

**MINUTES OF MEETING
HURST CREEK MUNICIPAL UTILITY DISTRICT
AUGUST 17, 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, except Ray Arvay, thus constituting a quorum.

Also present were Earl Wood, Dan Roark, K.C. Belote, Beth Caccamisi and Linda Lunney, 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 Drought Contingency Plan.

Earl Wood described a request from LCRA to consider a mandatory two times a week watering schedule. Kasey Belote presented a revised Drought Contingency Plan to meet this request. After much discussion this item was tabled for further review.

2. Consider, discuss and take any necessary action on drilling water wells.

Earl Wood reviewed recent estimates for drilling another well. Director Smith requested putting \$40,000 in the FY 2015-2016 budget to drill the well.

Mr. Wood will invite James Dwyer to the next meeting to do a presentation on aquifer storage and recovery.

3. Update on backwash recovery project.

Earl Wood reported work with PEC on their easement has been finalized and once the engineers are finished with the design we will be able to solicit bids for construction.

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

Kasey Belote reported that our engineers' findings of their investigation of the drainage at 3 The Hills Drive, indicated that based on a 25-year rain event our system is performing as it should.

5. Consider approving the minutes of the July 20, 2015 regular Board Meeting.

Director Maroney moved approval of the minutes of the July 20, 2015 regular Board meeting; Director Warmuth seconded the motion which carried unanimously.

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

Beth Caccamisi reviewed her written report showing \$782,458 in the General Fund and \$267,214 in the Debt Service Fund.

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

Earl Wood reported that a delay in the certifications of tax roles has pushed the date for submitting the tax rate for 2015 to October 31.

7. Consider, discuss and take any necessary action to select a District Financial Advisor.

Current Financial Advisor, Ladd Patillo, is retiring and therefore the District must hire a new advisor. Earl Wood presented three submissions: Estrada-Hinojosa, First Southwest, and Specialized Public Finance Inc.

Director Warmuth proposed the hiring of Specialized Public Finance, Inc.; Director Wingard seconded the motion which carried unanimously.

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

Mr. Wood reviewed his written report.

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

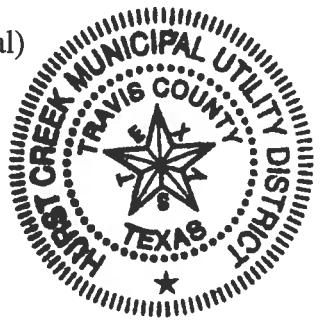
The Board went into executive session at 11:10 am to discuss personnel matters.

The session adjourned at 11:35

Meeting adjourned at 11:40 am.

Signed and sealed this 21st day of September, 2015

(Seal)



/s/

Raymond Aray, Secretary Board of Directors