

EMERALD BAY MUNICIPAL UTILITY DISTRICT
FINAL AND APPROVED
MINUTES OF REGULAR MEETING
APRIL 19, 2010

The Board of Directors of the Emerald Bay Municipal Utility District met in regular session on Monday, April 19, 2010, at 5:30 p.m. in the Emerald Bay Club, 208 South Bay Drive, Bullard, TX 75757. Present were Directors Bill Harris, Ray Hartley, Deena Johnson, Paul Randolph, and Jo Sharp. Twelve (12) Emerald Bay residents attended.

Director Harris called the meeting to order at 5:30 p.m. and asked for comments on the Minutes of the Regular meeting of March 15 and Special meetings of March 25, April 1, and April 12. **Director Randolph made a motion to approve said Minutes with a second (Hartley); the Minutes were approved by unanimous consent.**

Treasurer Hartley presented the financial summary for March 31, 2010. He noted that \$200,000 was transferred from the sewer fund to the water fund. Under sewer system operations, the YTD net operating income is \$19,776 which is \$2,823 more than budgeted. The Utilities are higher than budgeted by \$6,590. Director Harris suggested the PUC may have granted a rate increase to our electric provider. The water system operations are positive for the month and YTD net operating income is \$54,270 which is \$5,010 more than budgeted. Director Hartley referred to the statement of cash flows pointing out that the water fund is not covering costs and the District will have to consider a rate increase. The balance sheet shows the cash funds are still \$68,639 ahead of budget. March check detail will be presented at May meeting. **Director Hartley made a motion to approve the March financials. Upon second (Sharp), the financials were approved by unanimous consent.**

Treasurer Hartley reviewed the budget revisions for the second half of the fiscal year. Under road and bridge—(1) capital improvements are budgeted as \$166,000 (May) and \$70,000 each for June and July; (2) repairs and maintenance is budgeted at \$2,000 per month; (3) plant operating is budgeted at \$300 per month (plant operator). Under sewer system—(1) plant operating budget is revised downward from \$60,000 to \$24,491 (variance of \$35,509); and capital improvements include SCADA for lift stations budgeted at \$17,255 (July) and \$26,121 (August) and adding another pump for #3 lift station in June or July. Under water supply—capital improvements include #3 water well at \$200,618 (April), chlorination at \$80,000 (May), pipeline at \$65,000 (June), and new water meters at \$150,000 (August). **Director Randolph made a motion to accept the budget revisions as presented. Upon second (Sharp), the motion was approved by unanimous consent.**

District Secretary Johnson certified that three candidates filed for a place on the ballot for the election to fill the three director positions expiring in May 2010. Secretary Johnson presented the certification that Jaymie Foote, Ray Hartley, and Paul Randolph are unopposed candidates for the May 8, 2010 election. Upon acceptance of the certification by President Harris, **a motion was made by Director Randolph to issue the order to cancel the District's election scheduled to be held on May 8, 2010 and declare the unopposed**

candidates thereby elected. Upon second (Harris), the motion was approved by unanimous consent. Director Johnson stated a copy of the Order of Cancellation must be posted on Election Day at all polling places for Precinct 41. The newly elected directors will be installed at the May 17 meeting.

As an operations update, Director Harris reported completion of the drilling of the third water well to the Carrizo-Wilcox aquifer. The driller ran a 36-hour pumping test and the results are good. Water samples must be tested and results sent to the TCEQ. The new well, under perfect conditions, could possibly produce 900-1,000 GPM; however, it would not be wise to pump the well that hard. The District plans to install a pump capable of producing 450-500 GPM. This will double the District's water production capacity.

In regard to the bridge project, Director Harris reported PileCap is on schedule to start capping the South Bay bridge pilings in May. Bids are due on May 4 for Phase 2 of the bridge project. In regard to streets, potholes are being patched as they appear. Director Randolph complimented Director Harris on his letter to the membership regarding the renovation of the South Bay bridge.

Resident, Milton Price, expressed concern over drainage problems undermining his property at 100 Clearview. Director Harris advised this matter must be discussed with Club HOA President Henness. The District is only responsible for drainage that affects the streets and its facilities.

There being no further business, the meeting was adjourned at 5:58 p.m. upon motion duly made (Randolph) and seconded (Hartley) with unanimous consent.

Respectfully submitted,

Deena M. Johnson
Secretary

William F. Harris
President

Attachments:

Financial Summary 3/31/10

Budget Revisions

Certification of Unopposed Candidates

Order of Cancellation of May 8, 2010 Election