use**
- **Training Included**



IRIS™ EMERGENCY ALERT SYSTEM

Due to recent water emergencies with the City of Round Rock, Vista Oaks MUD has approved implementation of an alert notification system to more efficiently communicate water and waste water related issues to its residents. Vista Oaks MUD has partnered with a high speed communication system called IRIS™. IRIS™ (Immediate Response Information System) will deliver instant emergency, priority and routine messages from District personnel to residents individually by various communication method(s).

IRIS™ can broadcast notifications through multiple forms of communications to hundreds of thousands of people quickly. Should the District need to alert residents due to disruptions in service, water or waste water line breaks, drought conditions, etc., this system would notify you by your choice of home phone, cell phone, work phone or email. In addition, Vista Oaks MUD may use the IRIS system to keep you up to date on other important District information.

All District residents will need to mail, email, or fax in this form with the contact information through which they would like to receive messages. If you do not want this service, please return this letter and indicate below that you would like to be removed from this important alert system.

If you would like devices to receive messages, please fill out the below information and return it to us. All information included below will be sent messages.

NAME: _____ ADDRESS: _____

1. Cell Number(s): _____
2. Work Number(s): _____
3. Home Number (s): _____
4. E-mail addresses (s): _____
5. Pager Number(s) _____

You can also sign-up online!
Visit the Vista Oaks MUD website at www.vistaoaksmud.com
Click on the IRIS link to a secure sign-up page

MAIL TO: Crossroads Utility Services, ATTN: VISTA OAKS IRIS, 2601 Forest Creek Drive, Round Rock, TX 78665
OR BY EMAIL: customerservice@crossroadsus.com
OR BY FAX: 512-246-1900

If you **DO NOT** want this message service please complete the following and return:

I, _____ (print name), do not want to receive messages from IRIS™

Address: _____ Signed: _____



MEMORANDUM

TO: Board of Directors, Vista Oaks MUD
FROM: John D. Hines, P.E.
DATE: November 7, 2011
Re: Engineering Report
GJA 1399-8446-54

The following is a brief summary of the activities that we have been working on since the last Board meeting:

General Engineering Items (*GJA Job No. 1399-8446-54*)

GJA has been working with the District's general manager and legal counsel on routine District-related matters since the last Board meeting.

Entrance Wall Improvement Project (*GJA No. 1399-10358-36*)

The temporary construction and permanent wall/landscape easements have been completed. GJA, Crossroads, Armbrust & Brown, and representatives with the Vista Oaks Owner's Association have diligently been working on the execution of the 49 temporary easement documents needed for the construction of the new wall. Approximately 75% of the easements have been executed to date thereby signifying the majority consensus and reaching the milestone for proceeding in the purchase of the three (3) permanent easements from the Vista Oaks Owner's Association and two resident property owners.

Upon completion of the three (3) Purchase Agreements and easement acquisitions (both temporary and permanent), GJA can proceed with public advertisement and bidding of the plans and specifications for the new masonry wall. The bids received will be tabulated and presented to the Board for consideration of award. After a bid has been accepted and the contract awarded, GJA will continue to coordinate with Crossroads and the O.A. in notifying residents of the anticipated construction schedule and help assist residents with any questions or project concerns they may have for the contractor.

Based on the current project status, we anticipate completing the easement acquisition and purchase agreements in November, bid advertisement in December, recommendation of award in January and start of construction in February. We will continue to inform the wall subcommittee and consultants of the progress and changes to the schedule as more information becomes available.

Board of Directors
Vista Oaks MUD
November 7, 2011
Page 2

2010 Surplus Funds Application *(GJA No. 1399-10359-61)*

GJA has completed and submitted the application and support attachments for surplus funds to TCEQ on November 2, 2011. At this time, we await the Commission's review of the application package and anticipate a response by the December meeting.

