

**MINUTES OF MEETING
HURST CREEK MUNICIPAL UTILITY DISTRICT
MAY 16, 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 Jim Wingard, 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; and J.R. Smith, representing the Village of The Hills

1. Consider, discuss and take any necessary action regarding amending the Drought Contingency Plan

Earl Wood reviewed the Drought Contingency Plan, which was tabled last summer. This plan calls for mandatory two days a week be seasonal rather than supply related. Kasey Belote met with Earl Foster, Lakeway MUD, who heads the Firm Water Customer Co-op. The Co-op is working to come up with a recommended uniform drought contingency plan.

Lee Nelson presented a memo from the POA asking not to adopt the revised plan. The POA believes two days a week is not enough to keep landscaping up to POA standards. They also believe that since the lakes are full there is no need to further limit water usage beyond the voluntary, three days a week schedule.

Director Warmuth moved to table this issue until the Firm Water Customer Co-op presents their plan; Director Maroney seconded the motion which carried unanimously.

Director Maroney suggested inviting Earl Foster to attend a BOD meeting to discuss the Co-op's reasoning behind their developing a uniform contingency plan.

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

Kasey Belote reported on small improvements at 5 Crystal Springs Court which the MUD is doing as part of the approved drainage plan.

3. Consider approving the minutes of the April 18, 2016 regular Board Meeting.

Director Kener moved approval of the minutes of the April 18, 2016 regular Board meeting; Director Warmuth seconded the motion which carried unanimously.

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

Beth Caccamisi reviewed the written report showing \$849,90.94 in the General Fund and \$247,934.37 in the Debt Service Fund.

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

5. Consider, discuss and take any necessary action regarding Mike Maroney as a signer at SouthStar Bank

Director Warmuth moved to take Dan Roark off and add Mike Maroney as a signer at SouthStar Bank; Director Kener seconded the motion which carried unanimously.

6. Consider, discuss and take any necessary action regarding the Village annexation of Serene Hills Drive from Trophy Drive to the end of The Hills Park and a boundary adjustment with the City of Lakeway

Earl Wood reviewed the request from Travis County to annex Serene Hills Drive. The street sits between the MUD and Village borders. The city council has asked the MUD their opinion before making a decision. The Board instructed Earl Wood to inform the Village that the MUD does not want the Village to annex Serene Hills Drive.

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

Earl Wood reviewed the written report. He also reported on the progress of the Backwash Recovery project.

Director Warmuth moved approval of the Manager's Operating Report; Director Maroney 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 met in executive session at 10:40 am. The session adjourned at 11:05 am.

Out of executive session the Board voted as follows:

Director Warmuth moved to promote Kasey Belote to Assistant General Manager with a yearly salary of \$90,000 and to promote Kurt Pendleton to Public Works Supervisor with an hourly salary of \$26, both positions to begin June 9, 2016; Director Kener seconded the motion which carried unanimously.

There being no further business, Director Kener moved to adjourn; Director Maroney seconded the motion which carried unanimously.

Signed and sealed this 20th day of June, 2016.

(Seal)



s/
Mike Maroney, Secretary

