

Emerald Bay Municipal Utility District
Regular Meeting Minutes
Tuesday, July 30, 2019

The Board of Directors of the Emerald Bay Municipal Utility District met in regular session on Tuesday, July 30, 2019 at 4:00PM at the District Office, 155 LaSalle Road, Bullard, TX 75757. Present were Directors Barry Botti, Dwight Cole, Inge Grant, Bill Harris, and Lynne Stein. Compliance Officer, Lori Wiginton, was also in attendance.

Director Harris called the meeting to order at 4:00PM.

Director Harris asked the board if they had read the minutes from the regular meeting on April 23, 2019 and the special meeting on May 30, 2019 that had been emailed to them. Director Harris asked if anyone had any questions or discussion in regards to the meeting minutes. There being no questions or discussion, Director Grant made a motion to accept both minutes as written, Director Cole seconded and the motion was carried unanimously.

Director Botti reviewed the Financial Report with the board. He explained that roads revenue was up but was being spent in note payments. He advised that initiation fees and construction costs are up but that since most buildable lots had been sold, that income is not to be counted on for much longer. Sewer revenue is steady, with expenses down therefore net income is up. Water revenue is up but still behind by about \$50,000 from the previous year due to abundant amounts of rain so far this year, with expenses down and steady on income for the year. Director Harris made a motion to accept the Financial Report, Director Grant seconded and the motion was carried unanimously.

Director Botti reviewed the Revised Budget which is required quarterly by TCEQ. He informed them that a few little things had changed and the future numbers were based on actual numbers. Director Harris made a motion to accept the Revised Budget, Director Grant seconded and the motion was carried unanimously.

Director Botti then presented to the board cash forecasts through 2034 which does not include income nor expenses. He explained to the board that the interest rate on CD's (Certificate of Deposits) is currently up and would they consider putting some of the excess capital funds from the 2013 Water Distribution Project Account and the Billing Account into CD's. He suggested putting \$200,000 in a 3-month CD and another \$200,000 in a 6-month CD from the 2013 Water Distribution Project Account and putting \$200,000 in a 3-month CD, \$200,000 in a 6-month CD and another \$100,000 in a 6-month CD from the Billing Account. After some explanation and discussion, Director Botti made a motion to allow him to put the fore-mentioned amounts into CD's with Southside Bank and give Director Botti authority to handle the required paperwork with Southside Bank, Director Cole seconded the motion and the motion was carried unanimously.

Director Harris informed the board of the operations going on at the MUD currently. He advised that the new street signs have all been installed with the exception of a "No Parking" sign he needs to order by request for Newport Lane. He also advised that the fire hydrants

have been painted and he will be ordering blue reflector markers to put in the streets by the fire hydrants for fire departments to know where the hydrants are located and that MUD is in the process of pulling up the old posts that were located by the removed speed bumps throughout the community. Director Harris explained he has been asked if the streets will be striped, which he is not sure yet as residential streets are not usually striped and that Emerald Bay streets are more narrow than normal streets. He told the board that MUD will probably sealcoat the streets in the next few years as this will help them last longer since the new paving. Director Harris explained that the street project is nearing the end and that a punch out list is being prepared for L&L Asphalt to complete before the project will be signed off as completed by MUD. He informed the board that there will be a special meeting in the near future to approve Pay Request #6 from L&L asphalt and award the SCADA contract for the upcoming SCADA upgrade. Director Harris told the board the WWTP is ok, the South is cloudy right now but we are working to clear it back up. He mentioned that the Ranger is being rebuilt by Shane. Director Harris advised that in the near future we will be rehabilitating lift stations #1, #2, #3, and #8 and that work will be done to get the bagger to run on automatic again like it has in the past in order to take up less time away from Brent. He told the board that he is going to have the street going to the tower paved and that we will be putting out a letter to the community soon advising them that MUD will be spraying Round-Up on the side of the streets to keep the grass from growing into the new streets.

Director Harris asked the board to review a new rule to be included in the Emerald Bay MUD Rules & Regulations regarding deposits required by MUD for residents on Club restriction. Director Botti made a motion to accept Motion 073019-1 involving the rule to be accepted, Director Grant seconded and Motion 073019-1 was accepted unanimously.

Director Harris then excused Lori Wiginton from the meeting and adjourned to closed executive session at 5:01PM to discuss organizational charts, job descriptions and revisions to the personnel policy.

Reconvened to open meeting at 5:46PM. No action was taken.

There being no further business, Director Harris adjourned the meeting at 5:47PM.

Respectfully Submitted,

William F Harris
President

Lynne Stein
Secretary

Attachments:
Financial Summary
Budget Revision
Residents on Club Restriction Rule with Motion 073019-1