MINUTES OF THE MEETING OF THE BOARD OF DIRECTORS OF THE FERN BLUFF MUNICIPAL UTILITY DISTRICT

May 14, 2013

THE STATE OF TEXAS
WILLIAMSON COUNTY

The Board of Directors of the Fern Bluff Municipal Utility District convened in a regular meeting open to the public at 6:02 p.m. on May 14, 2013 at the Fern Bluff Municipal Utility District Community Center, 7320 Wyoming Springs Drive, Round Rock, Texas, pursuant to notice duly given in accordance with the law.

The roll was called of the following members of the Board of Directors:

Patrick Savarese	President
Joseph Teiber	Vice President
Dave Quillman	Secretary
George Sabatino	Treasurer
Jessica Stempko	Assistant Secretary/Treasurer

All Directors were present, thus constituting a quorum. Also present were District General Manager, Janey Miller; Hector Alanis of Severn Trent Environmental Services, Phil Haag and Jennifer Waits of McGinnis Lochridge & Kilgore LLP; Community Center Manager, Cindy Alvarado; Brian Schmidt of Ecosystems, and several District residents.

1. Immediately upon calling the meeting to order, Director Stempko led the Pledge of Allegiance.

2. The first item of business was approval of the monthly consent agenda. Ms. Miller distributed corrected minutes for review, noting a typographical change. The Board determined there were no items subject to removal and upon a motion by Director Sabatino and seconded by Director Savarese, the Board unanimously approved the consent agenda containing the minutes of the April regular meeting; payment of bills and invoices and transfers for operation expenses, pay requests, change orders and customer charge write offs.

3. The Board then discussed the proposed Creekbend extension. President Savarese reported that the Roads Committee met with members of the City Roads division earlier in the month and that a right-of-way has not yet been officially granted from the landowner. The schedule for bidding remains the same, and is slated to begin in July 2013.

4. The Board then received reports from district consultants and committees.

   Landscape Contractor – Mr. Schmidt presented his report in its entirety and as contained in the Board packet. He distributed a proposal for work in Friendly Oaks for the replacement of grass under the Live Oak trees. Mr. Schmidt reviewed the scope of services including removal of the existing grass and installation of 150 bags of native hardwood mulch in its place. He added that this renovation project is experimental, and should it work better than grass under the trees, he will come to the Board to consider the same work for the other parks. Upon a motion by Director Teiber and seconded by

Director Sabatino, the Board unanimously approved the project in the amount of $ 980.50.

General Manager – Ms. Miller presented her General Manager's Report in its entirety and as contained in the Board packet. She noted that the drainage ditch near Stone Canyon has been painted and that she has been contacted by the Williamson County Elections Division regarding the availability of the community center to be used as a polling place in the 2014 election and that residents have expressed a desire to have the center as a polling place. After further discussion, Ms. Miller said that she will work with the count to facilitate elections as a polling location. She then reported on a proposed rate increase from the City of Round Rock for wholesale customers. She plans to meet with staff from the water utility department for a better understanding of the increase as it is quite significant. She also recommended that the Board consider its own rate study from Rimrock consulting.

Operations Manager - Mr. Alanis presented his report in its entirety and as contain in the Board packet. He noted that the new billing system will be implemented in June and that a consumer confidence report is planned for late July.

Roads – There was no report in addition to the matters previously discussed.

Parks & Recreation – Ms. Miller reported on a deceased feral hog found on one of the trails.

Deed Restrictions - There will be a joint meeting in the month of May between the deed restriction committee and the community center committee.

Environmental - The committee will meet to discuss conservation measures that align with deed restriction policies on June 5, 2013.

Legal - Mr. Haag presented a report on pending legislation.

Communications – The new Fern Bluff MUD web site is scheduled to roll out in May.

There being no further business to come before the Board, the meeting adjourned at 6:51 p.m.

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Secretary
Fern Bluff MUD Board of Directors