

**MINUTES OF MEETING
HURST CREEK MUNICIPAL UTILITY DISTRICT
AUGUST 15, 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 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; George Spencer, representing Village of The Hills, Dan Wegmiller, Financial Advisor and Lauren Kalisek, Attorney.

1. Discuss and act on adoption of Order Calling Directors Election and authorization to publish notice of the Election.

Director Kener moved to adopt the Order Calling Director’s Election and authorize to publish notice of the Election; Director Maroney seconded the motion which carried unanimously.

2. Discuss and act on authorization to execute joint election agreement with political subdivisions in Travis County.

Director Maroney moved to authorize execution of a joint election agreement with political subdivisions in Travis County; Director Kener seconded the motion which carried unanimously.

3. The Board may meet in executive session to consult with its attorney regarding the Interlocal Agreement between Village of The Hills and Hurst Creek Municipal Utility District and any proposed amendments thereto in accordance with Texas Government Code Section 551.071 and/or to discuss personnel matters regarding the District General Manager/Village Administrator, District Assistant General Manager/Assistant Village Administrator and/or proposed Village "Assistant to the Mayor and BOA" position in accordance with Texas Government Code Section 551.074

The Board went into executive session to discuss the items above at 9:10 a.m. The Board did not take a vote, order, decision or other action in the executive session. They adjourned from the executive session and returned to the open meeting at 9:40 a.m. Lauren Kalisek departed the meeting at this time.

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

Kasey Belote reported no new drainage projects or problems.

5. MS4 Committee update

Mr. Belote reviewed the information that will be included on the Hurst Creek MUD website in compliance with the MS4 permit.

6. Consider approving the minutes of the July 18, 2016, regular Board Meeting.

Director Warmuth moved approval of the minutes of July 18, 2016 regular Board Meeting with a spelling correction on Page 2; Director Wingard seconded the motion which carried unanimously.

7. Consider, discuss and take action regarding Budget for FY 2016-2017 and 2016 Tax Rate, set date for public hearing on the tax rate and authorize publication of notice of public hearing on the tax rate.

Dan Wegmiller, Finance Advisor, appeared to discuss options for the 2016 debt service portion of the tax rate. The proposed debt service rate for 2016 is \$0.1200. The proposed O&M rate is \$0.2221 in order to have a reserve for future maintenance and repairs. The combined 2016 tax rate is \$0.3421.

Earl Wood reviewed the proposed budget of \$2,490,021.52 which includes a new entry-level employee and an increased vehicle allowance.

Director Wingard moved to approve the proposed tax rate and budget with a contingency of an increase in Earl Wood's salary and authorized publication of the Public Hearing on the 2016 Tax Rate; Director Maroney seconded the motion which carried unanimously.

8. Consider and take action on a Resolution Amending Authorized Representatives for TexPool.

Director Maroney moved approval of a Resolution Amending Authorized Representatives for TexPool; Director Kener seconded the motion which carried unanimously.

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

Beth Caccamisi reviewed the written report showing \$655,683.84 in the General Fund and \$261,311.71 in the Debt Service Fund.

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

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

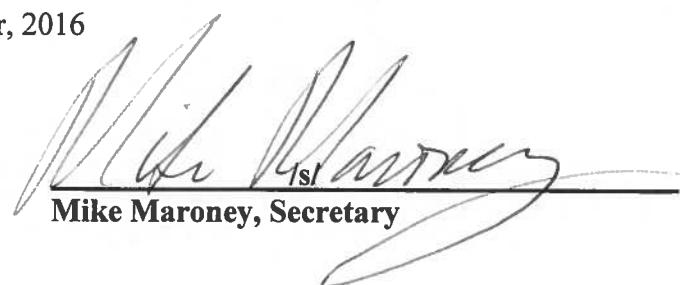
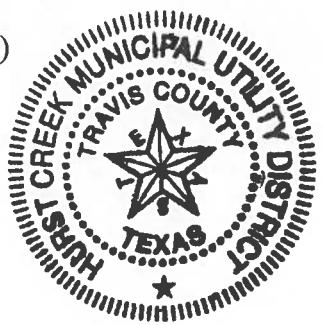
Mr. Wood presented the written report.

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

There being no further business, the meeting adjourned at 12:00 a.m.

Signed this 19th day of September, 2016

(Seal)



Mike Maroney
1st
Mike Maroney, Secretary