

Minutes  
Lakeway Municipal Utility District  
Board of Directors Meeting  
February 19, 2014

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

Directors Present:	Karl Ansbach Kay Andrews Tom Brewer Jerry Hietpas Mel Neese
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Staff Present:	Earl Foster Loyd Smith
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QUORUM

1. Determine Quorum and Call to Order

Meeting was called to order at 9:30AM  
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: Financial Audit was moved to front of Agenda

6. Discussion/action on FY 2013 Financial Audit

- Donald McPhee, CPA, Partner of PMB Helin Donovan reviewed the Audit for Year Ended September 30, 2013
- General Board Discussion/Questions and Answers about the Audit
- Andrews moved to Approve the Audit; Brewer seconded.
- Motion passed unanimously

4. Discussion/action on Order calling the Election

- Foster reviewed the Order
  - General Board discussion
  - Brewer moved to approve the order; Andrews seconded.
  - Motion passed unanimously.
5. Discussion/action on Order Regarding Election Matters
- Foster reviewed the Order
  - General Board discussion
  - Brewer moved to approve the Order; Neese seconded.
  - Motion passed unanimously
7. Discussion/action of Report on Capital Projects
- Foster provided Capital Projects update
  - Neese requested that Capital and Bond Projects be put on the March Agenda; Foster agreed to do so
  - No action was taken
8. Discussion on Alternative uses of Effluent Water
- Neese noted other cities in Texas converting Effluent Water to Potable
  - Foster shared what he knew about each city
  - Neese asked that the staff investigate details regarding how other cities managed the process; Foster agreed that the staff would pursue
  - No Action was taken.
9. Discussion on LCRA's Emergency Order that was submitted to TCEQ and signed by the Executive Director and acted on by the TCEQ Commissioners on February 12, 2014
- Foster reviewed the meetings/hearings held during the past week
  - General Board discussion
  - No Action was taken

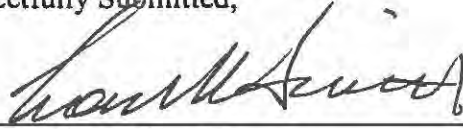
CONSENT AGENDA- Hietpas moved to approve Consent Agenda item #10; Neese seconded. Motion passed unanimously.

10. Approve Minutes of Regular Meeting January 8, 2014.
11. Financial Report
- Discussion of Financial Report for December 2013.
  - Discussion of Budget versus Actuals through December 2013.
  - Discussion of Calendar.

## ADJOURNMENT

The meeting was adjourned at 11:08 AM.

Respectfully Submitted,



Loyd Smith, Office Manager

Minutes approved on the 12th<sup>th</sup> day of March, 2014.



C.A. Ansbach  
President, Board of Directors



Mel Reese  
Secretary, Board of Directors