

**RESOLUTION AND ORDER
OF THE BOARD OF DIRECTORS OF THE CENTRAL TEXAS
GROUNDWATER CONSERVATION DISTRICT
MEETING HELD SEPTEMBER 7, 2006**

<p>THE STATE OF TEXAS</p> <p>COUNTY OF BURNET</p> <p>CENTRAL TEXAS GROUNDWATER CONSERVATION DISTRICT</p>	<p>§ § § § § § §</p>	<p>A RESOLUTION AND ORDER</p> <p>SETTING ANNUAL OPERATIONS</p> <p>AND MAINTENANCE TAX RATE</p>
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The Board of Directors of the Central Texas Groundwater Conservation District met in a regular session, open to the public, after due notice, at the J.P. Courtroom, 1st Floor, Main Courthouse, located at 220 S. Pierce Street, Burnet, Texas within the boundaries of the District, on the 7th day of September 2006, whereupon the roll was called of the members of the Board of Directors (the "Board"), to wit:

John Simmons	President	Present
Pat Quinlan	Vice President	Present
Wayne M. Brown	Secretary	Present
Jerry Bostick	Board Member	Present
Todd Fox	Board Member	Absent

A quorum of the Board was present.

WHEREUPON, among other business conducted by the Board, Director Jerry Bostick introduced the Order set out below and moved for its adoption, which motion by seconded by Director Wayne Brown and, after full discussion and the question being put to the Board, said motion was carried by the following vote:

"Aye": 4; "No": 0.

The Order thus adopted is as follows:

WHEREAS, the District is authorized by applicable statutory law to levy a sufficient tax to cover all maintenance and operation expenses of the District;

WHEREAS, at an election held on September 21, 2005, the District's registered voters authorized an initial operations and maintenance tax on all taxable property within the District not to exceed 2.00 cents (\$0.02) per one hundred dollars (\$100) of assessed valuation;

WHEREAS, the Board has reviewed and approved the District's operating budget for its fiscal year beginning October 1, 2006, and ending September 30, 2007;

WHEREAS, the appraisal roll of the District for 2006 has been prepared and certified by the Burnet Central Appraisal District and submitted to the District's tax collector; and

NOW, THEREFORE, BE IT ORDERED BY THE BOARD OF DIRECTORS OF THE CENTRAL TEXAS GROUNDWATER CONSERVATION DISTRICT THAT:

I.

The operation and maintenance tax rate for tax year 2006 shall be 1.653 cents (\$0.01653) per one hundred dollars (\$100) of assessed valuation. This tax rate is the District's initial tax rate, and has been set within the statutory limit for an initial tax rate previously approved by the District's registered voters.

The Burnet County Tax Assessor and Collector shall take all steps necessary and authorized by law to collect taxes as owed pursuant to this order. Said taxes shall be levied, assessed, and collected at the rate of \$0.01653 per \$100 valuation for tax year 2006 as provided for in the District's enabling legislation, Chapter 36 of the Texas Water Code, as applicable, and all other applicable laws.

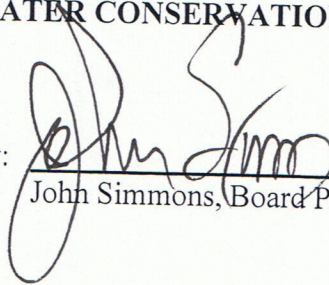
II.

The Board President or Vice President are authorized to execute, and the Secretary or any Assistant Secretary to attest, this order on behalf of the Board of Directors.

PASSED, APPROVED AND ADOPTED this the 7th day of September, 2006.

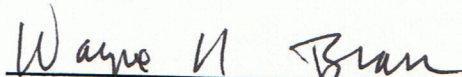
CENTRAL TEXAS GROUNDWATER CONSERVATION DISTRICT

By:



John Simmons, Board President

ATTEST:



Wayne M. Brown, Board Secretary