

**MINUTES OF REGULAR MEETING
HURST CREEK MUNICIPAL UTILITY DISTRICT
JUNE 16, 2014**

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 except Director Arvay, thus constituting a quorum.

Also present were Dan Roark, Earl Wood, K. C. Belote, Linda Lunney and Ryan Ellsworth, representing general management for the District; Jim Nelson, representing the Village Board of Aldermen and Hal Lanham representing the Hills POA.

1. Consider, discuss and take any necessary action on ground water wells and backwash recovery.

Dan Roark and Earl Wood described the various options involved with backwash recovery. Another well is scheduled to be drilled the first week in July.

- 2 Consider discuss and take any necessary action regarding work at 1 Lost Meadow Trail and Mr. Bob Nickell.

Earl Wood described recent events regarding drainage easement work. Issues involved include encroachment into the easement and damage during construction of the drainage way. The Drainage Committee recommends paying the resident \$1,500 in return for a legal release.

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.

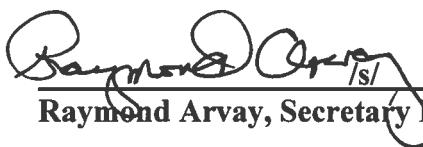
Earl Wood presented the written report. Mr. Wood reported on a meeting with Lakeway MUD General Manager Earl Foster on modifications to the barge to allow pumping at very low lake levels. It was agreed to set trigger points of low lake levels to initiate the barge modifications.

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