

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

July 17, 2023

THE STATE OF TEXAS §
 §
COUNTY OF WILLIAMSON §

A *special* meeting of the Board of Directors of Sonterra Municipal Utility District was held on July 17, 2023, 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 meeting was called to order at 3:04 p.m. and the roll of the members of the Board of Directors was called, as follows:

- | | | |
|------------------|---|---------------------|
| Camy Reynolds | - | President |
| John Faske | - | Vice President |
| Michael Cosimeno | - | Secretary |
| Raven Dunbar | - | Assistant Secretary |
| Sherry Roark | - | Assistant Secretary |

All of the Directors were present, thus constituting a quorum. Also present at the meeting were Jason Jones of Jones-Heroy & Associates, Inc.; Dennis Hendrix of Crossroads Utility Services LLC (“*Crossroads*”); Allen Douthitt of Bott & Douthitt, PLLC; Andy Bilger and Darrell Goldman and Darrell Goldman of Vecindario Management, LLC; and Carter Dean of Armbrust & Brown participated in the meeting via telephone.

After the Pledges of Allegiance to the United States and Texas flags, Director Reynolds stated that the Board would receive any Board member remarks or citizens communications. Director Reynolds recognized Mr. Douthitt, who reviewed the proposed fiscal year 2024 operating budget, attached as **Exhibit “B”**, with the Board. He reviewed the District’s fund balances and stated that a one-year operating reserve was appropriate. He recommended that the District’s taxes not be reduced that year since they had been reduced drastically the prior year, and the District had various new projected expenses. Mr. Jones noted that the District was not yet 95% built-out yet, which meant that it would be considered a “developing” district for tax rate setting purposes. Mr. Dean explained that this meant that if the District’s 2023 tax rate caused the tax bill on the average homestead in the District to increase by more than 8% from the prior year, then District residents could petition for a so-called “roll-back” election. Mr. Douthitt then reviewed the various projected revenues and expenses in the draft budget. Board discussion ensued. Mr. Douthitt was asked to make various revisions to the draft budget, however, no formal action was taken.

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

(SEAL)

Date: September 12, 2023





Michael Cosimeno, Secretary
Board of Directors