

**MINUTES OF SPECIAL MEETING
HURST CREEK MUNICIPAL UTILITY DISTRICT
MARCH 14, 2014**

THE STATE OF TEXAS §

COUNTY OF TRAVIS §

The Board of Directors of Hurst Creek Municipal Utility District (the “District”) met this date in special 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, Linda Lunney and Ryan Ellsworth, representing general management for the District; Hilda Potsavich, representing the Village Board of Aldermen; and Hal Lanham, representing the Hills Property Owners’ Association.

1. Discuss, consider and take any action necessary regarding backwash recovery/well drilling.

No action necessary.

2. Consider, discuss and take any necessary action to authorize execution of an Easement for wells in the Village Park.

Dan Roark reported that the Village will have a public hearing on the issue at the next Board of Alderman meeting on April 10, 2014. If approved, drilling will proceed the day after the meeting.

3. Consider, discuss and take any necessary action on the Drought Contingency Plan.

No action was necessary.

4. Consider, discuss and take any necessary action to amend the Rate Order.

Dan Roark reported on the need to change the Rate Order to reflect an increase in the Drainage Plan fees from \$1,000 to a refundable fee of \$2,500 with the builder responsible for any costs exceeding \$2,500.

Director Arvay moved to approve amending the Rate Order to reflect the change stated above; Director Wingard seconded the motion which carried unanimously.

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

Director Arvay reported that the 1 Lost Meadow drainage encroachment issue is now being handled by the lawyers.

6. Consider approving minutes of the February 17, 2014 Board meeting.

Director Warmuth moved approval of the Minutes of February 17, 2014; Director Arvay seconded the motion which carried unanimously.

7. Consider, and take action approving the Bookkeepers Report and approval of paid and to be paid invoices.

Ryan Elsworth reviewed the Bookkeepers' Report, showing a balance of \$905,364 in the General Fund and \$859,878 in Debt Service.

Director Maroney moved approval of the Bookkeeper's Report with a correction of the date on the Debt Service Fund; Director Arvay seconded the motion which carried unanimously.

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

Dan Roark reviewed his report, showing 1126 connections.

Director Warmuth moved approval of the Managers Operating Report; Director Maroney seconded the motion which carried unanimously.

Signed and sealed this 28st day of April, 2014.

(Seal)

 /s/
Raymond Arvay, Secretary Board of Directors

