

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 March 23, 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.

Also present at the meeting, were Bruce Aupperle, David Ripley, Jerri Strain, Mike Willatt, Joe Szoo, Ramakanth Kondagentic, Michael Desai, Ming Lim, Guoyou Chen and Rex Hoover.

3. CITIZEN COMMENTS

There were no citizen comments.

4. MINUTES OF PRIOR MEETINGS

David I. Perl noted some typographical errors in the Minutes as presented. Motion was made by David I. Perl and seconded by Kenneth A. Fox to approve the minutes as presented with the correction of the typographical errors. The motion carried unanimously.

5. AQUA TEXAS CONTRACT

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

6. REQUEST OF VACATION EASEMENT AT LOT 29, BLOCK B, SENNA HILLS SECTION SEVEN AS KNOWN AS STREET ADDRESS: 10828 STRAW FLOWER DRIVE, AUSTIN, TEXAS

There was no discussion on this item.

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

Ramakanth Kondagentic, Michael Desai, Ming Lim and Guoyou Chen made a presentation on their experience with clouds of insects flying over the lake and clouds of insects in their backyards. They said they thought the insects were mosquitoes, and that they made their backyards unusable. Bruce Aupperle asked the homeowners to contact Jerri Strain when the insects reappear so that he can go to the effluent pond and investigate their identity and also look at the drainage ditches to see if there is any stagnant water. The residents said that they would do so.

8. TRAILS WITHIN THE DISTRICT

Rex Hoover addressed the Board on the HOA discussion with respect to expanding the existing trails within the District. He said that the HOA published a proposed trail expansion three or four weeks ago. The expansion created concern because the trails would be expanded to go through some 10-foot easements between private homes and one segment of the trail would be visible from Bee Cave Road, which would tend to attract non-residents. He also addressed the concern about snakes at the foot of people's backyards. He said that the HOA meeting on this subject was contentious. Residents said that they knew the MUD had a public access easement between their homes but they never thought it was an easement for the public at large. There was also concern about the cost. He expressed the general concern that in determinants members of the public would be attracted to use the trails, and he also said that he is trying to understand who owns title to the greenbelts where the trails may be extended. There was discussion of the fact that any extension of the trails on MUD owned property will require MUD Board approval. Bruce Aupperle showed the ownership map to Mr. Hoover.

9. AMENDMENT TO LCRA WATER CONTRACT

There was no discussion on this item.

10. EXPANSION OF THE DISTRICT'S WASTEWATER TREATMENT PLANT

Bruce Aupperle and David Ripley said that the plant should come on line in early April. The contractor had concerns about the electrical supply from the City of Austin but Bruce Aupperle said that he thinks this can be handled appropriately.

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

Jerri Stain presented a memo from David Merritt on surplus funds. Mike Dansby will update his spreadsheet showing the available funds.

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

David Ripley presented the manager's report. Jerri Strain presented the financial report. After discussion, motion was made by Gregg Kronenberger and seconded David I. Perl to approve payment of the bills as presented. The motion carried unanimously.

13. CONSTRUCTION PROJECTS WITHIN THE DISTRICT

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

14. THE DISTRICT'S WATER AND WASTEWATER SYSTEMS

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

15. THE DISTRICT'S WATER AND SEWER RATES

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

16. BILLING ADJUSTMENTS

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

17. AGREEMENT WITH HOMEOWNERS ASSOCIATION ON IRRIGATION OF COMMON AREAS

Bruce Aupperle reported that the HOA irrigation contractor had estimated \$27,000 to change the sprinkler heads and value covers to purple. He stated that the District is in place to connect the irrigation system but TCEQ requires the change out of the heads and value covers to show a purple color. Joe Szoo stated that the HOA is trying to get its arm around the cost. Kenneth A. Fox indicated that if the HOA does not make the change, it will be necessary to charge the HOA for the irrigation water. He gave a rough estimate of \$4,000 per month. There was discussion of the fact that the average usage shows 30,000 gallons per month. During high use months before the HOA reduced the irrigation water, the charge would have been \$5,000. Kenneth A. Fox asked Mike Willatt to retrieve the letter of understanding with the HOA and forward it to the Board. Mike Willatt said that he would do so. Kenneth A. Fox and Gregg Kronenberger offered to be the committee that will address this issue with the HOA.

18. HOA WATER USAGE AND CHARGES

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

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

Bruce Aupperle reported that there are rumors that Rip Miller will apply to the City for approval of a reduced project covering three acres.

20. PROVISION OF SEWER SERVICE TO EVANS WEAVER TRACT

Bruce Aupperle reported that after review by the City of Austin, the estimated cost of the Evans Weaver sewer connection increased from \$50,000 to \$60,000. After discussion, motion was made by Gregg Kronenberger and seconded by Kenneth A. Fox to authorize Bruce Aupperle to use up the \$75,000 of surplus bond proceeds to take to the TCEQ for approval of the City of Austin's changes. The motion carried unanimously.

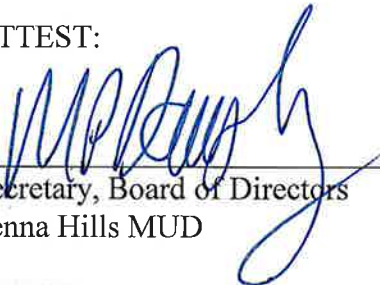
21. ADJOURN

The meeting was adjourned.



President, Board of Directors
Senna Hills MUD

ATTEST:



Secretary, Board of Directors
Senna Hills MUD

