

LLANO COUNTY MUD #1
BOARD OF DIRECTORS MEETING
2/28/2017

The Llano County Municipal Utility District #1 Board of Directors held a Regular Scheduled Meeting on February 28, 2017 at 10:30 a.m., at the District Office.

Board member(s) present: Rod Bond, Bruce Lomax, Warner Tweed, L.D. Stewart and John Walters

Board member(s) absent: None

Also present were General Manager, Angela Thomas; Tony Plumlee, Willis Engineering; Robert Gattilia with Singleton, Clark & Co.

1. PLEDGE OF ALLEGIANCE

2. PUBLIC COMMENTS AND DISCUSSION

No public comment

3. PRESENTATION OF THE 2016 AUDIT FROM SINGLETON, CLARK & CO.

Mr. Robert Gattilia with Singleton, Clark & Co. presented the 2016 Audit Report. Mr. Gattilia reviewed the auditor's report and provided an unmodified opinion on the financial statements. It was also noted that the internal control over financial reporting identified no material weaknesses or significant deficiencies as well as no noncompliance issues material to the financial statements.

4. UPDATE ON ROAD DRAINAGE ISSUES FROM WILLIS ENGINEERING

Tony Plumlee with Willis Engineering provided an update on the Ross contract status. Ross Construction re-graded some of the ditch diverting water into the culverts and appears to be working very well. Mr. Plumlee discussed the drainage issue on Blue Mountain Trail where the French drain was installed. Mr. Plumlee met with Edward from Aaron Construction on February 23rd to look at the French drain. The sock/sleeve that protects the drain from material clogging it, is keeping the water from draining. They dug a few holes and decided it would be best to put in 3 area inlet drains or take out 6 inches of material use river rock for the French drain. Director John Walters commented that he has water standing by his back gate and is not sure if it is a water leak or if the drainage needs re-grading. President Rod Bond asked Tony Plumlee to come up with a suggestion for the Board to review and approve.

5. DISCUSSION AND ACTION TO APPROVE THE MINUTES OF THE REGULARY SCHEDULED BOARD MEETING HELD ON JANUARY 24, 2017

Warner Tweed made a motion to approve the minutes as presented for the meeting held on January 24, 2017. John Walters seconded the motion. All members present were in favor. Motion passed.

6. REVIEW INVESTMENT AND FINANCIAL REPORTS

Angela Thomas provided an update on the January 2017 investment and financial report.

7. DISCUSS AND REVIEW CAPITAL OUTLAY PROJECTS

The Board discussed the upcoming Updated Water Treatment Plant Evaluation from Larry Wilke. Director Walters and Director Lomax would like a meeting with Wilke prior to the evaluation to specify what the Board is looking for and what should be included in the report for review. Hopeful, to have a long range planning meeting, or Board workshop, in April to go over the evaluation. At this time, there are no other capital outlays to discuss.

8. DISCUSS, REVIEW AND POSSIBLY APPROVE REVISED 2017 HOLIDAY SCHEDULE

Angela Thomas presented the revised 2017 Holiday Schedule. Warner Tweed made a motion to approve the Revised 2017 Holiday Schedule with the removal of 10/9/2017 and addition of 7/3/17. Bruce Lomax seconded the motion. All members present were in favor. Motion passed.

9. DISCUSS, REVIEW, AND POSSIBLY APPROVE 2017 MBO'S

Angela Thomas presented the 2017 MBO's for Board Approval. John Walters made a motion to accept and approve the 2017 MBO's. Warner Tweed seconded the motion. All members present were in favor. Motion passed.

10. GENERAL MANAGER'S REPORT

Angela Thomas presented the General Manager's Report.

11. COMMITTEE REPORTS

FINANCE & PLANNING-

LEGAL AFFAIRS-

STREETS AND LIGHTS/TRASH DISPOSAL- L.D. Stewart explained the need for speeding deterrants. The Board agreed to look into portable rumble strips to use during high traffic and possibly a flashing light before the strips.

WATER DISTRIBUTION SYSTEM - Bruce Lomax asked Angela Thomas to get a quote for repairs to Mr. Lockwood's rock wall by the water plant.

SEWER SYSTEMS-

12. **EXPENDITURES REQUIRING APPROVAL**

None

13. **EXECUTIVE SESSION**

None

14. **NEW BUSINESS/OLD BUSINESS**

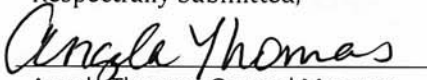
Angela Thomas presented a request for a Waiver of Encroachment for Lots 167 & 168. These lots have a waiver from 1996 but the persons purchasing the property want a letter from the Board stating the encroachment is still valid. After Board discussion, it was decided for Angela Thomas to generate a letter stating the Board will continue to allow the encroachment as the waiver states from 1996.

15. **SET DATE AND TIME FOR NEXT MEETING**

The next regularly scheduled meeting will be held 3/28/2017 at 10:30 am.

Warner Tweed made a motion to adjourn at 12:27 pm. L.D. Stewart seconded the motion. All members present were in favor. Motion passed.

Respectfully Submitted,



Angela Thomas, General Manager
Llano County MUD 1