

Minutes
Lakeway Municipal Utility District
Board of Directors Meeting
May 6, 2009

The Board of Directors met in SPECIAL session at 11:00 a.m., 1097 Lohmans Crossing, Lakeway, Texas, with the following:

Directors Present:	Kay Andrews Jerry Hietpas Allan Hitchcock Tom Priddy Tom Rogers
Staff Present:	Richard W. Eason Margaret A. Cathey
Others Present:	Mike Willatt

AGENDA ITEMS

1. Proposed legislation addressing the composition and selection of the members of the Board of Directors of the District.

Rogers stated that yesterday, we received a draft bill from Senator Watson to increase the number of Board members to seven (7); allow Out-of-District (OD) customers in the first 17 sections to vote, but not on taxes or bond issues; and allow OD customers in the first 17 sections to run for Board office. The City concurs and also recommends limiting the number of OD Board members to two (2). Willatt has prepared a Resolution affirming this concurrence. Andrews made a motion to approve the Resolution. Hitchcock seconded the motion.

Priddy requested that the word "shall" be replaced with "may" in Section 5. (b). In the past we have had many uncontested elections so this gives the District the flexibility to only elect five members. Rogers stated that the District will embark on a program to create interest in running for office next year. He also stated that this was the best we were going to get as far as legislation goes. The City has dropped several proposals; he is afraid that if we try and change anything different, Senator Watson may be annoyed. Hietpas commented that there could possibly be a chance of mischief with having OD directors that could vote on taxes; also possible mischief on five members voting on undertaxing. PA Penley asked if there were any other MUDS that had OD voting directors; unknown at this time.

Motion was previously made and seconded. Motion passed unanimously. The resolution will be delivered to Watson this afternoon.

ADJOURNMENT

The meeting was adjourned without objection at 11:12 a.m.

Respectfully Submitted,

Margaret A. Cathey, Assistant Secretary/Treasurer
Board of Directors

Minutes approved on the _____ day of _____, _____.

President, Board of Directors

ATTEST:

Secretary, Board of Directors