

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 August 24, 2011, at 1502 San Juan Drive, 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 Kenneth A. Fox, David I. Perl, Mike Dansby and Gregg Kronenberger, thus constituting a quorum. President Chet Palesko was absent.

Mike Dansby presided over the meeting.

Also present at the meeting were David Ripley, Jerri Strain, Mike Willatt, David Malish, Robert Ferguson, Robert Long and Joe Szoo.

3. CITIZEN COMMENTS

There were no citizen comments.

4. MINUTES OF PRIOR MEETINGS

Motion was made by David I. Perl and seconded by Gregg Kronenberger to approve the minutes of the July 13 and July 28, 2011 meetings as presented. The motion carried unanimously.

5. AQUA TEXAS CONTRACT

This is a standing item. There was no discussion on this item.

**Mike Dansby took up Item 8, being the proposed Amended and Restated Declaration of Restrictions and Easements pertaining to the Section 10 retaining wall.

8. AMENDED AND RESTATED DECLARATION OF RESTRICTIONS AND EASEMENTS IN CONNECTION WITH RETAINING WALL FOR SECTION 10.

Robert Long presented the Declaration and gave a brief explanation. After discussion, motion was made by Gregg Kronenberger and seconded by Kenneth A. Fox to authorize the President or Vice President to sign the Amended and Restated Declaration of Restrictions and Easements as presented. The motion carried unanimously.

9. DROUGHT CONTINGENCY AND WATER CONSERVATION PLANS

David I. Perl asked that the drought contingency plan be sent to the directors for review. There was a discussion as to how Jerri Strain follows-up on the LCRA patrols.

10. AUTHORIZATION OF HOMEOWNERS TO CUT TREES AND GRASS ON MUD LAND

Joe Szoo reported that he got an e-mail saying that in the past the MUD cut the grass near the "school site."

11. IMPACT OF REDUCED WATER LEVELS DUE TO THE SPRINKLER CONVERSION

This is a standing item. There was no discussion on this item.

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

Jerri Strain reported that a homeowner had intended to attend the Board meeting on this topic, but has not appeared.

13. TRAILS WITHIN THE DISTRICT

It was agreed that this item can be taken off the agenda.

**Mike Dansby commented on Item 22 at this time.

22. AGREEMENT WITH HOMEOWNERS ASSOCIATION ON IRRIGATION OF COMMON AREAS

It was agreed that this item can be taken off the agenda.

24. REVISED MUD LAND USE PLAN AND CONSENT AGREEMENT WITH SENNA HILLS, LTD AND THE CITY OF AUSTIN

There was a discussion on a rumor that Rip Miller had filed a downsized plan that the City will likely approve. No action was taken.

**Mike Dansby discussed Items 15, 18 and 25 at the same time.

15. CHANGE ORDER NO. 3 FOR WASTEWATER TREATMENT PLANT CONSTRUCTION CONTRACT

18. CONSTRUCTION PROJECTS WITHIN THE DISTRICT

25. PROVISION OF SEWER SERVICE TO EVANS WEAVER TRACT

Robert Ferguson reported on various projects. He says that they got the electrical supply to the lift station resolved. He also stated that the contractor is working on the access road. Robert Ferguson noted that there was no beautification in the plans for the lift station.

He said that the leaks in the homeowner's irrigation system had been fixed.

He recommend that Murfee Engineering be authorized to be involved in completion of the construction project on the wastewater treatment plant because he has not been able to get a response from Doug Hearn.

There was discussion of the need to repair a pump. Motion was made by Mike Dansby and seconded by Gregg Kronenberger to review and approve the cost of fixing the pump up to \$10,000. The motion carried unanimously.

There was discussion of the proposed change order to allow for an extension of the contract time. Robert Ferguson said that he would work on this.

Gregg Kronenberger discussed the agenda of his meeting with Murfee and Bruce Aupperle.

David Ripley advised that there had been no commencement on deconstruction of the old plant. He said the emergency services district is concerned about fire issues at this particular time. He said that consideration of a perimeter fence is still outstanding.

