

**SONTERRA MUNICIPAL UTILITY DISTRICT
MINUTES OF BOARD OF DIRECTOR'S MEETING**

August 31, 2020

THE STATE OF TEXAS §
 §
COUNTY OF WILLIAMSON §

A special meeting of the Board of Directors of Sonterra Municipal Utility District was held on August 31, 2020 via videoconference pursuant to Section 551.127, Texas Government Code, as modified temporarily by Governor Greg Abbott, and pursuant to the related guidance from the office of the Texas Attorney General in connection with the Governor's COVID-19 Disaster Proclamation. Notice of the meeting 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 meeting was open to the public via the website link provided in the meeting notice. An electronic agenda packet for the meeting was provided online via the link included in the meeting notice and the meeting was recorded and made available at the same link.

The videoconference meeting was called to order at 4:05 p.m. and the roll of the members of the Board of Directors was called, as follows:

John Faske	-	President
Tom Slowbe	-	Vice President
Darrell Goldman	-	Secretary
Camy Lenn Reynolds	-	Assistant Secretary
Raven Dunbar	-	Assistant Secretary

All of the Directors were present. Also present at the meeting were Andy Bilger of Vecindario Management, LLC; Tanya Clawson of Al Clawson Disposal, Inc.; Garry Kimball of Specialized Public Finance; Dennis Hendrix of Crossroads Utility Services LLC ("Crossroads"); Allen Douthitt of Bott & Douthitt, PLLC; and Carter Dean of Armbrust & Brown, PLLC.

Director Faske stated that the Board would first receive any Board member remarks or citizens communications. There being none, Director Faske stated that the Board would consider the First Amendment to Collection and Disposal of Solid Waste and Recycling Contract with Al Clawson Disposal, Inc. attached as **Exhibit "B"**, and recognized Ms. Clawson. Ms. Clawson reviewed the proposal from Al Clawson Disposal, Inc. attached as **Exhibit "C"** with the Board. She advised that the proposal included four different options for modified services from Al Clawson, noting that each had a different price. After discussion, upon motion by Director Goldman and second by Director Slowbe, the Board voted unanimously to approve Option C of the proposal and the First Amendment to Collection and Disposal of Solid Waste and Recycling Contract with Al Clawson Disposal, Inc. as would be revised to reflect that option.

Director Faske then announced that the Board would conduct a work session on the District's 2020-2021 budget attached as **Exhibit "D"** and recognized Mr. Douthitt. Mr. Douthitt reviewed the draft 2020-2021 budget with the Board. He stated that he would look into splitting out the park budget further and placing a separate park segment in the ledger. He next advised that he expected water and wastewater revenue to increase markedly due to the projected number of new connections, noting that this would also result in an increase in water and wastewater expenses. Director Goldman asked what the line item labeled "Irrigation Revenue" was for. Mr. Hendrix responded that the item covered backflow prevention inspections on the irrigation systems of new construction. Mr. Douthitt stated that he would relabel the item as "Irrigation Inspections". Mr. Douthitt next noted that he had budgeted a

lower amount for penalty revenue since the Board may decide to extend its policy of not assessing late fees for nonpayment of utility bills during the COVID-19 pandemic. He then stated that he incorporated impact fees into the budget beginning in April, which was a conservative estimate as to when the Texas Commission on Environmental Quality would approve the impact fees. Mr. Goldman stated that he believed the District's budget for landscaping would need to increase since the District would need to increase the amount of services from its landscaper in order to keep up with growth within the District and the inspection and repair of the District's irrigation system. Mr. Douthitt stated that he would increase the landscaping budget after the Board had received and considered a proposal for increased landscaping services. Mr. Douthitt noted that the Board may want to consider passing along the increased solid waste disposal costs through an increase in the rate order charges. Mr. Douthitt stated that there were a number of items included in the parks and recreational expenses that would be removed from that section and placed in general operations since they were not true parks and recreational expenses, such as the maintenance of drainage ditches. Lastly, he stated that he created a sinking fund to pay for the District's contract payments to Lone Star Regional Water Authority.

There being no further business to come before the Board, the meeting was adjourned.

(SEAL)



Darrell Goldman

Darrell Goldman
Secretary, Board of Directors

Date: October 19, 2020