

Director Maroney moved to offer Mr. Nickell up to \$1,500 in return for a waiver to not bring any legal action on this issue any time in the future; Director Wingard seconded the motion which carried unanimously.

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

K.C. Belote brought the Board up-to-date on on-going drainage issues.

Seven Club Estates Parkway drainage is approved. Changes were made in the landscape plan after approval by the POA Architectural Committee but the MUD was not notified. Earl Wood requests that future amendments to plans approved by POA's AC be communicated to the MUD.

4. Consider approving minutes of the May 28, 2014 Special Board meeting.

Director Warmuth moved approval of the Minutes of May 28, 2014; Director Wingard seconded the motion which carried unanimously.

5. Consider, discuss and take any necessary action to hire a receptionist.

Dan Roark briefed the Board on negotiations involving the question of hiring a dedicated receptionist.

Director Wingard moved to hire a dedicated receptionist; Director Warmuth seconded the motion which carried unanimously.

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

Ryan Ellsworth briefed the Board on the financial report, which shows \$721,000 in the General Fund and \$250,000 in Debt Service.

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

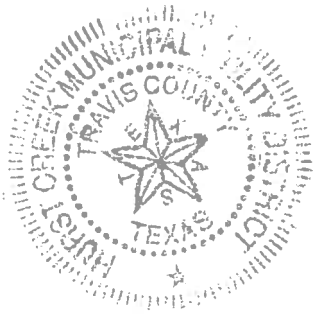
8. Consider, discuss and take any necessary action to approve the Managers Operating Report.

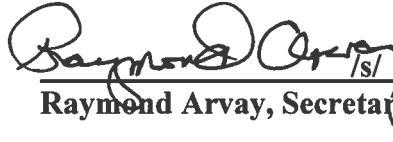
Earl Wood presented the written report. Mr. Wood reported on a meeting with Lakeway MUD General Manager Earl Foster on modifications to the barge to allow pumping at very low lake levels. It was agreed to set trigger points of low lake levels to initiate the barge modifications.

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

Signed and sealed this 21st day of July, 2014.

(Seal)





Raymond Arvay, Secretary Board of Directors