

**MINUTES OF MEETING
HURST CREEK MUNICIPAL UTILITY DISTRICT
OCTOBER 17, 2022**

THE STATE OF TEXAS

COUNTY OF TRAVIS

The Board of Directors of Hurst Creek Municipal Utility District (the "District") met this date at 9:00 a.m. 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:

Present:

Wilson Smith	President
James M. Wingard	Vice-President
Mike Maroney	Secretary
William Coskey	Treasurer
Tom Stiles	Assistant Secretary

thus, constituting a quorum.

Also present were Earl Wood, Stacey Johnson, Kurt Pendleton, Beth Caccamisi, and Sonja De La Fuente, Hurst Creek MUD and Councilmember Jim Nelson, Village of the Hills.

1. Consider, discuss, and take any necessary action regarding the Municipal Separate Storm Sewer System (MS4).

Kurt Pendleton provided the report regarding this item providing information to new Board Director Tom Stiles and updating the Board regarding the system and a current map.

2. Consider, discuss, and take any necessary action regarding the District allowing Legend Communities to lease space on the district's elevated tower for the City of Lakeway Downtown Square.

Earl Wood provided the report regarding this item. He explained that Legend Communities is interested in leasing space on the elevated tower to display their logo. He explained that it is legal as long as no bond money is owed and no bonds are issued on the tower. The Board discussed pros and cons related to the request.

A majority of the Board expressed a willingness to consider their request. Earl will discuss more with the developer and bring additional information back to the Board for their consideration should the developer wish to continue to pursue.

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

Kurt Pendleton provided the report regarding this item. He reported that staff will be doing a small project to dig out a roadside ditch and regrade to address a drainage issue at 32 Club Estates between two houses. He also noted that the Dewdrop Cove project should be posted and out to bid this month and hopefully a contract can be awarded at the next Board meeting.

4. Consider, discuss, and take any necessary action to approve the Minutes of the September 19, 2022, Regular Board meeting.

Director Coskey proposed the following changes to the minutes: Item 4 - add the words "cash reserves" after the words "ending the year at 1.2 million". Item 3 – modify wording to say "the Board discussed the tax rate reduction and the increased appraised values of the homes which impacted the homestead vs. non homesteaded property owners differently."

Director Wingard requested clarification on Item 11 to indicate that the water from the well can be used for anything except potable water.

Director Stiles updated the Board to let them know that he met the District's insurance agent and advised that she is very knowledgeable and has been doing this type of business for a long time. He and Earl increased D & O from \$2 million to \$4 million.

Director Maroney moved to approve the Minutes of the September 19, 2022, Regular Board Meeting, with proposed changes; Director Wingard seconded the motion which carried 5-0.

5. Consider, discuss, and take any necessary action to approve the September 2022 Bookkeeper's Report and approval of paid invoices.

Beth Caccamisi reviewed the written report showing \$1,319,455.79 in the General Fund and \$78,616.73 in the Debt Service Fund. She noted two bond payments were made for a total amount of \$46,000 and General Fund revenues ended at \$5,200 to the good for the month and \$192,000 to the good for the year, mainly from water sales. The expense budget was \$27,000 over for the month and \$28,000 for the year. The largest overage was from the purchase of chemicals. She reported that TexPool was earning 2.84% interest. Property taxes collected are at 98.6%.

Director Coskey recommended exploring chemical purchases from different suppliers to encourage competitive pricing. Earl also explained that staff can look into partnering with other agencies to see if better pricing is available that way. Director Coskey also pointed out that the District is paying \$500 per month to Cintas for first aid cabinet supplies.

Director Stiles moved approval of the September 2022 Bookkeeper's Report and paid invoices; Director Wingard seconded the motion which carried 5-0.

6. Consider, discuss, and take any necessary action to approve the September 2022 Manager's Operating Report.

Earl Wood reviewed the written report. He noted there is still only one house under construction at 52 Cottondale. He noted that while only 98.63% of the property taxes have been collected,

usually 99% or more is usually collected by the end of the year. All bond payments plus an additional payment have been paid for the year and \$78,616 remains in the Debt Service fund. He noted that 1,009 acre feet of raw water was used in September, which is down from August. He also reported that AquaTech had made a mistake in their water sampling and they have notified TCEQ regarding the results of their investigation.

Director Stiles asked whether or not the Club was using more water with the new course. Earl explained that due to the dry year, it will take time to make that determination.

Director Coskey asked about a Safety Coordinator for the Elevated Tower Painting Project. Earl explained that he spoke with Steger & Bizzell who prepared the bid documents for the project and they confirmed their confidence in the contractor who was awarded the contract. Kurt advised that he believed there was a safety pre-qualification document in the bid documents and will confirm. Director Stiles recommending getting a copy of the safety manual from the contractor. Director Coskey recommended considering a safety program for Hurst Creek MUD in the future.

Earl reported that the backwash recovery is back online. He also noted that about one third of the top of the pond liner panels have been installed.

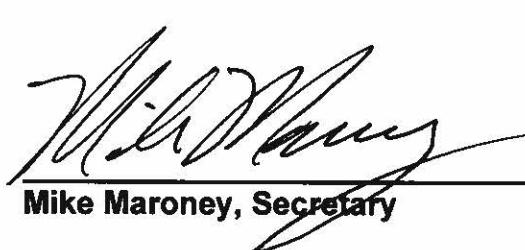
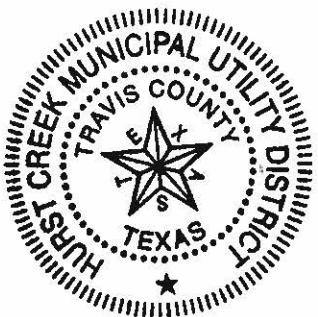
Director Wingard moved to approve the September 2022 Manager's Operating Report; Director Coskey seconded the motion which carried 5-0.

7. ***The Board may go into Executive Session to receive advice from its Attorney pursuant to Section 551.071 of the Texas Government Code and/or discuss personnel matters under Section 551.074 of the Texas Government Code.***

The Board recessed the open meeting at 10:18 A.M. and convened to Executive Session at 10:35 A.M. They reconvened the open meeting at 11:15 A.M. There was no reportable action. The Meeting adjourned at 11:15 A.M.

Signed this 14th day of November 2022.

(seal)



Mike Maroney, Secretary