

THE STATE OF TEXAS §
COUNTY OF TRAVIS §

Present:

thus, constituting a quorum.

1. Consider, discuss, and take any necessary action regarding setting the 2023 Tax Rate, including holding a public hearing on the tax rate.

Director Almond moved to approve the tax rate for 2023 as advertised; Director Maroney seconded the motion which carried 5-0.

2. Consider, discuss, and take any necessary action to adopt the 2023 Tax Rate and executing the Order Levying Taxes 2023.

Director Stiles moved to adopt the 2023 Tax Rate and execute the Order Levying Taxes for 2023; Director Maroney seconded the motion which carried 5-0.

3. Consider, discuss, and take any necessary action to approve changing per diem of directors from \$150 per day to a not to exceed per diem of \$221 per day as outlined in HB 2815.

Earl Wood provided the report for this item. He explained how the per diem started and that the per diem was just recently increased by the legislature. A brief discussion was held by the Board.

Director Almond moved to approve changing the per diem of directors from \$150 per day to a not to exceed per diem of \$221 per day as outlined in HB 2815; Director Stiles seconded the motion which carried 5-0.

4. Consider, discuss, and take any necessary action to adopt the Fiscal Year 2023-2024 Budget.

Earl provided the report for this item. He reviewed the revised projected year end with just over \$1 million in cash reserves. He noted that one day per week watering may affect water sales. Discussion was held among the Board regarding the various funds. The Board commended Earl on his level of detail in the budget. They also reviewed the large expenditure plan and briefly discussed impact and priorities.

Director Almond moved to adopt the Fiscal Year 2023-2024 Budget; Director Wingard seconded the motion which carried 5-0.

5. Consider, discuss, and take any necessary action to approve Amendment 38, District Information Form.

Earl provided the report for this item. President Coskey adding "...of which \$4,590,000 remains to be issued." At the end of item three of Amendment 38.

Director Maroney moved to approve Amendment 38, District Information Form with the recommended addition; Director Almond seconded the motion which carried 5-0.

6. Consider, discuss, and take any necessary action regarding the annual renewal of insurance policies provided by Gallagher Waterworks Insurance Network (WIN).

Earl provided the report for this item. Director Stiles recommended reviewing the pollution and crime limit in the future but advised that he is comfortable moving forward with this package.

Director Stiles moved to approve the annual renewal of insurance policies provided by Gallagher Waterworks Insurance Network (WIN); Director Maroney seconded the motion which carried 5-0.

7. Consider, discuss, and take any necessary action to approve the amended and updated Drought Contingency Plan

Earl provided the report for this item. He explained that the updated plan reflects the one time per week watering requirement under Stage 2 until the lakes are back above 900,000 acre-feet then back to a permanent two times per week watering requirement under Stage 1.

Director Almond moved to approve the amended and updated Drought Contingency plan; Director Maroney seconded the motion which carried 5-0.

8. Consider, discuss, and take any necessary action to approve an Interlocal Agreement between Hurst Creek MUD and the Village of The Hills.

Earl provided the report for this item. He explained that the agreement is the document the two committees agreed upon and will be effective October 1. He thanked the Committee for their service.

Director Almond moved to approve the Interlocal Agreement between Hurst Creek MUD and the Village of The Hills; Director Maroney seconded the motion which carried 5-0.

9. Consider, discuss, and take any necessary action on drainage and MS4.

Kurt Pendleton provided the report for this item. He informed the Board that the small drainage project at 20 Lost Meadow is complete, and the cost was less than \$500. There are no drainage projects in the foreseeable future. The MS4 Committee held their 3rd Quarter meeting last week and reviewed the final year of the five-year permit and the potential new requirements for next year last. Unfortunately, Hurst Creek MUD cannot be covered under Lakeway's permit, but it does appear they may be easing up some on requirements.

10. Consider, discuss, and take any necessary action to approve the Minutes of the August 21, 2023, Regular Board Meeting.

