

EMERALD BAY MUNICIPAL UTILITY DISTRICT
FINAL AND APPROVED
MINUTES OF SPECIAL MEETING
MARCH 5, 2012

The Board of Directors of the Emerald Bay Municipal Utility District met in special session on Monday, March 5, 2012, at 5:00 p.m. at the District Office, 155 LaSalle, Bullard, TX 75757. Present were Directors Dwight Cole, Jaymie Foote, Bill Harris, Deena Johnson, and Paul Randolph. Two District residents attended the meeting.

President Harris called the meeting to order at 5:01 p.m. and asked District Secretary/Director, Deena Johnson, to report on the applications received for two director positions expiring in May and other issues regarding the May 12, 2012 general election. Director Johnson reported the deadline to receive applications for the board was this date (March 5, 2012) at 5:00 p.m. William F. Harris and Deena M. Johnson were the only applicants to apply and are therefor elected as unopposed candidates. It is required by the Secretary of State that the District order the election before the election can be cancelled due to election of unopposed candidates.

Director Randolph made a motion that the District order the general election for May 12, 2012 to elect two directors. Upon second (Foote), the motion was approved by unanimous consent.

Director Johnson presented the certification of unopposed candidates. **Director Randolph made a motion that the District cancel the general election for May 12, 2012, and declare the two directors elected as unopposed candidates. Upon second (Foote), the motion was approved by unanimous consent.** Director Johnson stated that the Order of Cancellation must be posted at the polling place on May 12, 2012.

Director Harris advised the audit for fiscal year ending September 30, 2011, was not complete as several corrections had to be made by the auditor. Mr. White will call when the audit is ready for pick up and it should be available for discussion at the next monthly meeting.

Director Harris advised the power line, which was installed six years ago, to connect well #1 and well #2 has failed several times. The last failure cost \$22,000 to repair and it will fail again. If Oncor runs a utility 3-phase power line from CR 178 along CR 1106 to well #2, the estimated cost to the District is \$53,000.

Director Harris proposed that the District begin to acquire the parts to replace the existing low voltage line over the next one to two years. To begin with, the project would require installation of transformers at well site #1 and well site #2 at a cost of \$10,000-\$12,000, and culminate with the installation of 15,000-volt **(energized at 4160)** high voltage line between Well #1 and Well #2 at a cost of about \$22,000. The new line will replace the existing low voltage line and be installed in conduit. Director Harris presented a design prepared by Mr. Randy Meadows, P.E. (Registered Electrical Engineer) that outlined the project in detail.

Director Harris noted that the Oncor solution would require an additional generator at Well #2 at an additional cost of \$40,000 bringing the Oncor cost total to about \$100,000 vs. the Randy Meadows proposed total project of about \$45,000.

Director Randolph made a motion that the Board authorize Director Harris to begin securing all the parts required to replace the existing electrical line between wellsites #1 and #2. Upon second (Johnson), the motion was approved by unanimous consent.

There being no further business, the meeting was adjourned at 6:31 p.m. upon motion duly made (Johnson) and seconded (Cole) with unanimous consent.

Respectfully submitted,

Deena M. Johnson
Secretary

William F. Harris
President