TCEQ N.O.I. & SWMP *(GJA No. 1399-10496-42)*

As part of the Stormwater Urban Area Contributing Zone under the TCEQ's 5-year permit period, Vista Oaks MUD is required to submit a Notice of Intent (NOI), Stormwater Management Plan (S.W.M.P.), and annual reports on the progress and implementation of the Stormwater Management Plan. We anticipate completion of the NOI and SWMP within the next 7-10 days and application to TCEQ this month.

David Gray and I will be in attendance at the November meeting to address any questions or comments you may have regarding these or other engineering-related matters.

JDH:J

MEMORANDUM

To: Board of Directors, Vista Oaks Municipal Utility District
From: Armbrust & Brown, PLLC
Re: Records Management Program -- Destruction of District Records
Date: November 14, 2011

The Local Government Records Act (the "Act") requires local governments to adopt a records control schedule which establishes retention periods for District records. Retention periods may not be less than the retention periods established by law or the State Library and Archives Commission (the "Commission"). A local government may either file a records control schedule with the Commission or certify to the Commission that the local government has adopted records control schedules that comply with the minimum requirements established on records retention schedules issued by the Commission. Once a records control schedule is accepted by the Commission, a record listed on the schedule may be destroyed upon the expiration of its retention period.

The District's Order Establishing Records Management Program, Appointing Records Management Officer, and Appointing Public Information Coordinator, dated December 13, 2010, provides that the District's records management officer will adopt the applicable records control schedules issued by the Commission and that any destruction of District records will be in accordance with those schedules and the Act. The District has also submitted to the Commission a Declaration of Compliance with the Records Scheduling Requirement of the Local Government Records Act, dated December 15, 2010, declaring that the District has adopted applicable records control schedules that comply with minimum requirements established on records retention schedules issued by the Commission for use in the District's records management program.

For purposes of economy and efficiency, we recommend that the Board consider authorizing the destruction of the following District records with expired retention periods, as established by the applicable record control schedules:

| <u>Record</u> | <u>Required Retention Period</u> |
|--|---|
| <i>Administrative-type correspondence</i> | <i>3 years</i> |
| <i>Banking documents; investment reports</i> | <i>End of fiscal year + 5 years</i> |
| <i>General manager's reports</i> | <i>3 years if monthly report Permanent if annual report</i> |
| <i>Insurance policies</i> | <i>4 years after expiration/termination</i> |

Record

Required
Retention Period

Meeting notes
Meeting packets

90 days after approval of minutes
3 years

Miscellaneous:

Open records requests
Complaints received from public

1 year after the request was fulfilled
*2 years after resolution or dismissal of
complaint*

Professional service contracts

4 years after expiration/termination

Tax information:

Appraisal rolls
Delinquent tax rolls

3 years
as long as administratively valuable

MEMORANDUM

To: Board of Directors, Vista Oaks Municipal Utility District
From: Armbrust & Brown, PLLC
Re: Senate Bill 100 – Effect on Director Elections
Date: November 14, 2011

This memorandum summarizes the effects of Senate Bill 100, Acts of the 82nd Legislature, Regular Session, 2011 (“*Senate Bill 100*”), which took effect on September 1, 2011, on water district director elections.

Under Section 49.103 of the Texas Water Code (the “*Water Code*”), water district director elections are required to be held in May of each even-numbered year on the uniform election date established by the Texas Election Code (the “*Election Code*”). For the past several election cycles, most districts have contracted with the applicable county elections administrator for election services as provided under Section 31.092 of the Election Code in order to more efficiently and cost-effectively comply with State and Federal voting accessibility standards. Under Section 31.093 of the Election Code, the county elections administrators were obligated to contract to provide these services upon request.

