

Minutes
Lakeway Municipal Utility District
Board of Directors Meeting
August 26, 2015

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

Directors Present:	Larry Burmeier Mel Neese Tom Brewer Kay Andrews Jerry Hietpas
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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.
Burmeier declared a quorum of Directors present.

2. Pledge of Allegiance was led by Burmeier.

CITIZENS

3. None

AGENDA ITEMS:

4. Discussion/action to Approve Medical Insurance Provider for FY 2016.

- Chuck Moreland, Vice Chair of the APC Committee reviewed the Committee's research and recommended United Healthcare as the vendor of choice for FY16. He also covered the Committee's recommendation that Employees pay \$25 per month for employee insurance and each employee be given a \$25 per month salary increase
- General Board Discussion
- Hietpas moved to accept APC's recommendations; no second.
- Hietpas moved to accept Committee's recommendation to select United Health Care; Neese seconded.
- Motion passed unanimously.
- Neese moved to deduct \$25 per month from employees for Employee Health Care; Andrews seconded.

- Motion passed 3-1; Hietpas voted against.
5. Discussion/action to approve Merit recommendations for FY 2016
 - Chuck Moreland, Vice Chair of the APC Committee, reviewed results of Hewett, AON, and other surveys and stated the APC recommendation was for 3% average merit increase for FY 2016.
 - General Board Discussion.
 - Hietpas moved to approve 3% average Merit Increase for FY 2016; Neese seconded.
 - Motion passed unanimously.

 6. Discussion/action to Approve the District's FY 2016 Revenue/Expense Budget.
 - Foster reviewed the Budget showing a .01% increase in Expenses and an estimated reduction in Tax Rate.
 - Hietpas and Burmeier thanked Foster and the Staff for a job well done.
 - General Board Discussion
 - Brewer moved to approve the Budget as presented; Hietpas Seconded.
 - Motion passed unanimously.

 8. Discussion/Action on 1931 Lohmans Crossing Western Portion of 82 acres that is not in WCID #17 service area. Discuss the possibility of Lakeway MUD providing service.
 - Foster reviewed the land that is not in a service area including a portion of the 82 acres owned by LMUD, the land owned by the Lake Travis Church of Christ, and a portion of the land owned by the Lakeway Elementary School.
 - Foster stated he would need to contact TCEQ to understand procedures for adding the geographies to LMUD Service Area.
 - General Board Discussion
 - Neese made a motion to direct Staff to take immediate action to start the process of adding the areas to the LMUD Service Area; Hietpas seconded.
 - Motion passed unanimously.

 9. Discussion/Action on Update of LCRA Amended and Restated Water Management Plan.
 - Foster reviewed the Amended plan and stated that through the efforts of the Firm Water Cooperative, The City of Austin, Interruptible Customers, and the CTWC the Amended Plan will provide much more protection for the Highland Lakes area in the future.

- Foster was complimented by the Board for his untiring efforts in establishing and Chairing the Firm Water Cooperative.
 - General Board Discussion.
 - No action was taken.
7. Discussion/Action on Discussion/action on Requirement by TCEQ to form a Groundwater District.
- Foster indicated that State Representative Paul Workman is planning to introduce legislation to allow Lakeway, Bee Cave, and Briarcliff to form a Groundwater District; these entities could be absorbed into the Barton Springs Edwards Aquifer if a new District is not formed.
 - Hietpas indicated he would like for the Board to consider again drilling test wells; that if we don't do this now, LMUD may fall under guidelines of a new Ground Water District.
 - General Board Discussion.
 - Brewer made a motion to entertain the topic of test drilling at a future meeting; Andrews seconded.
 - Motion passed unanimously.

CONSENT AGENDA:

11. Approve Minutes of Regular Meeting July 29, 2015.
 12. Approve Bob Schooler for the APC Committee
- Brewer moved to approve the Consent Agenda; Andrews seconded.
 - Motion passed unanimously.

FINANCIAL REPORT:

13. Financial Report
 - A. Discussion of Financial Report for June 2015.
 - B. Discussion of Budget versus Actuals through June 2015.
 - C. Discussion of Calendar September, October 2015.
 - D. Excel Pay Application Number 5.
 - E. Release of 2% retainage to DN Tanks Pay Application #7
 - Hietpas moved to approve DN Tanks Pay Application #7 (2% Retainage release) and to approve Excel Pay Application #5.
 - Motion passed unanimously.
10. Discussion/action Review Appraisal on 82 acres at 1931 Lohmans Crossing and discuss strategy for sale of land.

Board went into Executive Session at 11:04AM.

Board reconvened Regular Meeting at 12:24PM.

- Hietpas moved that the Land Committee be given the authority to engage Professionals and come back to the Board as necessary to comply with spending authority; Burmeier seconded.
- Motion passed unanimously.

ADJOURNMENT

The meeting was adjourned at 12:32PM.



Minutes approved on the 29th day of September, 2015.



Loyd Smith, Office Manager



Larry Burmeier
President, Board of Directors

ATTEST:



Secretary, Board of Directors