

Minutes  
Lakeway Municipal Utility District  
Board of Directors Meeting  
March 8, 2017

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

Directors Present:	Tom Brewer Lawrence Christian Don Goff Jerry Hietpas
Directors Absent:	Larry Burmeier
Staff Present:	Earl Foster Loyd Smith

QUORUM

1. Determine Quorum and Call to Order

Meeting was called to order at 9:30AM.  
Brewer chaired the meeting and declared a quorum of Directors present.

2. Pledge of Allegiance was led by Brewer.

CITIZENS

3. None

AGENDA ITEMS:

4. Discussion and possible action on on Rate Manual Charge New Wastewater Customers and Winter Averaging.
- Foster reviewed the District Policy on Winter Averaging and indicated he had been in touch with multiple area Water Utilities. LMUD rates for new customers were lower than the other utilities contacted.
  - Citizen Gretchen Raatz, addressed the Board with her concerns that the minimum charges are unfair to new customers.
  - General Board Discussion.
  - Christian moved that the Board do nothing; Goff seconded.

- Motion passed unanimously.
5. Discussion and possible action on Investments in the CDARS and FNC Securities per LMUD Investment Policy.
- Foster proposed that the Board invest another \$500K in CD's per the Finance Committee's recommendation.
  - Hietpas moved that the Board authorize the Investment Committee (Foster, Christian, & Smith) to invest \$500K in two (2) \$250K CD's through CDARS or FNC per LMUD Policy and per the Finance Committee's recommendation. Goff seconded.
  - General Board Discussion.
  - Motion passed unanimously.
6. Discussion and possible action on Out of District Wastewater survey for Sections of Lakeway MUD that do not have wastewater.
- Foster reviewed the 17 Sections of "Old Lakeway", the majority of which have no sewer service from LMUD and use private septic systems. The survey would provide a level of interest shown by the customers in the 17 Sections. If enough interest existed, LMUD could proceed with a feasibility study of providing Wastewater Services to those who are interested at minimal up front cost. Foster stated that the E&O Committee had recommended the Survey to the Board.
  - Citizen Bob Rives spoke as an individual that lives in the 17 Sections and indicated his belief that many citizens in those Sections would be interested in light of their aging Septic Systems.
  - Citizen Wayne Seime, Vice Chair of the LMUD E&O Committee and resident of the 17 Sections in question voiced his support of the Survey and his belief that the interest would be high from the Citizens in the 17 Sections.
  - Hietpas read a report from an Ad-Hoc Committee composed of Hietpas, Rives, and Foster and presented numerous reasons why this was an ideal time to pursue this opportunity.
  - Hietpas moved that the Board authorize the Staff to proceed with an education program developing enough information that they could indeed develop a good polling of the Old Lakeway Area to determine if they are interested in what we have to offer. The Staff would be instructed to bring the Poll before the Board before it is offered to the Public, and keep the Board apprised every step along the way.
  - Christian seconded.
  - General Board Discussion.
  - Motion passed unanimously.
7. Discussion and possible action on Easement Release on Lot 37-A/Lot 34 Edgewater, Section 2.
- Foster reviewed the Release.

- Hietpas moved to approve the Release; Goff seconded.
  - General Board Discussion.
  - Motion passed unanimously.
8. Discussion and Possible Action Employee Spot Light Rafael Mendoza
- Foster introduced Mendoza and noted that Mendoza had just successfully passed his Class 'A' Water License test and is heir apparent to the Water Supervisor's position which will be vacated when John Hastings retires April 30, 2018. Foster also introduced Hastings.
  - Mendoza thanked the Board and said he was looking forward to the opportunity.
  - Brewer stated that this is another indication of the really, really good staff and good people we have at LMUD.
  - General Board discussion
  - No action was taken.
9. Discussion and Possible action on Contract for 82 acres from HSD-Lakeway.
- Foster reviewed the status of the contract noting that HSD has exercised their first of five extensions and indicated they plan to use all five. The first two extensions will be \$10K, and the final three \$15K. The extension money will be applied to the sale price at closing. Should the closing not occur, the money will revert to LMUD. The money will be left in Escrow until closing or lack thereof. The buyer has asked LMUD to apply for rezoning on 23 Acres.
  - General Board discussion.
  - No action was taken.
10. Discussion and Possible action on Financials and Calendar.
- Foster reviewed the financials for the Month ended Jan 31, 2017.
  - Foster reviewed the Calendar.
  - General Board discussion.
  - No action was taken.

### **CONSENT AGENDA:**

Hietpas moved to approve the Consent Agenda; Christian seconded. Motion passed unanimously.

11. Approve Minutes of Regular Meeting of February 8, 2017.  
12. Bad Debt Write-Offs.

### **ADJOURNMENT**

The meeting was adjourned at 10:24AM.



  
Loyd Smith, Assistant Secretary/Treasurer

Minutes approved on the 12th day April, 2017.

  
President, Board of Directors

ATTEST:

  
Secretary, Board of Directors

**13 Citizens attended the meeting; attendee list attached.**