

MINUTES OF MEETING
OF
SENNA HILLS MUNICIPAL UTILITY DISTRICT

STATE OF TEXAS §
 §
COUNTY OF TRAVIS §

A meeting of the Board of Directors of Senna Hills Municipal Utility District, open to the public, was held at 7:00 a.m. on April 25, 2014, at 353 South Commons Ford Road, Austin, Texas 78733, pursuant to notice duly given in accordance with law.

1. CALL TO ORDER

The meeting was called to order.

2. ROLL CALL OF DIRECTORS

A roll call of the Directors was taken. The Directors present were David I. Perl, Gregg Kronenberger and Lisa McKenzie, thus constituting a quorum. Directors Chet Palesko and Joe Szoo were absent.

Also present at the meeting were Scott Manuel, Carrie Strmiska, Allen Douthitt, Robert Ferguson, John Chamblee, Charles Collier, Rip Miller, Kemp Gorthey and Bill Flickinger.

3. CITIZEN COMMENTS

No citizens were present.

4. MINUTES OF PRIOR MEETINGS

David I. Perl presented some corrections to the minutes. Motion was made by Gregg Kronenberger and seconded by Lisa McKenzie to approve the minutes as corrected. The motion carried unanimously.

5. VACATION OR MODIFICATION OF EASEMENT AT 10318 INDIGO BROOM LOOP AND ADJACENT PROPERTY

Bill Flickinger provided an update on revisions to the documentation and communications with the insurance company. No action was taken.

6. ALL MATTERS RELATED TO WEST TRAVIS COUNTY PUBLIC UTILITY AGENCY

There was nothing new to report and no action taken on this item.

7. ENGINEER'S REPORT ON SOME OR ALL OF THE AGENDA ITEMS

Robert Ferguson reported on various items including the memorandum he provided in the Board packet. He informed the Board that the wastewater treatment plant permit renewal expires this winter, so his office is preparing the permit renewal application to be filed by June 1, 2014. Included will be a request for the \$815 filing fee to file the application at the TCEQ. He also reported that the escrow release application at the TCEQ has reached the peer review level, he does not anticipate any issues and believes it should have approval in the next few weeks.

8. TAYLOR LAKE EFFLUENT POND AND THE DISTRICT'S EFFLUENT DISPOSAL SYSTEM

Scott Manuel reported minor maintenance issues have been repaired.

* ITEMS 9 AND 13 WERE DISCUSSED TOGETHER.

9. THE DISTRICT'S WASTEWATER TREATMENT PLANT

13. DISTRICT MANAGER'S REPORT ON OPERATIONS

Manager Scott Manuel made a report. He provided a memorandum outlining the actions taken since the last meeting. He reported some improvement in water accountability. The wastewater treatment plant was at 82%. He is still investigating the ammonia excursion. There was also a detailed discussion regarding how to improve the operation of the wastewater plant. Robert Ferguson will assist in that process in determining possible ways to improve the operation. Ovivo is also involved in the process. Scott Manuel will follow up on providing signs in the neighborhood regarding the water restrictions and will provide a waiver to Ms. Monnin to water on Wednesday due to some drainage issues on the back side of the effluent pond. Scott Manuel will also address those drainage issues as well.

10. BOOKKEEPER'S REPORT, INCLUDING AUTHORIZATION OF PAYMENT OF BILLS

Allen Douthitt passed out his report and noted the need for three transfers. Motion was made by Gregg Kronenberger and seconded by Lisa McKenzie to authorize payment of the bills and the transfers as described by Allen Douthitt. The motion carried unanimously.

Allen Douthitt also reported that six new taps have been issued this month.

11. ABC LOAN AGREEMENT AND RELATED MATTERS, INCLUDING RENEWAL AND INCREASE THEREOF

Allen Douthitt presented the documents to renew the line of credit at ABC Bank.

Motion was made by Gregg Kronenberger and seconded by Lisa McKenzie to approve the ABC loan agreement as presented to renew the line of credit. The motion carried unanimously.

12. BILLING ADJUSTMENTS

There were no billing adjustments to discuss this month.

14. CONSTRUCTION PROJECTS WITHIN THE DISTRICT, INCLUDING CHANGE ORDERS, PAY ESTIMATES AND ACCEPTANCES

No action on this item was required.

15. THE DISTRICT'S WATER AND WASTEWATER SYSTEMS AND RULES PERTAINING THERETO

No action was required.

16. THE DISTRICT'S WATER AND SEWER RATES

The Board discussed the possibility of increasing rates or imposing a drought contingency surcharge in the future. No action was taken.

17. REVISED MUD LAND USE PLAN AND CONSENT AGREEMENT WITH SENNA HILLS, LTD. AND THE CITY OF AUSTIN; INCLUDING PROPOSED OFFICE BUILDING AND LITIGATION WITH SENNA HILLS, LTD. OVER THE FOREGOING AND THE WEAVER SEWER LINE PROJECT

Gregg Kronenberger stated that he supports continued negotiations but is not prepared to take action today on the proposal by Rip Miller. There was detailed discussion regarding the issues important to the homeowners association. David I. Perl suggested that the homeowners association could continue negotiations with Rip Miller pending the next meeting of the MUD Board. John Chamblee stated that the homeowners association is not interested in direct negotiations with Rip Miller and will pursue negotiations jointly with the District. The Board will look at scheduling a special meeting to address this item in more detail.

18. ADJOURN

The meeting was adjourned.

Christopher

President, Board of Directors
Senna Hills MUD

ATTEST:

Lois M Keyie

Secretary, Board of Directors
Senna Hills MUD

