

Minutes
Lakeway Municipal Utility District
Board of Directors Meeting
July, 10 2013

The Board of Directors met in REGULAR session at 9:30 a.m., at 1097 Lohmans Crossing, Lakeway, Texas, with the following:

Directors Present:	Kay Andrews Karl Ansbach Tom Brewer Jerry Hietpas Mel Neese
--------------------	-------------------------------------------------------------------------

Staff Present:	Earl Foster Loyd Smith
----------------	---------------------------

QUORUM

1. Determine Quorum and Call to Order.

President Ansbach declared a quorum of Directors present and called the meeting to order.

2. Pledge of Allegiance was led by Ansbach.

CITIZENS

3. None

AGENDA ITEMS

4. Recognition of Jacob Beneski for his community service

- Foster gave an overview of the accomplishments.
- Ansbach presented Board Proclamation to Beneski.

5. Discussion/Action on Resolution declaring 18.83 acres of land out of the CT-1 Tract (1931 Lohmans Crossing) to be surplus property and repealing prior resolutions declaring 19.29 acres of land out of the CT-1 Tract as surplus property.

- Foster gave an overview of the Resolution
- Neese moved to approve the resolution; Andrews seconded.
- Motion passed unanimously

6. Discussion/Action on proposed contract received from Stratus Lakeway Center, LLC for part of the CT-1 Tract (1931 Lohmans Crossing).
 - Foster reviewed the contract
 - General Board Discussion
 - BOD directed staff to investigate water rights, appraisal, negotiations
 - Staff directed to report back to Board with findings
7. Discussion/Action on amendments to Drought Contingency Plan
 - Review of proposed changes by Foster
 - City of Lakeway Mayor Dave Deome spoke
 - City of Lakeway Councilman Joe Bain spoke
 - BOD directed Staff to modify changes and present to BOD at Special Meeting July 22, 2013
 - Target Date for Stage 3 restrictions is August 1, 2013.
8. Discussion/Action regarding Merit recommendations for FY 2014
 - Foster reviewed proposed target 2.8% increase for budgeting purposes
 - General Board Discussion
 - Neese moved to approve 2.8% target merit increase for budget; Brewer seconded. Motion passed unanimously.
9. Discussion on status of Amendment Four with Travis County MUD's 11, 12, & 13.
 - Ansbach reviewed discussions to date and plans for further talks.
 - Hietpas spoke on the importance of the issue.
 - No action was taken.
10. Discussion/Action regarding reimbursement to Kay Andrews for travel.
 - Andrews reviewed details of the request
 - Ansbach stated policy covered expenses for Investment Officer training.
 - Ansbach stated policy did not cover other expenses for Firm Water meetings.

.CONSENT AGENDA –Neese moved to approve Consent Agenda Items 11-12; Hietpas seconded. Motion passed unanimously.

11. Approve Minutes of Regular Meeting of June 12, 2013.
12. Approve Capital Expenditure 13-02 BB-3 Raw Water Barge Variable Speed Frequency Drives (VFD's)

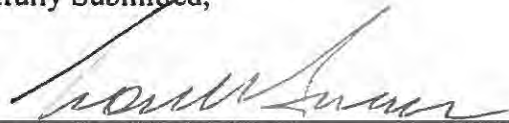
13. Financial Report

- Discussion of Financial Report for May 2013.
- Discussion of Budget versus Actuals through May 2013.
- Update on Town Center Development/Bond Application.
- Discussion of Calendar.

ADJOURNMENT

The meeting was adjourned at 11:46 AM.

Respectfully Submitted,



Loyd Smith, Office Manager

Minutes approved on the 14th day of AUGUST, 2013.



President, Board of Directors

ATTEST:



Secretary, Board of Directors