

**SONTERRA MUNICIPAL UTILITY DISTRICT
MINUTES OF BOARD OF DIRECTORS' MEETING**

July 10, 2018

THE STATE OF TEXAS §
 §
COUNTY OF WILLIAMSON §

A special meeting of the Board of Directors of Sonterra Municipal Utility District was held on July 10, 2018, within the boundaries of the District, at 113 Limestone Terrace, Jarrell, Texas. The meeting was open to the public and notice was given as required by the Texas Open Meetings Act. A copy of the Certificate of Posting of the notice is attached as **Exhibit "A"**.

The following members of the Board were present, constituting a quorum:

John Faske	President
Tom Slowbe	Secretary
Menashe "Manny" Akiva	Assistant Secretary
Darrell Goldman	Assistant Secretary

Director Dale Thornton was absent. Also present at the meeting were Dennis Hendrix of Crossroads Utility Services ("Crossroads"); Taylor Kolmodin of Municipal Accounts and Consulting ("MAC"); Jason Jones of Jones Heroy & Associates; and Andy Bilger of Vecindario Management, LLC.

Director Faske called the meeting to order at 4:10 p.m. After the Pledges of Allegiance to the United States and Texas flags, Director Faske inquired if there were any citizens communications or Board member announcements. There being none, Director Faske stated that the Board would discuss the Lone Star Regional Water Authority ("LSRWA") - East Williamson County Regional Water Transmission System Project (the "Project"). Mr. Jones recommended approval of the award of the Line "C" contract. After discussion, upon motion by Director Slowbe and second by Director Goldman, the Board voted 4-0 to approve the award of the Line "C" contract as recommended.

Mr. Bilger then explained that there was currently an unallocated 1.6 MGD of capacity in the Project and that the City of Jarrell (the "City") had requested an additional capacity allocation. He added that he thought the City would sell the capacity back to the District if the District needed it down the line. Mr. Bilger recommended that the Board agree to the capacity allocation to the City and Mr. Jones concurred with the recommendation. Director Slowbe asked if the City would agree, in writing, that it would sell the capacity back at a fixed cost agreed upon now. Director Faske stated that he was worried about the City exceeding its sewer capacity and asked Mr. Bilger if the City would be required to expand its wastewater treatment plant to hold the capacity and Mr. Bilger and Mr. Jones responded that the City was already expanding the wastewater treatment plant. After further discussion, upon motion by Director Faske and second by Director Slowbe, the Board voted 4-0 to agree to the 1.6 MGD requested capacity allocation to the City.

The Board then conducted a worksession on the District's the 2018-2019 budget. After discussion, no action was taken and the Board agreed that the budget would continue to be refined and would be adopted at the September Board meeting.

The Board then discussed an impact fee and directed that an item be added to the Board's next meeting agenda for further discussion of the concept. Mr. Bilger pointed out that a committee would need to be set up in order to adopt an impact fee and agreed to coordinate with Jay Joyce and Ms. Littlefield on the proposal.

The Board then discussed amending the District's rate order to increase inspection fees to \$500; increase the City's impact fees to \$1,950; increase the park dedication fee to \$300; and increase the developer mowing fee to \$50 per hour. The Board directed that an item be added to the Board's next meeting agenda to adopt the rate order amendment.

The Board also discussed security patrol hours and directed that an item be added to the Board's next meeting agenda for consideration of adjustment to the number of patrol hours.

There being no further business to come before the Board, upon motion by Director Slowbe and second by Director Faske, the Board voted 4-0 to adjourn the meeting at 7:00 p.m.



Tom Slowbe, Secretary
Board of Directors

Date: _____

August 20, 2012