

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 24, 2010, 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 Chet Palesko, Kenneth A. Fox, Gregg Kronenberger and David I. Perl thus constituting a quorum. Mike Dansby was absent.

Also present at the meeting were Jerri Strain, David Ripley, Mike Willatt, Bruce Aupperle and Joe Szoo.

3.     CITIZEN COMMENTS

No citizens asked to make comments.

4.     MINUTES OF PRIOR MEETINGS

David I. Perl and Kenneth A. Fox brought the attention of the Board to some typographical errors in the minutes. Motion was made by Gregg Kronenberger and seconded by Kenneth A. Fox to approve the minutes as amended. The motion carried unanimously.

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

This is a standing item. There was no discussion.

6.     TRAILS WITHIN THE DISTRICT

Bruce Aupperle reported on the amount of money available to the District for various projects. He reported that the permit had been revised to put chlorine disinfection in place of the ultraviolet disinfection because the testing requirement for ultraviolet disinfection was onerous,

being approximately \$10,000 per year. He estimated that the cost of providing sewer service to the Evans Weaver property line to be approximately \$50,000. He said that the irrigation system will have to be expanded by about 6.5 acres to comply with the proposed revised permit, which will cost approximately \$125,000. He noted that \$100,000 had been put in the next bond issue for this purpose.

Motion was made by Kenneth A. Fox and seconded by Gregg Kronenberger to contribute \$12,500 to the HOA for the trail project, as per the District's previous commitment. The motion carried unanimously.

7. EXPANSION OF THE DISTRICT'S WASTEWATER TREATMENT PLANT

Bruce Aupperle reported that he had negotiated some of the terms in the draft permit. He mentioned two issues being the cost of going back to chlorine disinfection and the cost of the expansion of the irrigation field. Expansion of the treatment plant appears to be financially feasible but final review by Mike Dansby is needed before proceeding.

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

David Ripley presented the management report and Jerri Strain presented the financial report. President Chet Palesko mentioned that he got a letter from Aqua Texas asking for a new contract. There was agreement that the new contract would be placed on the agenda and reviewed at a later meeting. Motion was made by David I. Perl and seconded by Gregg Kronenberger to approve payment of the bills. The motion carried unanimously.

9. CONSTRUCTION PROJECTS WITHIN THE DISTRICT

There was discussion about an e-mail received from Robert Long requesting permission to put retaining walls and fill on 5' of the District's property behind the rear lot lines of lots upon which Taylor Morrison wants to build homes. There was a general consensus that the Board of Directors does not want to accommodate this request, pending further application by and provision of information from Taylor Morrison.

10. THE DISTRICT'S WATER AND WASTEWATER SYSTEMS

This is a standing item. There was no discussion.

11. BILL ADJUSTMENTS

This is a standing item. There was no discussion.

12. ORDER DECLARING UNOPPOSED CANDIDATES ELECTED TO OFFICE AND CANCELLING DIRECTOR ELECTION

Motion was made by Gregg Kronenberger and seconded by Kenneth A. Fox to adopt the Order Declaring Unopposed Candidates Elected to Office and Cancelling Directors Election. The motion carried unanimously.

13. RESOLUTION ESTABLISHING OFFICES AND MEETING PLACES

The Resolution Establishing Offices and Meeting Places as contained in the agenda package was submitted for review. Kenneth A. Fox noted that the address for the Westbank Community Library in paragraph two was the wrong branch of the library; he noted that the location should be at Bee Caves Road and Cuernavaca. Motion was made by Kenneth A. Fox and seconded by David I. Perl to approve the Resolution as amended. The motion carried unanimously.

14. HOA WATER USAGE AND CHARGES

There was discussion of providing effluent for irrigation of the HOA landscape areas. There was consensus that the Board needs to talk to the HOA to agree on what roles the HOA and the District will play. Mike Willatt will draft a letter agreement for review by the HOA. The need to apply to the TCEQ for a 210 Permit was discussed. This will remain on hold pending the letter agreement with the HOA.

15. THE DISTRICT'S 5<sup>TH</sup> BOND ISSUE

Bruce Aupperle reported that the application for the 5<sup>th</sup> bond issue is being reviewed, and the TCEQ has asked for additional information, which he will provide.

16. APPLICATION TO TCEQ TO SPEND SURPLUS BOND PROCEEDS

There was no discussion.

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

President Chet Palesko reported that he had reviewed Rip Miller's proposal for an office building with the HOA Board. Kenneth A. Fox said that he attended that meeting. There was discussion as to how the Board should proceed to ascertain the preference of the residents for this proposal. President Palesko said that he would write a description of the proposal for inclusion as a bill stuffer. There was discussion on the fact that the information should be included on the HOA website.

There was discussion as to what Rip Miller did to evaluate the tax impact of the office building. The information provided to date is insufficient. President Palesko reported that the District needs more information from Rip Miller on the tax impact before communicating with the

homeowners.

18. EVANS WEAVER LITIGATION
19. ANNEXATION OF EVANS WEAVER TRACT
20. PROVISION OF SEWER SERVICE TO EVANS WEAVER TRACT

Items 18, 19 and 20 were discussed as one.

Mike Willatt reported that the litigation with Evans Weaver had been dismissed with prejudice. There was discussion on the recent events and relations between Evans Weaver and his brother John Weaver. Motion was made by Gregg Kronenberger and seconded by David I. Perl to move forward on annexation of the Evans Weaver tract. The motion carried unanimously. The consensus of the Board was to not proceed with sewer service to the Evans Weaver tract pending review of the settlement agreement and the preference of whoever will acquire the land from foreclosure.

21. ADJOURN

The meeting was adjourned.

  
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President, Board of Directors  
Senna Hills MUD

ATTEST:

  
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Secretary, Board of Directors  
Senna Hills MUD

