

**NOTICE OF SPECIAL MEETING OF THE BOARD OF DIRECTORS
OF BEXAR METROPOLITAN WATER DISTRICT
2047 W. MALONE, SAN ANTONIO, TEXAS 78225
P.O. BOX 345994, SAN ANTONIO, TEXAS 78224**

FEBRUARY 22, 2005

In accordance with Chapter 551 of the Texas Government Code, Vernon's Annotated Civil Statutes, Section 31, notice is hereby given to the public that the Board of Directors of the BEXAR METROPOLITAN WATER DISTRICT shall have a Special Board of Directors Meeting at 5:15 p.m. on the 22nd day of February 2005 in the Board Room of the Bexar Metropolitan Water District, 2047 W. Malone, San Antonio, Texas.

The District provides unrestricted access for the disabled.

AGENDA

1. Meeting called to Order.

2. Discussion and action regarding the engagement of one or more firms/consultants/companies to conduct a thorough and complete investigation into District financial and administrative practices including, but not limited to potential policy violations by the General Manager and/or Deputy General Managers, as may be directed by the Board.

3. Executive Session
 - §551.074 Personnel Matters regarding:
 - a. Amending the employment contract of Chief Financial Officer, F. Gil Olivares.

 - §551.071 Consultation with Attorneys for advice regarding:
 - b. Pending or contemplated litigation or settlement offers in the following matters:
 - i. All outstanding litigation.
 - ii. Legal claims of General Manager/CEO, Thomas C. Moreno.
 - iii. Retention of Counsel to assist in litigation.

4. The Board will reconvene in open session and take ACTION regarding discussions during Executive Session.

5. Adjourn.

The Bexar Metropolitan Board of Directors reserves the right to adjourn into Executive Session at any time to discuss any of the matters listed below, as authorized by Chapter 551, Texas Government Code, Vernon's Civil Statutes, Subchapter D, as it pertains to private consultation with the Board's attorneys (§551.071); deliberation about Real Property (§551.072); deliberations about Gifts and Donations (§551.073); as it pertains to Personnel (§551.074); deliberations about Security Devices (§551.076); and Economic Development (§551.087). EXECUTIVE SESSION ITEMS MAY BE DISCUSSED AND ACTED UPON, IF APPROPRIATE IN OPEN SESSION.

Approved on this 18th day of February, 2005

_____/s/_____
Victor V. Villarreal, President of Board
Bexar Metropolitan Water District