There was discussion of the need to have a competent engineer in charge of finishing the construction contract on the wastewater treatment plant. After discussion, motion was made by Gregg Kronenberger and seconded by Kenneth A. Fox to designate Murfee Engineering as the engineer of record. The motion carried unanimously.

Robert Ferguson reported on the progress of service to the Weaver tract. He said that location of the grinder pump was changed in the field, and Terry Irion has agreed to this change. There was discussion on the need for an easement from Rip Miller and Weaver for the force main and the grinder pump.

Jeri Strain advised that approximately 20 customers in the District have grinder pumps and take care of their own service.

Kenneth A. Fox had to leave the meeting at this time.

David Malish reported on the process of getting bids on the two portions of the Weaver project, one being the gravity line and the other being the lift station/force main.

Robert Ferguson handed out a map showing the layout of the water line and topography within the District. He advised that significant parts of the District are above 80 psi. David Ripley agreed to get confirming pressure readings throughout the District so that Robert Ferguson can return with a revised layout showing more accurately who gets water at more than 80 psi.

**Mike Dansby then took up Item 6.

6. BUDGET

There was detailed discussion of the proposed budget. Mike Dansby had some questions for David Ripley and David Malish on the estimated costs for operation and maintenance of the new plant. He had questions on the lift station maintenance. Given the fact that the lift station was recently overhauled, David Ripley said that the \$18,000 allowance should be enough.

It was agreed that the sludge hauling should be cut in half and the irrigation maintenance is primarily mowing.

Joe Szoo left the meeting at this point.

David Malish said that the other Districts that he represents have levels 1, 2 and 3 of mowing intensity for grass within their Districts.

Robert Ferguson confirmed that work on the contract completion will come out of the capital fund. Motion was made by David I. Perl and seconded by Gregg Kronenberger to adopt the Order Approving Budget as presented. The motion carried unanimously.

**Mike Dansby then moved to Item 17.

17. DISTRICT MANAGER'S REPORT AND PAYMENT OF DISTRICT EXPENSES AS PRESENTED BY AQUA TEXAS

David Ripley reported on operations and Jerri Strain reported on the financials. Motion was made by Gregg Kronenberger and seconded by David I. Perl to approve payment of the bills as presented. The motion carried unanimously.

7. PROPOSED TAX RATE

Following discussion of the budget, the Board addressed the proposed tax rate for 2011. After discussion, motion was made by David I. Perl and seconded by Gregg Kronenberger to adopt the Order Setting the District's Proposed Tax Rate for 2011 and Providing for Publication of Notice Thereof as presented, with the tax rate for the purposes of maintenance and operation being \$0.0926 per \$100 of taxable value, and the debt service tax being \$0.44 per \$100 of taxable value for a total tax rate of \$0.5326. The motion carried unanimously.

14. EXPANSION OF THE DISTRICT'S WASTEWATER TREATMENT PLANT

This is a standing item. There was no discussion on this item.

16. THE DISTRICT'S FINANCIAL AFFAIRS AND INCLUDING APPLICATION TO THE TCEQ FOR EXPENDITURE OF SURPLUS BOND PROCEEDS

This is a standing item. There was no discussion on this item.

19. THE DISTRICT'S WATER AND WASTEWATER SYSTEMS

This is a standing item. There was no discussion on this item.

20. THE DISTRICT'S WATER AND SEWER RATES

This is a standing item. There was no discussion on this item.

21. BILLING ADJUSTMENTS

This is a standing item. There was no discussion on this item.

23. HOA WATER USAGE AND CHARGES

This is a standing item. There was no discussion on this item.

26. SALE OF 30 LCRA WATER AND WASTEWATER SYSTEMS AND TWO RAW WATER PUMPING SYSTEMS

This is a standing item. There was no discussion on this item.

27. ADJOURN

The meeting was adjourned.



President, Board of Directors
Senna Hills MUD

ATTEST:



Secretary, Board of Directors
Senna Hills MUD

[SEAL]