

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 November 22, 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 Chet Palesko, Mike Dansby, David I. Perl, Gregg Kronenberger and Kenneth A. Fox, thus constituting a quorum. All Directors were present.

Also present at the meeting were David Ripley, Jerri Strain, Mike Willatt, Joe Szoo, Robert Ferguson, Rex Hoover and Charles Collier.

Citizen comments were heard later in the meeting.

4. MINUTES OF PRIOR MEETINGS

David I. Perl suggested changes to the minutes. Motion was made by David I. Perl and seconded by Gregg Kronenberger to approve the minutes as amended by David I. Perl. The motion carried unanimously.

**President Palesko moved to Item No. 16.

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

Mike Willatt said that he had taken a telephone call from the City reviewer of the Senna Hills, Ltd. site plan application. The City reviewer agrees that development is prohibited on this tract. However, his staff tells him that there has been preliminary plans approved and that he will get back to me. Mike Willatt reported that he have been trading telephone calls with an Assistant City Attorney on this issue as well. There was discussion of the fact that the land use plan reviewed during the process of correcting the "scrivener's error" with the City referred to a "school site" with

eight acres being reserved for irrigation. Mike Willatt said that he will continue to work with the Assistant City Attorney on this issue. Chet Palesko said that he will stay in touch with the City reviewer, Bennie Ho.

5. AQUA TEXAS CONTRACT

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

6. LCRA RAW WATER CONTRACT AND DROUGHT CONTINGENCY AND WATER CONSERVATION PLANS

Robert Ferguson reported that he had received comments from the LCRA staff on the drought contingency plan and water conservation plan. Murfee resubmitted the drought contingency plan to comport with what was adopted for the LCRA's West Travis County system. He said that the LCRA acknowledged that there was little they could do to change the water conservation plan because the District is built out. Robert Ferguson confirmed that the new LCRA raw water contract will be a "replacement," rather than an amendment.

Mike Willatt and Robert Ferguson reported that the LCRA was notifying everyone of their "baseline amount," which would be used to measure curtailment in the event the LCRA Board of Directors declares a drought of record in 2012. Robert Ferguson and Jerri Strain will look at the proposed baseline amount and see if it is necessary to file for a variance with the LCRA. If this is the case, it will have to be done by December 15, 2011.

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

8. EXPANSION OF THE DISTRICT'S WASTEWATER TREATMENT PLANT

9. PAY ESTIMATES AND CHANGE ORDERS FOR WASTEWATER TREATMENT PLANT CONSTRUCTION CONTRACT

Items 7, 8 & 9 were taken together. Robert Ferguson reported that the District is almost ready to irrigate the landscaping with effluent. The chlorine system is in place but David Ripley is having to trace down and fix some leaks.

Robert Ferguson presented Change Order No. 3. He went through the history where ETT submitted a change order for storing the tanks. The delay was caused by getting an amendment to the District's permit to authorize the start of construction. Robert Ferguson said that ETT confirmed that the \$11,600 is the invoiced amounts for the cost of getting a crane to move the tanks and to thereafter store the tanks. After discussion, motion was made by Gregg Kronenberger and seconded by Mike Dansby to approve the change order. David I. Perl voted against the motion. The motion carried.

At that point, Mike Dansby had to leave the meeting.

Robert Ferguson reported that the cooling fans for the blowers are being replaced under warranty. There will be a final walk-thru of the wastewater treatment plant next week. He also reported that there had been an inquiry about hauling off the existing plant, rather than subjecting it to demolition.

Jerri Strain confirmed that the District has received the TML check for the transformer.

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

Jerri Strain reported that David Ripley is in Waco dealing with a family illness. Jerri Strain gave the operations and financial reports. After discussion, motion was made by David I. Perl and seconded by Gregg Kronenberger to approve payment of the bills as presented. The motion carried unanimously.

12. CONSTRUCTION PROJECTS WITHIN THE DISTRICT

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

17. PROVISION OF SEWER SERVICE TO EVANS WEAVER TRACT, INCLUDING CONTRACT FOR 10340 FM 2244 WASTEWATER SERVICE PROJECT

**Items 12, 13 & 17 was taken together.

Robert Ferguson reported that on the Weaver project, the contractor is to sign the contract and return it to the District with proof of bonds and insurance.

There was discussion as to how the District should deal with grinder pumps. Consensus was that the District should be responsible for repair and replacement of grinder pumps. Mike Willatt said that he would draft rules and change it on the service application to accommodate this process.

Robert Ferguson presented a pressure plane map. Jerri Strain said that she will identify all the customers in the District that have pressure reduction valves.

Robert Ferguson suggested that the District should adopt a review fee for commercial development site plans and other commercial development activities. Mike Willatt said that he will draft rules to do that.

11. ENGINEER'S REPORT

- a. Wastewater Treatment Plant
- b. Weaver Wastewater Service
- c. LCRA Contract Amendment
- d. Office Park Site Plan

There was no discussion.

14. THE DISTRICT'S WATER AND SEWER RATES

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

15. BILLING ADJUSTMENTS

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

18. LITIGATION THREATENED WITH RESPECT TO WATER PRESSURE AT 10405 INDIGO BROOM LOOP

There was no discussion.

3. CITIZEN COMMENTS

Joe Szoo made a citizen's comment asking for information on Austin Energy's planned electric rates. There was discussion as to the facts in that regard and the District's policy. President Chet Palesko asked Robert Ferguson to invite the person providing information on this subject to appear at the next Board meeting.

19. ADJOURN

The meeting was adjourned.



President, Board of Directors
Senna Hills MUD

ATTEST:



Secretary, Board of Directors
Senna Hills MUD

[SEAL]