

**MINUTES OF MEETING
HURST CREEK MUNICIPAL UTILITY DISTRICT
AUGUST 20, 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 said persons were present thus constituting a quorum.

Also present were Linda Lunney, Earl Wood and Kurt Pendleton, representing general management for the District; George Spencer, representing Village of The Hills; and Lee Nelson, representing the POA.

1. Discuss and act on adoption of Order Calling Directors Election and authorization to publish notice of the Election.

Director Kener moved to adopt the Order Calling Directors Election and authorization to publish notice of the Election; Director Wingard seconded the motion which carried unanimously.

2. Discuss and act on authorization to execute joint election agreement with political subdivisions in Travis County.

Director Maroney moved authorization to execute joint election agreement with political subdivisions in Travis County; Director Wingard seconded the motion which carried unanimously.

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

Drainage plans for a new house on Treehaven Lane have been submitted for approval. Director Wingard has concerns about the effectiveness of the drainage behind his house on Swiftwater Trail and asked the MUD to investigate.

4. Consider approving the minutes of the July 16, 2018 Regular Board meeting.

Director Warmuth moved approval of the minutes of the July 16, 2018 Regular meeting; Director Wingard seconded the motion which carried unanimously.

5. Consider and take any action necessary to approve the Engagement Letter with Jansen and Gregorczyk for Fiscal Year 2017-2018 Audit.

Director Warmuth moved approval of the Engagement Letter with Jansen and Gregorczyk for Fiscal Year 2017-2018 Audit; Director Maroney seconded the motion which carried unanimously.

6. Consider, discuss and take any necessary action regarding Tyler software implementation.

Earl Wood updated the Board on the Tyler implementation process. The Tyler accounting process will run parallel to QuickBooks during September. September 4 is the scheduled go-live date for the finance system.

7. Consider, discuss and take any necessary action regarding pre-authorizing the General Manager to close the following checking accounts:

- Manager's Operating Account – No. 3005593
- Capital Reserve Fund – No. 340000139
- Property Tax Fund – No. 340000147

Director Warmuth moved to pre-authorize the General Manager to close the above checking accounts; Director Kener seconded the motion which carried unanimously.

8. Consider, discuss and take any necessary action regarding the transfer of property tax deposits from the Property Tax Fund to the General Operating Fund.

Director Wingard moved approval to the transfer of property tax deposits from the property Tax Fund to the General Operating Fund; Director Maroney seconded the motion which carried unanimously.

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

Earl Wood reviewed the written report showing \$891,715.76 in the General Fund and \$252,249.57 in the Debt Service Fund.

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

10. Consider, discuss and take action regarding the Budget for FY 2018-2019 and 2018 Tax Rate, set date for public hearing on the Tax Rate and authorize publication of Notice of Public Hearing on the Tax Rate.

Director Maroney moved approval to set the Debt Service Tax Rate at \$.0847/\$100 and the O & M Tax Rate to \$.23/\$100; Director Kener seconded the motion which carried unanimously.

Director Maroney approved holding a Public Hearing on Tax Rate on September 17, 2018; Director Kener seconded the motion which carried unanimously.

Director Wingard moved to authorize publication of the Notice of Public Hearing; Director Maroney seconded the motion which carried unanimously.

Director Kener moved approval of the proposed FY 2018-2019 Budget of \$2,432,658.07; Director Wingard seconded the motion which carried unanimously.

11. Consider discuss and take any necessary action regarding the booster pump station on Autumn Oaks Drive.

Earl Wood reported that the both pumps in the booster pump station Autumn Oaks Drive need to be replaced. The main pump is not working and parts are no longer available for either pump. Both pumps should be replaced and the pump station upgraded.

Director Wingard moved to authorize up to \$20,000 to replace the booster pumps and upgrade the pump station; Director Warmuth seconded the motion which carried unanimously.

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

Earl Wood reported there is a 20-foot long tear in the pond liner and upon further inspection several cracks and tears were discovered. The liner needs to be replaced as early as next summer. This project will require approval from TCEQ, engineering and must be bid out.

Mr. Wood then reviewed the written report.

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

13. The Board may go into Executive Session to discuss personnel matters under Section 551.074 of the Texas Government Code.

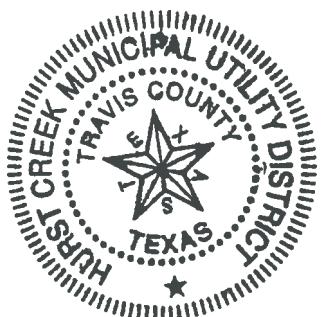
Executive Session began at 10:14 a.m.

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

Executive Session adjourned at 11:14 a.m.

There being no further business the meeting was adjourned at 12:15 p.m.

Signed this 17th day of September 2018.



/s/
Mike Maroney, Secretary