

**MINUTES OF MEETING  
HURST CREEK MUNICIPAL UTILITY DISTRICT  
MAY 18, 2015**

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
Raymond Arvay	Secretary
Mike Maroney	Assistant Secretary

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

Also present were Dan Roark, Earl Wood, K. C. Belote, Beth Walters and Linda Lunney, representing general management for the District; and Lee Nelson representing the POA, Ron Dodd representing the Village Board of Aldermen; members of L.C.R.A. management and film crew.

**1. L.C.R.A. presentation of grant check.**

L.C.R.A. presented a \$100,000 check for the backwash recovery project. The management team and film crew left at this time.

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

Kasey Belote reported the Cottondale drainage project would be ready to start as soon as the weather breaks.

**5. Consider approve the minutes of the April 13, 2015 special Board meeting.**

*Director Arvay moved approval of the minutes of the April 13, 2015 special Board meeting; Director Maroney seconded the motion which carried unanimously.*

**6. Consider and take action approving the Bookkeepers Report and approval of paid invoices.**

Beth Walters inquired if invoices could be paid electronically. It was agreed by acclamation that checks could be paid electronically; if over \$10,000 two initials approving the invoice would be required.

Ms. Walters then reviewed her written report showing a \$893,121.82 in the General Fund. She also discussed the opening of a CD with SouthStar Bank for \$200,000.

*Director Maroney moved approval of the Bookkeepers Report; Director Wingard seconded the motion which carried unanimously.*

**2. Consider, discuss and take any necessary action on backwash recovery.**

Earl Wood reported on the progress of the GAC (granular activated carbon) pilot test study. Results so far are mostly favorable.

**3. Consider, discuss and take any necessary action on AMR, Automatic Read Meters.**

Earl Wood reported the installation of the new meters would begin around the middle of June. A notification program is being developed to inform residents of the change-out and the benefits of the new meters.

**7. Consider, discuss and take any necessary action to approve the Managers Operating Report.**

Earl Wood reviewed the written report, showing 1170 connections.

The Board expressed concern about building on any remaining lots that are vacated replats. Staff was asked to look into the process of refusal to allow construction on lots with extreme drainage issues.

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

**8. The Board will meet in executive session to discuss personnel issues in accordance with Texas Government Code Section 551.074.**

The Board of Directors went into executive session at 10:53 a.m. to discuss personnel issues. They came out of executive session at 11:23 a.m.

*In regular session Director Arvay moved approval of a salary increase for Earl Wood, effective June 1, 2015; Director Wingard seconded the motion which carried unanimously.*

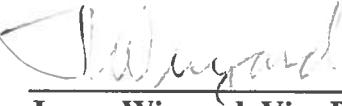
Signed and sealed this 15<sup>th</sup> day of June, 2015.

(Seal)

  
Raymond Arvay, Secretary Board of Directors

  
Wilson Smith, President

  
William Warmuth, Treasurer

  
James Wingard, Vice President

  
Mike Maroney, Assistant Secretary