

MINUTES
TRAVIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 10

May 7, 2019

The Board of Directors (the "Board") of Travis County Municipal Utility District No. 10 (the "District") met in regular session, open to the public, on May 7, 2019, at 1845 Kingfisher Ridge Cove, Lago Vista, Texas, inside the boundaries of the District, and the roll was called of the members of the Board:

Harvey Reiter	President
Ray Archer	Vice President
Vance Taylor	Secretary
Robert Ernst	Assistant Vice President
Dan Eckermann	Assistant Secretary

and all of the above were present, thus constituting a quorum.

Also present at the meeting were Cathy Mitchell and Jason Baze of Jones & Carter, Inc. ("Jones & Carter"); Brett Lanham of AWR Services; Kevin Monteith, a resident of the District; and Sharon Covan of Allen Boone Humphries Robinson LLP by telephone.

APPROVE MINUTES

The Board considered approving the minutes of the April 2, 2019, meeting. After review and discussion, Director Archer moved to approve the minutes of the meeting. Director Ernst seconded the motion, which passed by unanimous vote.

GARBAGE AND RECYCLING

Ms. Covan said she received an e-mail from Steve Shannon of Waste Connections. Mr. Shannon said Waste Connections is billing the District for garbage services at 82 homes, but a house count by Waste Connections yielded 100 homes. Director Taylor said he will confirm the number of homes in the District and compare that with the Waste Connections invoice. Ms. Covan said she will send the last invoice to Director Taylor.

PUBLIC COMMENTS

There were no comments from the public.

FINANCIAL AND BOOKKEEPING MATTERS

The Board reviewed the bookkeeper's report, a copy of which is attached. Discussion ensued regarding the operating account and debt service account. Directors Reiter and Taylor reviewed their individual analysis of the revenues from services provided and expenses.

The Board considered authorizing AWR to prepare an analysis of the District's water and sewer rates compared to neighboring communities.

After review and discussion, Director Ernst moved to authorize AWR to prepare an analysis of the District's water and sewer rates and to approve the bookkeeper's report and the checks listed on the report. Director Eckermann seconded the motion, which passed by unanimous vote.

TAX ASSESSMENT AND COLLECTION MATTERS

The Board reviewed the tax assessor/collector's report, including the delinquent tax roll, a copy of which is attached. Director Reiter discussed the 2019 preliminary estimate of value from the Travis Central Appraisal District. After review and discussion, Director Ernst moved to approve the tax assessor/collector's report. Director Eckermann seconded the motion, which passed by unanimous vote.

OPERATION OF DISTRICT FACILITIES

Mr. Lanham reviewed the operator's report, a copy of which is attached. Mr. Lanham said the Utility Profile and 5-year and 10-year water conservation goal survey will be submitted to ABHR for the Water Conservation Plan.

Mr. Lanham said the District experienced an area-wide power outage in March causing the water treatment plant and the wastewater treatment plant to shut down. He said power was out for approximately five hours. Mr. Lanham said Perdenales Electric Company restored power and all pumps were reset, operations very verified and returned to normal.

Mr. Lanham said repairs to one pump at lift station no. 3 were completed and a second pump is waiting for parts. Mr. Lanham reported on grinder pump repairs during the prior month. He said AWR provided Mr. Rapp with cost information from a contractor to remove the vines, roots and debris encroaching into his concrete septic tank. He said Mr. Rapp does not want to remove the old concrete septic tank and have a new fiberglass tank installed. The Board authorized ABHR to prepare a letter to Mr. Rapp informing him that if he leaves the concrete tank in place, the District will not be responsible for the cost of repairs and maintenance and will bill him for the cost of such repairs.

Discussion ensued regarding a refund to Mr. Rapp for charges related to a second grinder pump. Mr. Lanham said AWR's records go back to 2012. The Board asked Mr. Lanham to provide the Board with details of the amount of refund to Mr. Rapp at the June Board meeting.