Board President Coskey recommended revising the term "to the good" under item 9 to "revenues exceeded budget" or "a positive variance".

Director Almond moved to approve the Minutes of the August 21, 2023, Regular Board Meeting with the recommended change; Director Stiles seconded the motion, which carried 5-0.

11. Consider, discuss, and take any necessary action to approve the August 2023 Bookkeeper's Report.

Beth Caccamisi reviewed the written report showing \$1.1 million in the General Fund. She made an extra bond payment in August leaving \$122,000 in the Debt Service Fund. 97.8% of the property taxes have been collected. She reported that TexPool is currently earned 5.32% interest for the month of August and was at 5.31% this morning. Revenues ended the month at \$43,000. Expenses were under for the month by \$3,500 and \$69,000 under for the year.

Director Wingard moved to approve the August 2023 Bookkeeper's Report; Director Almond seconded the motion which carried 5-0.

Director Almond moved to approve the amended and updated Drought Contingency plan; Director Maroney seconded the motion which carried 5-0.

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Director Wingard moved to approve the August 2023 Bookkeeper's Report; Director Almond seconded the motion which carried 5-0.

12. Consider, discuss, and take any necessary action to approve the August 2023 Manager's Operating Report.

Earl reported the following:

- The Debt Service Fund is at \$1.32 million with early payments in the amount of \$39,000 paid last week. Bond payments for this budget year are done, leaving \$122,000. This saved \$2,000.
- Connections summary remains same with the Lakeway Church small maintenance building and 2 Autumn Oaks Drive being new connections. 8 Stillmeadow Drive is discussing rebuilding.
- The District has pumped 750 acre-feet out of the allotted 1,200 acre-feet from the lake. The newly mandated once per week watering will reduce this.
- Sent out a letter to customers thanking them for reducing their water use. The use is currently down 200,000 gallons per day, and it is expected to continue to decrease.
- The Club is expected to reduce their usage by 20%. Lake water goes to the Club a few months out of the year, and the rest of the year it is effluent water.
- The LCRA wants a 20% reduction, and as we stand right now the District should meet that.
- Reviewed new legislation and how it affects the District.

Director Almond moved to approve the August 2023 Manager's Operating Report; Director Almond seconded the motion which carried 5-0.

The Board recessed the open meeting at 10:31 A.M. and convened to Executive Session at 10:31 A.M.

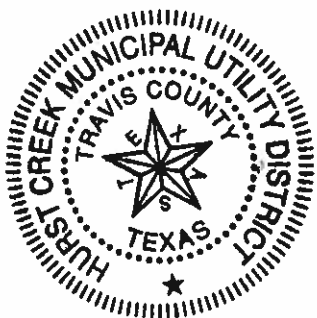
13. The Board may go into Executive Session pursuant to Texas Government Code Sections §551.071 – Consultation With Attorney; §551.072 – Deliberation Regarding Real Property; §551.073 – Deliberation Regarding Prospective Gift; §551.074 – Personnel Matters; and/or §551.076 - Deliberation Regarding Security Devices or Security Audits.

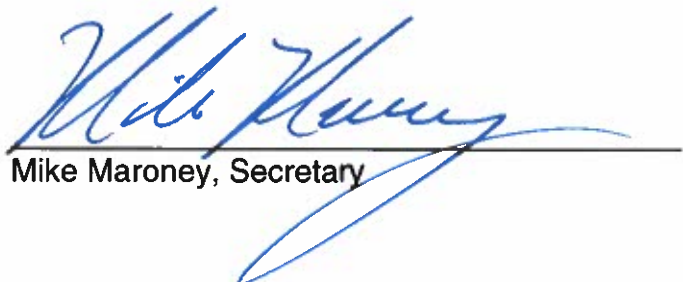
The Board reconvened the open meeting at 10:50 A.M. There was no reportable action.

Director Wingard moved to adjourn the meeting at 10:50 A.M.; Director Almond seconded the motion, which carried 5-0.

Signed this 16th day of October 2023.

(seal)




Mike Maroney, Secretary