

EMERALD BAY MUNICIPAL UTILITY DISTRICT
FINAL AND APPROVED
MINUTES OF REGULAR MEETING
NOVEMBER 10, 2008

The Board of Directors of the Emerald Bay Municipal Utility District met in regular session on Monday, November 10, 2008, at 5:30 p.m., at the Emerald Bay Club, Emerald Bay, Bullard, TX 75757. Directors Bill Harris, Ray Hartley, and Paul Randolph were present; seven Emerald Bay residents attended the meeting.

President Harris called the meeting to order at 5:33 p.m. President Harris asked for comments on the Minutes of the regular meeting of October 13, 2008. **Director Hartley made a motion to amend the Minutes to reflect the Board accepted the resignation of Director Howard Rutherford effective September 30, 2008. Said motion was seconded by Director Randolph and approved by unanimous consent. President Harris then made a motion to accept the October 13, 2008 Minutes with the noted amendment thereto. Director Hartley seconded the motion and the Minutes were approved by unanimous consent.**

Treasurer Hartley reviewed the October 31, 2008, financial statements. He noted the District had received \$12,003 for property taxes. Expenses for the sewer system operations were less than budgeted at \$13,878 and net income was better than budgeted at \$19,556. Expenses for the water system operations were also less than budgeted at \$11,745 and net income was better than budgeted at \$9,256. **Director Hartley made a motion to approve the October 31 financial report as presented. Upon second (Randolph), the financials were approved by unanimous consent.**

Director Hartley made a motion to accept the resignation of Director Paul Misso effective October 27, 2008. Motion was seconded (Randolph) and approved by unanimous consent.

Director Hartley made a motion to appoint Deena Johnson as a director to fill the unexpired term of Paul Misso. Motion was seconded (Randolph) and approved by unanimous consent.

Director Randolph made a motion to elect Deena Johnson to serve as Secretary of the District. Motion was seconded (Hartley) and approved by unanimous consent.

Director Hartley advised the District had received a request from Bill Pillsbury to reduce the monthly sewer service charge of \$50.25 for his real estate office located on CR 344. Mr. Pillsbury did not appear in person to discuss his appeal and no action was taken.

President Harris noted the District had received completed water and sewer service agreements from all but nine (9) of its 583 customers. Five customers (McCall, Harton, Gajdica, Valentine, and Stromire) will be contacted in person by District directors to sign their water and sewer service agreements. The four remaining will be contacted by the District's attorney.

Director Hartley advised that water service customer, Michael Ellis, 102 Emerald Bay Drive, is six (6) months past due on water billings (\$300). **Director Hartley made a motion to advise Mr. Ellis that, due to non-payment of water service billings, water service will be disconnected on November 20, 2008. Upon second by Randolph, the Board approved disconnection of said water service by unanimous consent.**

Director Hartley presented to President Harris for his approval and execution a letter authorizing the Smith County Tax Assessor/Collector, Gary Barber, to levy and collect property taxes for the District. The letter stated the value of all taxable properties within the District at \$144,265,787 (as of September 4, 2008) with a tax levy of \$279,875.63.

Director Harris discussed the District's efforts to determine the cause of the gravel in the pipeline dispersing the effluent to the pumps for the golf course irrigation system and the best method to repair the pipeline. The pipeline to the bridge is plastic, but the portion running the length of the bridge is metal and subject to tuberculation. It must be drained and cut so cameras can be inserted to view the condition of the pipeline (look for blockage, leaks, and cracks). Mr. Harris will meet with the Club Board to discuss their proposed repair/replacement of the traffic bridge before the District contracts any repairs to the effluent pipeline.

Mr. Harris noted the wastewater treatment plant will be inspected by the TCEQ on November 14. The District has contracted a Missouri company to inspect the water system storage tanks (elevated and ground) annually and complete all required TCEQ forms for \$675/yr. The water system flow meters are magnetic and must be calibrated annually.

There being no further business, the meeting was adjourned at 6:15 p.m. upon motion duly made (Hartley) and seconded (Randolph) with unanimous consent.

Respectfully submitted,

Deena M. Johnson
Secretary

William F. Harris
President

Attachment: Financial Report 10/31/08