Discussion ensued regarding the grinder pump discharge line at 1612 Watercliff that was improperly placed at 1608 Watercliff. Mr. Lanham said he and Director Reiter talked to the homeowner and offered the following options: (1) obtain authorization from the property owner at 1608 Watercliff to bury the discharge line and provide AWR

access to maintain the line; or (2) relocate the discharge line. The Board asked Mr. Lanham to follow up with the homeowner at 1608 Watercliff.

Mr. Lanham suggested the Board consider engaging an independent water and sewer rate consultant to review the District's budget and water and sewer charges.

After review and discussion, Director Taylor moved to: (1) authorize AWR to bill the property owner at 1612 Watercliff \$1,372.93 for AWR's work to move the discharge line; an (2) accept the operator's report. Director Archer seconded the motion, which passed by unanimous vote.

HEARING ON TERMINATION OF WATER AND SEWER SERVICE TO DELINQUENT CUSTOMERS AND AUTHORIZE TERMINATION OF SERVICE

Mr. Lanham stated there were no delinquent accounts for termination.

ENGINEERING MATTERS

Ms. Mitchell reviewed the engineering report, a copy of which is attached.

CAPITAL IMPROVEMENTS

Ms. Mitchell said Jones & Carter is providing assistance with improvements to AWR, as needed.

WATER PLANT INSPECTIONS AND REPAIRS

Ms. Mitchell said inspections of the water plant and wastewater treatment plant were conducted on April 26. She said that over, the plants are in good condition and that Jones & Carter is working with AWR on a few items. Ms. Mitchell said the inspection reports will be provided at the June Board meeting.

ZEBRA MUSSEL REMOVAL AND PREVENTION

Ms. Mitchell said the mussel sampler was installed on the raw water barge on April 10. She said there were no visible mussels when the sample was inspected on April 26.

Ms. Mitchell said that in order to pursue the installation of a sodium permanganate feed system to treat for mussels, the Texas Commission on Environmental Quality (the "TCEQ") requires the following: (1) an evaluation of the impact of the mussels on the water infrastructure; (2) a full pilot study of the system; (3) submittal of the results of the pilot study, construction plans and specifications to the TCEQ; and (4) a modified raw water sampling procedure to allow for sampling at the barge. She said the cost of pilot study alone is approximately \$16,000.

Ms. Mitchell said the wastewater treatment plant permit renewal application is presented today for execution by Director Reiter. She requested authorization to submit the application to the TCEQ.

After review and discussion, Director Ernst moved to: (1) authorize Jones & Carter to gather more detailed cost information for the June Board meeting for a submission to the TCEQ requesting approval of installation of a sodium permanganate feed system, including the cost of the pilot study and installation of the system; (2) authorize Jones & Carter to determine what methods are being utilized by other communities to combat the mussel problem; (3) authorize Jones & Carter to prepare and submit the permit renewal application to the TCEQ; and (4) accept the engineer's report. Director Eckermann seconded the motion, which passed by unanimous vote.

REPORT ON DEVELOPMENT

There was no report on development.

WEBSITE

There was no discussion on this matter.

MEETING DATES

The Board agreed the next meeting will be June 4, 2019, at 1325 Osprey Ridge Loop, the July 2 meeting will be held at 1300 Osprey Ridge Loop, and the August 6 meeting will be held at 1405 Osprey Ridge Loop.

Director Taylor said he met with Dave DeGreeff to discuss matters involving the Property Owner's Association (the "POA"). Director Taylor said he will meet with the Property Owner's Association on June 10 to discuss the drainage project and plantings along the north and south side of Osprey Ridge Loop. He said the POA wants to wait to pursue the drainage project until the roads are complete. Director Taylor said there is an undeveloped lot between 1231 and 1301 Osprey Ridge Loop with a drainage area that contains accumulated yard debris. Discussion ensued regarding removal of the debris. After discussion, the Board agreed that Mr. DeGreeff should contact the owner of the undeveloped lot regarding removal of the debris.

There being no further business to come before the Board, the meeting was adjourned.

(SEAL)




Secretary, Board of Directors

ATTACHMENTS TO THE MINUTES

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