

**EMERALD BAY MUNICIPAL UTILITY DISTRICT**  
**FINAL AND APPROVED**  
**MINUTES OF REGULAR MEETING**  
**DECEMBER 8, 2008**

The Board of Directors of the Emerald Bay Municipal Utility District met in regular session on Monday, December 8, 2008, at 5:30 p.m., at the Emerald Bay Club, Emerald Bay, Bullard, TX 75757. Present were Directors Bill Harris, Ray Hartley, Deena Johnson, Paul Randolph and one Emerald Bay resident.

President Harris called the meeting to order at 5:31 p.m. President Harris asked for comments on the Minutes of the regular meeting of November 10, 2008. Director Harris made the following correction to page 2 to state the pipeline “portion running the length of the bridge is metal and subject to tuberculation.” Mr. Harris also noted the cost to inspect the water system storage tanks is \$675/yr. **Director Randolph made a motion to accept the November 10, 2008 Minutes with the noted amendments thereto. Director Hartley seconded the motion and the Minutes were approved by unanimous consent.**

Treasurer Hartley reviewed the profit and loss budget performance as of November 2008 noting the YTD net income for combined water/sewer operations is \$66,593 (\$20,058 more than budgeted). **Director Randolph made a motion to approve the November financials as presented. Upon second (Hartley), the financials were approved by unanimous consent.** Upon review of the November check detail, **Director Harris made a motion to approve payment of all checks as presented. Upon second (Johnson), the Board approved payment thereof.**

Treasurer Hartley advised the contract with Regions Bank for payment of 4.25 percent interest on all District accounts has expired and Regions is only paying .5 percent now. Mr. Hartley proposed contacting other banks; namely, Southside Bank, to try to negotiate higher interest rates for the District's accounts.

President Harris gave an overview of the District's operations. Towers are being installed at the sewer plant and #3 lift station to enable monitoring through the SCADA system. New interchangeable electrical boards will be installed to monitor the generators (auxiliary power) at the #3 lift station, irrigation pump house, and water plant (well site #1) to give SCADA system alerts. Mr. Harris noted that the additional interchangeable circuit boards will be available as back up to the water system in the event of a SCADA failure.

Director Hartley initiated discussion regarding payment of invoices from Candy Sanitation and Wilkins to replace two pumps at the South Bay/Lasater lift station. The District was notified by Wilkins personnel of the failure of one pump two weeks prior to the second pump failure. However, Wilkins did not install the first pump promptly and the second pump failure created an emergency requiring Candy Sanitation to pump out

the lift station (\$710). Wilkins charged \$1,422 to replace both pumps in an emergency situation. **Mr. Hartley made a motion to pay both invoices and then write a claim letter to Wilkins requesting some relief of their invoiced amount and reimbursement of the Candy Sanitation invoice (\$710). The Board agreed unanimously.**

The Board adjourned its regular meeting at 6:30 p.m. upon motion by President Harris and convened the executive session to discuss personnel issues.

The Board reconvened the open session at 6:48 p.m. **Director Randolph made a motion to authorize President Harris to hire an assistant for a 90-day period at \$3,000/month to complete some critical District projects; i.e.: repairing leaks, sewer plant repairs, writing operations manuals for water/sewer plants, preparing for water system inspection, etc. Upon second (Johnson), the motion was approved by unanimous consent.**

There being no further business, the meeting was adjourned at 6:50 p.m. upon motion duly made (Harris) and seconded (Hartley) with unanimous consent.

Respectfully submitted,

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Deena M. Johnson  
Secretary

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William F. Harris  
President

Attachments:  
Budget Performance 11/08  
Check Detail 11/08  
Candy Sanitation Invoice \$710  
Wilkins Invoice \$1,422