

**MINUTES OF MEETING OF BOARD OF DIRECTORS OF  
NORTH AUSTIN MUNICIPAL UTILITY DISTRICT NO. 1**

**MAY 19, 2014**

THE STATE OF TEXAS     §  
  §  
COUNTIES OF TRAVIS     §  
    AND WILLIAMSON     §

A work session meeting of the Board of Directors of North Austin Municipal Utility District No. 1, open to the public, was held on May 19, 2014, at the Rattan Creek Community Center, 7617 Elkhorn Mountain Trail, Austin, Texas, pursuant to notice duly given in accordance with law. A copy of the Certificate of Posting of said Notice is attached hereto as Exhibit "A".

The roll was called of the members of the Board, to-wit:

Alan McNeil	-	President
Donald G. Conklin	-	Vice President
Jo Jones	-	Secretary
Keith Collins	-	Treasurer
Kim Green	-	Assistant Secretary/Treasurer

and all of said Directors were present, except Director McNeil, thus constituting a quorum. Also in attendance at the meeting were Gary Spoons with Crossroads Utility Services; Mary Bott with Bott & Douthitt, P.L.L.C.; Bill Burke with Clearwater Management; David Malish with Murfee Engineering Co., Inc.; Richard Fadal with TexaScapes; and Randy Wilburn, attorney.

Director Conklin called the meeting to order at 6:12 p.m. and stated the Board would first consider item number 4 on the agenda regarding future annexation, limited district conversion and other City of Austin related issues, including water and wastewater rate appeal and proposed JPI settlement. Mr. Wilburn gave a brief update on the water and wastewater issue. No action was taken.

The next item to come before the Board was to receive a report from the District's bookkeeper and consider proposed bills, invoices, transfers and investments. Ms. Bott reviewed the bills and invoices with the Board. Upon motion by Director Collins and second by Director Conklin, the Board unanimously approved the payment of bills and invoices as presented. Ms. Bott then reviewed a transfer from Compass Lockbox to First Citizens Operating account in the amount of \$300,000. Upon motion by Director Conklin and second by Director Green, the Board unanimously approved the transfer. Ms. Bott stated a certificate of deposit was maturing and suggested renewal of the CD at Compass Bank for a term of one year. Upon motion by Director Conklin and second by Director Green, the investment renewal was approved unanimously.

Director Conklin stated the Board would next receive the consultant reports. Mr. Fadal reviewed his report and stated it was too early to top dress the soccer fields. He stated he would coordinate with Tom Leticia to pull up the temporary sprinkler system near the bridge. Mr. Burke then presented his report. He discussed new nets for the tennis courts, stating that the cost was

approximately \$1,000. He informed the Board that the Swim Team has not yet provided their insurance, as required by the contract. Mr. Malish discussed the progress on the JPI Pass-Through Agreement with the City of Austin and the latest counter-proposal. He discussed the Broadstone at Parmer project and fees due from the developer. He continued his report stating that there was an ADA inspection required in the amount of \$990.00 for the bridge project. The Board agreed that Director Conklin would sign the application. Mr. Malish continued that there is a check valve at the booster pump on Tamayo that needs to be replaced at an estimated cost of \$12,000. He stated a three-story office building is under construction in the Briarwick area.

The next item to come before the Board was to receive general manager's report. Mr. Spoons informed the Board that the Broadstone at Parmer project at Anderson Mill and Parmer Lane had ordered their meters. He stated the TCEQ inspection had gone well. He informed the Board that there are 23 meters in the State Farm area that are at the point of needing to be recalibrated or replaced. He said 17 meters are 2 or 3 inch meters. The Board directed Mr. Spoons to bring to the meeting on Wednesday a cost estimate to recalibrate versus replace with new meters. Mr. Spoons then discussed the security contract to hire extra duty officers. Ms. Bott stated she would prepare a cost increase for employment and Mr. Spoons agreed to provide the calculation for the increase in insurance costs. Mr. Spoons stated that Round Rock ISD would no longer be collecting taxes on behalf of the District. He stated the Board would need to discuss this issue with both Williamson and Travis Counties. Mr. Spoons then presented the write-offs. Upon motion by Director Conklin and second by Director Collins, the Board unanimously approved the write-offs as presented.

The next item to come before the Board was to return to Mr. Malish's report on the JPI Pass-Through Agreement. The Board reviewed a draft of the agreement. Director Collins suggested that the District keep the language in Section 4.01 from the original agreement.

The Board next reviewed the items on the agenda for the regular meeting on Wednesday. No action was taken.

Director Conklin inquired as to whether there were any further items to come before the Board. There being none, upon motion by Director Conklin and second by Director Green, the meeting was adjourned at 8:05 p.m.

(SEAL)



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Jo Jones, Secretary  
Board of Directors

Date: June 18, 2014