

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 31, 2015, the CE-Bar Fire Department, 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

At the start of the meeting the Directors present were Chet A. Palesko, David I. Perl, Lisa McKenzie, Corey Newhouse and Joe Szoo, thus constituting a quorum. No Director was absent.

Also present at the meeting were Robert Ferguson, Allen Douthitt, Kristi Hester and Bill Flickinger.

3. CITIZEN COMMENTS

There were no citizen comments.

4. MINUTES OF PRIOR MEETINGS

The Board reviewed the minutes from the prior Board meeting on July 31, 2015. Motion was made by David I. Perl and seconded by Lisa McKenzie to approve the minutes with correction of a typo on page 2. The motion carried unanimously.

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

This item was not discussed.

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

Robert Ferguson presented the Engineer's Report.

In connection with wastewater treatment plant, construction plans are nearly ready to submit to the TCEQ. Concurrently, there will be a submission of a minor amendment requesting a change to the phasing to add a 100,000 gpd phase.

In connection with the bond application, the bond application report is in process. The projected cost of the expansion was discussed along with possible sources of the funds to pay for the expansion.

Robert Ferguson also discussed the meeting scheduled for later today and held by the City of Austin and Dripping Springs regarding effluent disposal.

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

Allen Douthitt presented the bookkeeper's report. Motion was made by Joe Szoo and seconded by David I. Perl to authorize payment of the bills and the fund transfers as presented. The motion carried unanimously.

8. ORDER APPROVING BUDGET

Allen Douthitt presented possible options for the budget for the upcoming fiscal year beginning October 1, 2015. Motion was made by President Chet A. Palesko and seconded by Corey Newhouse to approve the budget as presented by Allen Douthitt with the addition of an indication of the capital expenditure of \$200,000 on the budget presented. The motion carried unanimously.

9. ORDER APPROVING PROPOSED TAX RATE FOR 2015 AND PROVIDING FOR PUBLICATION OF NOTICE THEREOF

After discussion, motion was made by President Chet A. Palesko and seconded by David I. Perl to approve the order approving proposed tax rate for 2015 and providing for publication of notice thereof as presented which included a \$0.35/\$100 debt service rate and O&M rate of \$0.1911/\$100 for a total proposed tax rate of \$0.5411/\$100.

10. DISTRICT MANAGER'S REPORT ON OPERATIONS

Kristi Hester provided the Manager's Report.

She reported 94.2% water accountability.

She provided a copy of the water loss chart.

The wastewater treatment plant is at 85% capacity. There have been no compliance issues.

Kristi Hester reported the signaling system on the effluent system was blocked by trees. This has been repaired.

Lisa McKenzie asked about reports of possible illegal use of water. Kristi Hester explained a typical process to check to be sure an owner has not turned the meter back on after disconnection.

Kristi Hester discussed contact by a customer regarding possible fire concerns in areas not currently used for effluent irrigation. Kristi Hester will notify the customer that she will notify the landowner of these concerns.

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

This item was discussed as part of the District Manager's Report on Operations in Item 10 above.

12. THE DISTRICT'S WASTEWATER TREATMENT PLANT

This item was discussed as part of Item 10 regarding District Manager's Report on Operations.

13. BILLING ADJUSTMENTS

Two billing adjustments were presented by Kristi Hester, which were for 10318 Indigo Broom Loop in the amount of \$921.36 and 10611 Indigo Broom Loop in the amount of \$1,618.05. Motion was made by President Chet A. Palesko and seconded by Joe Szoo to approve the billing adjustments for those addresses. The motion carried 4-0 with Lisa McKenzie abstaining.

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

This item was not discussed.

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

This item was not discussed.

16. THE DISTRICT'S WATER AND SEWER RATES

No action was taken on this item.

17. DROUGHT CONTINGENCY PLAN

No action was taken on this item.

18. 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

The Board President announced that the Board of Directors will now go into closed session for consultation with the District's attorney pursuant to Section 551.071 of the Texas Government Code regarding matters related to Agenda Item No. 18. The Board went into closed session at 8:31 a.m.

At 8:49 a.m., the Board President announced that the Board of Directors has concluded its closed session and is returning to open meeting, and that no action was taken during the closed session.

President Chet A. Palesko and Lisa McKenzie left the meeting following consideration of Item 18.

19. TRAVIS CENTRAL APPRAISAL DISTRICT PROCEDURES

No action was taken on this item.

20. ALL ACTIONS AND DOCUMENTS NECESSARY OR CONVENIENT, OR BOTH, FOR THE DISTRICT'S CURRENT BOND ISSUE

No action was taken on this item.

21. ADJOURN

The meeting was adjourned.



President, Board of Directors
Senna Hills MUD

ATTEST:



Secretary, Board of Directors
Senna Hills MUD



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