

**MINUTES OF MEETING  
HURST CREEK MUNICIPAL UTILITY DISTRICT  
JULY 18, 2016**

THE STATE OF TEXAS §

COUNTY OF TRAVIS §

The Board of Directors of Hurst Creek Municipal Utility District (the “District”) met this date in regular session, open to the public, in the District’s offices at 102 Trophy Drive, The Hills, Texas 78738, and the roll was called of the duly constituted officers and members of the Board to wit:

Wilson Smith	President
James M. Wingard	Vice-President
William L. Warmuth	Treasurer
Mike Maroney	Secretary
Larry Kener	Assistant Secretary

And all of said persons were present except Larry Kener, thus constituting a quorum.

Also present were Earl Wood, Beth Caccamisi, Linda Lunney, and Kasey Belote representing general management for the District; Lee Nelson representing the POA; Jim Nelson, representing Village of The Hills.

**1. Consider and take any action necessary to approve the Engagement Letter with Jansen and Gregorczyk for Fiscal Year 2015-2016 Audit.**

*Director Warmuth moved to approve the Engagement Letter with Jansen and Gregorczyk for Fiscal Year 2015 – 2016 Audit; Director Maroney seconded the motion which carried unanimously.*

**2. Consider, discuss and take any necessary action regarding drainage.**

Kasey Belote reported on recent projects. Earl Wood reported on Katie Welch’s request to subdivide her lot at 1 Stillmeadow Drive. Ms. Welch will need to pay for a drainage survey and any improvements needed before the subdivision will be approved by the MUD.

**3. Consider, discuss and take any necessary action on the Backwash Recovery Project**

Earl Wood presented a report on the costs-to-date and the estimated costs to finish the Backwash Recovery project. A pilot study that was made after the original cost estimates determined that extra filters would be needed to get the required quality of recovered water. In addition to the \$100,000 LCRA grant and \$300,000 from the MUD, \$52,000 will be needed to complete the project.

*Director Warmuth moved approval of an additional \$52,000 for the completion of the Backwash Recovery Project; Director Maroney seconded the motion which carried unanimously.*

**4. Consider, discuss and take any necessary action regarding Kasey Belote and Larry Kener as signers on PlainsCapital Bank accounts.**

Signature cards were signed to make Kasey Belote and Larry Kener signers on PlainsCapital Bank account.

**5. Consider approving the minutes of the June 20, 2016, regular Board Meeting.**

*Director Warmuth moved approval of the minutes of the June 20, 2016 regular Board meeting; Director Maroney seconded the motion which carried unanimously.*

**6. Consider and take action approving the Bookkeeper's Report and approval of paid invoices.**

Beth Caccamisi reviewed the written report showing \$725,387.44 in the General Fund and \$258,902.03 in the Debt Service Fund.

Earl Wood reported on the progress of the preliminary budget for 2016-2017 and will schedule a meeting for the Budget Committee for the first week of August.

*Director Warmuth moved approval of the Bookkeeper's Report; Director Wingard seconded the motion which carried unanimously.*

**7. Consider and take necessary action to approve the Manager's Operating Report.**

Mr. Wood presented the written report.

Mr. Wood passed out a communication with MUD attorneys about board members attending meetings via conference call. Participation in a meeting via conference call is

not permitted; however, listening with phone on mute with no participation is not against the law.

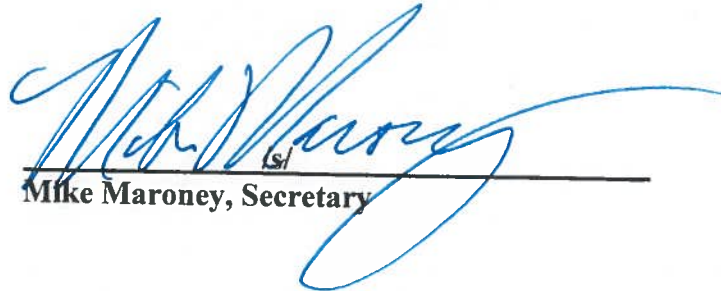
The attorneys also instructed Mr. Wood that if a director misses more than half of the scheduled meetings within a year, the remaining Board members can vote to remove the director from the Board.

*Director Warmuth moved approval of the Manager's Operating Report; Director Maroney seconded the motion which carried unanimously.*

There being no further business, the meeting adjourned at 10:00 a.m.

Signed this 15<sup>th</sup> day of August, 2016.



  
\_\_\_\_\_  
Mike Maroney, Secretary