

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 May 16, 2014, at 12117 Bee Cave Road, Building 3, Suite 120, Austin, Texas 78738, 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 A. Palesko, David I. Perl, Gregg Kronenberger and Lisa McKenzie, thus constituting a quorum. Joe Szoo was absent.

Also present at the meeting were Kristi Hester, Charles Collier, John Chamblee, Robert Ferguson, Allen Douthitt, Mike Willatt, Bill Flickinger and Scott Manuel.

****President Palesko addressed Item No. 17 first.****

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

There was discussion of Kemp Gorthey's cryptic e-mail saying "We do not agree to the changes." Charles Collier and John Chamblee, on behalf of the homeowners said that their conclusion was that the HOA would take no further action. They left the meeting.

There was discussion amongst the board members as to the meaning of Kemp Gorthey's e-mail and as to the absence of Kemp Gorthey and Rip Miller from the meeting. The general consensus was that no further action was necessary.

3. CITIZEN COMMENTS

No citizen comments were made.

4. MINUTES OF PRIOR MEETINGS

Motion was made by David I. Perl and seconded by Lisa McKenzie to approve the minutes of April 25, 2014 minutes as presented. The motion carried unanimously.

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

There was discussion as to if any further action was necessary. There was discussion that Mr. Marsh had got a five year reduction on his property taxes by reason of the fact that his house was affected by the easement. There was a general agreement that after this matter is settled, the District should notify TCAD of the settlement.

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

President Chet Palesko reported that he had heard nothing. Kristi Hester said that the PUA approved a 20% surcharge. It was agreed that this should be put on the next agenda.

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

Robert Ferguson reported that the effluent irrigation system plans have been approved and submitted to the TCEQ in connection with the request for release of escrowed funds. There was discussion of the fact that the Escrow Agreement stated twice the required amount had been placed in escrow. Allen Douthitt confirmed that the money placed in escrow was the correct amount and that the remaining amount in escrow is the correct amount also. Robert Ferguson said that when we can get the release and irrigate the extra land, we will be in compliance with the permit.

Robert Ferguson reported that we have enough area in the "doughnut" to meet the permit, the problem being that we do not have pipes in the ground.

Allen Douthitt said that he will send the bill for half of the filing to Rip Miller and invite him to get off the permit.

The general consensus was that the invoice and signature pages should be submitted to Rip Miller. If he does not sign, Robert Ferguson will submit what we have to the TCEQ.

Robert Ferguson also stated that he had a meeting scheduled with OVIVO to discuss the design for expansion with a different model membrane. They will also discuss the ammonia problem.

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

This item was not discussed.

9. THE DISTRICT'S WASTEWATER TREATMENT PLANT

This item was not discussed.

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

Allen Douthitt passed out the bookkeeper's report that he had e-mailed earlier. After discussion, motion was made by Gregg Kronenberger and seconded by David I. Perl to pay the bills. The motion carried unanimously.

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

This item was not discussed.

12. BILLING ADJUSTMENTS

This item was not discussed.

13. DISTRICT MANAGER'S REPORT ON OPERATIONS

Manager Scott Manuel said that there was only 80% accountability during the previous billing cycle. He expected improvement during the next cycle because the meter at the pool had been replaced with a different model. This will show up at the next meter reading.

There was a discussion of the need to track the water loss, and to bring the accountability up to 92%. The consensus was to wait and see what the water loss looks like after the next meter reading.

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

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

This item was not discussed.

18. ADJOURN

David I. Perl made a motion thanking Gregg Kronenberger for his service on the Board. The motion was seconded by Lisa McKenzie and it carried unanimously.

The meeting was adjourned.



President, Board of Directors
Senna Hills MUD

ATTEST:



Secretary, Board of Directors
Senna Hills MUD

[SEAL]