Senate Bill 100 amends Section 41.001 of the Election Code to provide that each general or special election must generally be held on (i) the second Saturday in May in an odd-numbered year; (ii) the second Saturday in May in an even-numbered year, if held by a political subdivision other than a county; or (iii) the first Tuesday after the first Monday in November. While Senate Bill 100 still permits water district elections to be held on the uniform election date in May of even-numbered years, the bill further amends Section 41.001 of the Election Code to provide that, notwithstanding Section 31.093 of the Election Code, a county elections administrator is no longer required to enter into a contract to furnish election services for an election held on the uniform election date in May of an even-numbered year.

Senate Bill 100 also amends Section 41.0052 of the Election Code to authorize a political subdivision such as the District which holds its general election for “officers” on a date other than the November uniform election date to change its election date to the November uniform date. This change must be made, if at all, by **December 31, 2012**. Any political subdivision making this change is required to adjust its terms of office to conform to the new election date. Therefore, if the District chose to change its election date, the Directors’ terms of office which would have expired in May 2012 would be extended to November 2012 and the Directors’ terms of office which would have expired in May 2014 would be extended to November 2014.

Several county elections administrators in central Texas have indicated that, due to this change in the law, they will no longer be willing to either contract for services for elections in May of even-numbered years or rent electronic voting equipment to allow districts to conduct their own elections due to the potential conflict with the new primary run-off election date which has been moved to the fourth Tuesday in May following the primary elections held in even-numbered years. This would result in additional election expenses for districts located in

those counties which hold their elections in May of even-numbered years, and would necessitate the rental or purchase of accessible voting equipment for those elections.

The elections administrators for Travis and Williamson Counties have recently advised us that, contrary to their earlier statements, they may still contract with districts for services for elections in May of even-numbered years; however, they are no longer required to do so under Section 31.093 of the Election Code. The elections administrator for Williamson County has informed us that Williamson County plans to purchase additional voting equipment to accommodate additional elections in May of even-numbered years and in November of any year. The Travis County Clerk has advised us that, while the Travis County elections administrator is willing to contract with districts for election services in May 2012, the elections administrator cannot commit to contracting with districts for election services in May of future even-numbered years. The Travis County Clerk has recommended that districts move their election dates to November, at least temporarily, until the Legislature reconvenes to address the potential conflict with the new run-off primary election date. The Travis County Clerk has also stated that, if districts hold their elections on the uniform election date in November, the elections will be held jointly with Travis County and other large entities (such as Austin Independent School District and Austin Community College), which will decrease the cost. Currently in Travis County, as long as a large jurisdiction participates in an election, districts can participate in the election on a fixed-cost basis—normally \$1,675 per precinct for May elections and \$1,650 per precinct for November elections, barring special requests that could increase the cost. The elections administrator for Hays County has advised us that Hays County will no longer contract to provide election services for elections in May of even-numbered years unless a district provides its own voting equipment.

We have contacted ES&S Corporation (“ES&S”) and Hart InterCivic (“Hart”) to investigate options and costs for purchasing and/or renting voting equipment for districts conducting their own elections. ES&S has advised us that it has voting equipment available for rent, but does not sell voting equipment. It appears that renting voting equipment from ES&S for an election would cost approximately \$4,000, which includes programming, testing, training, and phone support. In order to rent voting equipment from ES&S for May 2012 elections, districts must sign rental agreements no later than January 2012, although ES&S has recommended signing agreements earlier to guarantee equipment availability. Additionally, ES&S has informed us that it will refund the charges for voting equipment and election services if a district cancels its election and ES&S has not provided any equipment or services. Hart has informed us that it has voting equipment available for purchase, but that it does not lease voting equipment. Purchasing voting equipment from Hart would cost approximately \$14,520, plus an additional \$5,000 for programming, testing, training, phone support, and onsite support on election day. Overall, it appears that contracting with the applicable county election administrators for election services continues to be the most efficient and cost-effective option.

We have discussed Senate Bill 100 and the changes in the election laws with bond counsel. Bond counsel has reviewed the changes with the Office of the Attorney General of Texas and has concluded that the changes will not affect the issuance of bonds.