

prepared. Director Nasky entered the meeting during discussion of the proposed budget. Following the discussion, Director Hardin moved to adopt the budget with a total net income of (\$11,935). Director Davies seconded the motion, which passed unanimously.

Director Nasky then called for Agenda Item 2: Tax Rate. Board members discussed several possible tax rates. Director Davies then moved to set the proposed debt service tax rate at \$0.6400 and the proposed operations and maintenance tax rate at \$0.1442, for a combined proposed tax rate of \$0.7842. Director Hardin seconded the motion, which passed unanimously.

Director Nasky then called for Agenda Item 3: Schedule Public Hearing on Tax Rate. Following a motion by Director Hardin, seconded by Director Nasky, the Board voted unanimously to schedule a public hearing on the proposed tax rate preceding the regular meeting at 6:00 p.m. on September 21, 2005.

Director Nasky then called for Agenda Item 4: Condemnation by City of Cedar Park. Mr. Flickinger explained that the Board has two possible options on this issue. It can (a) convey the easement over to the City, or (b) leave it as is, in which case the City of Cedar Park would construct the street over the easement, but the District would still be responsible for its maintenance. No action was taken.

There being no further discussion, the meeting was adjourned at 1:45 p.m.

Steve Davies, Secretary

Board of Directors