

**MINUTES OF MEETING
HURST CREEK MUNICIPAL UTILITY DISTRICT
AUGUST 26, 2024**

THE STATE OF TEXAS

COUNTY OF TRAVIS

The Board of Directors of Hurst Creek Municipal Utility District (the "District") met this date at 9:00 a.m. in Special session, open to the public 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:

Present:

William A. Coskey	President
James M. Wingard	Vice-President
Mike Maroney	Secretary
Tom Stiles	Treasurer
John Almond	Assistant Secretary

thus, constituting a quorum.

Also present were Earl Wood, Kurt Pendleton, Stacey Johnson, Beth Caccamisi, and Sonja De La Fuente of Hurst Creek MUD, Sarah Carroll and Angie Massey of the Village of The Hills, and Sara Jenkins of The Hills POA.

1. Consider, discuss, and take any necessary action regarding Hurst Creek MUD's Employee Safety Program.

Kurt Pendleton reported that staff met on Friday, August 23rd and discussed various potential hazards employees may encounter while working at the Wastewater Treatment Plant, which was a good reminder of some things to watch out for.

2. Consider, discuss, and take any necessary action to adopt an Order Declaring the Result of Uncontested Directors Election.

Earl Wood reported that only two applications were received, therefore the election may be canceled, and the two applicants elected.

Director Stiles moved to adopt an Order Declaring the Result of Uncontested Directors Election, thereby electing James Wingard and John Almond to serve as Hurst Creek Municipal Utility District Directors for a term of four years; Director Maroney seconded the motion, which carried 5-0.

3. Consider, discuss, and take any necessary action regarding Hurst Creek MUD customer utility rates.

There was a consensus of the Board to table this item until the next meeting.

4. Consider, discuss, and take any necessary action regarding the proposed Budget for Fiscal Year 2024-2025 and 2024 Tax Rate, set date for a public hearing on the Tax Rate, and authorize publication of the Notice of Public Hearing on the Tax Rate.

Earl provided the report regarding this item. He explained how the tax rate is calculated and the way the law works for setting the tax rate for debt service. He advised that if the tax rate is set at \$0.2304 per \$100, the financial impact to the average homeowner in The Hills will be an increase of \$46 over last year.

Director Almond moved to set the 2024 tax rate at \$0.2304 per \$100 of value; Director Maroney seconded the motion, which carried 5-0.

Director Coskey moved to set a Public Hearing on Tax Rate for September 16, 2024, at 9:00 A.M.; Director Wingard seconded the motion, which carried 5-0.

Earl reviewed the end of year budget balance projections and the proposed budget for Fiscal Year 2024-2025 with the Board. A brief discussion was held regarding cash reserves, revenues, expenditures, and capital projects.

Director Stiles moved to approve the proposed Budget for Fiscal Year 2024-2025; Director Almond seconded the motion, which carried 5-0.

5. Consider, discuss, and take any necessary action on drainage and MS4.

Kurt reported on the following:

- TCEQ conducted an onsite inspection for the Municipal Separate Stormwater System (MS4) permit, which is renewed every five years. It went very well, and commended staff for their work related to this permit and preparing for the inspection.
- He and Jake attended a chemical spill class in Austin.
- Drainage ditch repair between 17 and 19 Applegreen Lane will start soon, and it will be an in-house job.
- Met with the District's engineers at 34 Lost Meadow regarding the drainage and they recommended working with an arborist to address the Bradford Pear Tree and possibly remove.

Director Stiles asked about the drainage issue during the last big storm where water was coming over from Flintrock. Earl advised it was an issue at Flintrock and they will need to make corrections to address the issue.

6. Consider, discuss, and take any necessary action to approve the Minutes of the July 15, 2024, Regular Board Meeting.

Director Wingard moved to approve the Minutes of the July 15, 2024, Regular Board Meeting; Director Almond seconded the motion, which carried 5-0.

7. Consider, discuss, and take any necessary action to approve the Minutes of the August 12, 2024, Special Board Meeting.

Director Wingard moved to approve the Minutes of the August 12, 2024, Special Board Meeting; Director Almond seconded the motion, which carried 4-0. Director Maroney recused himself, as he did not attend the meeting.

8. Consider, discuss, and take any necessary action to approve the July 2024 Bookkeeper's Report and paid invoices.

Beth Caccamisi reviewed the written report with the Board. The General Fund closed the month with a balance of \$1.3 million and the Debt Service Fund closed the month with a balance of \$127,000. 5.33% interest was earned in TexPool for the month, and it was at 5.29% this morning. Revenues were \$12,000 over budget for the month and \$27,000 under for the year. Expenses were \$33,000 under budget for the month and \$38,000 under for the year. She also shared that Kurt Pendleton has been with Hurst Creek MUD for 15 years.

Director Almond moved to approve the July 2024 Bookkeeper's Report and paid invoices; Director Maroney seconded the motion, which carried 5-0.

9. Consider, discuss, and take any necessary action to approve the July 2024 Manager's Operating Report.

Earl reviewed the written report with the Board. He noted that there are two homes and one duplex under construction. Precipitation during the month of July was 5.11 inches. He reported that administrative approval has been received from TCEQ on the Wastewater Permit and the public notice has been published to provide the public an opportunity to comment. He informed the Board that he is now including a graph showing the current lake level in the monthly report. Finally, he reported that the pond level is the lowest it has been, so he discussed it with Director Coskey and decided to have the pond repair team come out to do another section. The shipment of the liner needed will be shipped from Colorado tomorrow and it will be approximately \$30,000 to have it installed. This should bring that project to 80% completion, leaving only the bottom 20% which may last a few more years.

Director Almond moved to approve the July 2024 Manager's Operating Report; Director Stiles seconded the motion, which carried 5-0.

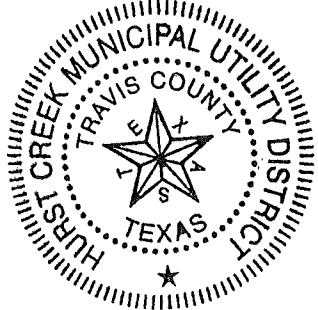
10. The Board may go into Executive Session pursuant to Texas Government Code Sections §551.071 – Consultation with Attorney; §551.072 – Deliberation Regarding Real Property; §551.073 – Deliberation Regarding Prospective Gift; §551.074 – Personnel Matters; and/or §551.076 - Deliberation Regarding Security Devices or Security Audits.

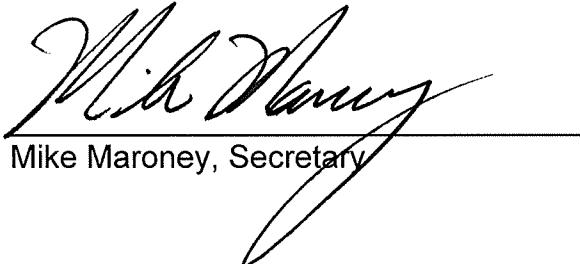
The Board convened to Executive Session at 10:25 A.M. and reconvened the Special meeting at 10:45 A.M. There was no reportable action.

The meeting adjourned at 10:45 A.M.

Signed this 16th day of September 2024.

(seal)





Mike Maroney, Secretary