

**MINUTES OF MEETING  
HURST CREEK MUNICIPAL UTILITY DISTRICT  
JANUARY 15, 2018**

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, thus constituting a quorum.

Also present were Earl Wood, Beth Caccamisi, Linda Lunney, and Kurt Pendleton representing general management for the District; Wendy Smith and Jim Nelson representing Village of The Hills; Lee Nelson, representing the POA, and Jim Jansen, Auditor.

**1. Consider, discuss and take any action necessary approving the Audit for Fiscal Year 2016-2017**

Jim Jansen presented the Audit for Fiscal Year 2016-2017.

*Director Warmuth moved approval of the Audit for Fiscal Year 2016-2017; Director Maroney seconded the motion which carried unanimously.*

2. Consider, discuss and take any necessary action regarding removing Kasey Belote as a signer on PlainsCapital Bank accounts

*Director Wingard moved approval to remove Kasey Belote as a signer on PlainsCapital Bank accounts; Director Kener seconded the motion which carried unanimously.*

### 3. Consider, discuss and take any necessary action on drainage

Kurt Pendleton updated the Board on the 9 Club Estates drainage project which will begin next week.

4. Consider, discuss and take any necessary action regarding implementation of requiring deposits upon connection of service and interruption of service between applicants

Earl Wood reviewed the desire to implement requiring deposits upon connection of service and interruption of service between applicants. Staff will research other local utilities' procedures and report at the next meeting.

**5. Consider approving the minutes of the December 18, 2017 Special Board meeting**

*Director Kener moved approval of the minutes of the December 18, 2017 Special 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 her written report showing \$992,715.02 in the General Fund and \$404,097.64 in the Debt Service Fund.

*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**

Earl Wood reviewed the written report. Mr. Wood discussed the CBS article on radium appearing in Texas water. The article stated that the water in Texas contains dangerous levels of radium. Upon research of Texas levels, the science does not support this statement. Radium is naturally occurring, with chances of higher levels in well water; however, the water in The Hills and local area systems have levels well below EPA maximum contaminant limits.

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

**8. Consider, discuss and take any necessary action regarding February meeting date**

If a meeting lands on a holiday, the meeting will be moved to Wednesday.

**9. The Board may go into Executive Session to discuss personnel matters under Section 551.074 of the Texas Government Code, regarding circumstances surrounding the employment separation of, and a separation agreement with, Kenneth "Belote."**

Executive Session began at 10:25 a.m.

The Board did not take a vote, order, decision or other action in the executive session.

Executive Session adjourned at 11:25 a.m. and resumed regular session.

**10. Consider, discuss and take action regarding approval of a separation agreement between HCMUD and former employee Kenneth "Kasey" Belote**

*Director Warmuth moved to approve offer of Separation Release and Waiver Agreement to Kenneth "Kasey" Belote and the pay-out value of 188 hours of sick leave and vacation; Director Kener seconded the motion which carried unanimously.*

**11. Consider, discuss and take any necessary action regarding staffing and Hurst Creek MUD Organization structure**

*Director Maroney moved to promote Kurt Pendleton to Public Works Supervisor effective immediately and raise salary to \$30 an hour; Director Warmuth seconded the motion which carried with Director Wingard opposed.*

Signed this 21<sup>st</sup> day of February.

  
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Mike Maroney, Secretary

