

MINUTES OF REGULAR MEETING OF
SONTERRA MUNICIPAL UTILITY DISTRICT
Monday, February 16, 2015

STATE OF TEXAS §
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COUNTY OF WILLIAMSON §

The Board of Directors of Sonterra Municipal Utility District (the “District”) held a regular meeting, open to the public, at 6:00 p.m., at 113 Limestone Terrace, Jarrell, Texas, inside the boundaries of the District, on the 16th day of February, 2015, and the roll was called of the duly constituted officers and members of the Board, to-wit:

John Faske	President
David Chandos	Vice President
Darrell Goldman	Secretary
Trisha Allen	Treasurer
Dale Thornton	Assistant Secretary

and all of said persons were present, thus constituting a quorum. Also in attendance were Dan Dodson of Lone Star Regional Water Authority; Keli Kirkley of Municipal Accounts & Consulting, L.P.; Dennis Hendricks of Crossroads Utility Services; Jason Jones and Ken Heroy of Jones-Heroy & Associates; Bob West of West Davis & Associates; and Ronald J. Freeman of Freeman & Corbett.

1. First, the Board considered the minutes of the Board’s January 19, 2015 meeting. After discussion, Director Chandos made a motion to approve the minutes. Director Thornton seconded the motion, which the Board passed unanimously.

2. The Board then considered the Operator’s Report. Mr. Hendrix updated the Board on the status of the District’s facilities. No action was taken by the Board.

3. The Board then considered the Bookkeeper’s Report. Ms. Kirkley presented a list of bills and invoices to the Board in her report and a list of supplemental checks (Check Nos. 8557-8562). She recommended that all the items be approved. Director Goldman moved to approve the bills and invoices and checks as recommended. Director Thornton seconded the motion, which the Board passed unanimously. Copies of the Bookkeeper’s Report and list of supplemental checks are attached as exhibits to these minutes.

4. The Board then considered the Developer’s Report. Mr. Bilger gave a brief report on the status of development in the District. No action was taken by the Board.

5. The Board then considered the Manager’s Report. Mr. Bilger gave a brief report on the status of utility construction in the District. No action was taken by the Board.

6. The Board next considered the Engineer’s Report. Mr. Jones discussed the status of various projects. No action was taken by the Board.

8. The Board next discussed matters related to Lone Star Regional Water Authority. Mr. Dodson discussed the status of having the Authority issue bonds to be paid from by the District from the District's water and wastewater system revenues for water system improvements. He also updated the Board on the status of the Authority's Lake Granger water supply project. No action was taken by the Board.

9. The Board then considered approving audit engagement letters with West Davis and Associates for (i) surplus funds developer reimbursement, (ii) next bond issue developer reimbursement and (iii) next annual audit. Mr. West presented the three engagement letters. Upon a motion by Director Allen and a second by Director Chandos, the three engagement letters were unanimously approved. Copies of the engagement letters are attached to these minutes.

10. The Board then considered the surplus funds developer reimbursement audit presented by Mr. West. Upon a motion by Director Faske and a second by Director Allen, the reimbursement audit was unanimously approved. A copy of the reimbursement audit is attached to these minutes.

11. Finally, the Board discussed the status of its next TPWD grant application. Mr. Bilger suggested waiting until the fall to apply to the TWPD. Accordingly, no action was taken by the Board.

There being no further business to come before the Board, the meeting was adjourned at approximately 7:30 p.m.


Secretary, Board of Directors