

**Emerald Bay Municipal Utility District**  
**Regular Meeting Minutes**  
**January 16, 2017**

The Board of Directors of the Emerald Bay Municipal Utility District met in regular session Monday, January 16, 2017 at 5:30PM at the District Office, 155 LaSalle, Bullard, TX 75757. Present were Directors Barry Botti, Dwight Cole, Inge Grant, Bill Harris, and Lynne Stein. Compliance Officer, Lori Wiginton, was also in attendance.

Director Harris called the meeting to order at 5:36PM. Director Harris asked the Board to review the meeting minutes from the special meeting held on November 11, 2016. Inge Grant made a motion to accept the minutes, Lynne Stein seconded and the motion was carried unanimously. Director Barry Botti did not vote as he was out of town during the November meeting.

Director Botti presented the Financial Report Summary for December 2016 for the Board to review. Director Botti explained to the Board that the interest on the project note is now a deduction and no longer capital. He also advised that there is approximately \$1,000,000 left from the project which may be used towards the painting of the sewer plant or the line from the lake to the effluent ponds but not towards anything street related. Inge Grant asked how much money was currently in the street to which Director Botti informed the Board there is \$752,790 currently in the street fund. Director Botti made a motion to accept the Financial Report Summary, Dwight Cole seconded and the motion was carried unanimously.

Director Botti presented the Board the Fiscal Year End Audit, September 30, 2016, to be reviewed. He advised MUD sends a copy to TCEQ, Southside Bank and the Attorney General's Office. The Board had no questions in regards to the audit. Barry Botti made a motion to accept the Fiscal Year End Audit, Inge Grant seconded and the motion was carried unanimously.

Director Botti discussed with the Board the quarterly revision of the budget which is requirement by TCEQ each quarter. He explained there was not much change from the October 2016 budget other than the added income from the insurance company on the stolen generator repairs. Barry Botti made a motion to accept the quarterly revision of the budget, Inge Grant seconded and motion was carried unanimously.

Director Botti brought up the possibility of offering dental and vision insurance to the MUD employees along with disability insurance. A few questions were raised by the Board and the discussion was tabled until further notice.

Director Harris discussed with the Board the operations report for MUD. Numerous repairs have taken place at the WWTP. Lift station #3 and lift station #4 both had leaks and both have been repaired by AAA Sanitation. One of the motors on the wastewater blowers blew up and the starter contact welded shut. TEMSCO rebuilt the motor and a new starter contact has been

ordered. Director Harris advised the Board that he has been discussing with Kirk Bynum options for the street repairs throughout Emerald Bay but that work would not begin until late spring or summer when the weather is better.

There being no further business, Director Harris adjourned the meeting at 6:52PM.

Respectfully Submitted,

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William F Harris  
President

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Lynne Stein  
Secretary

Attachments:  
Financial Summary  
Revised Budget