

**Chisholm Trail Special Utility District
Of Williamson, Bell, and Burnet Counties, Texas
Minutes of Meeting of the Board of Directors
September 17, 2014**

The Board of Directors of Chisholm Trail Special Utility District of Williamson, Bell, and Burnet Counties, Texas convened in a meeting at the administrative office and meeting place for the District, 851 FM 970, Florence, Williamson County, Texas beginning at 5:30 p.m. on the 17th day of September, 2014. Notices of the time, place, and subject of the meeting were posted at the places and for the time required by law.

The meeting was called to order at 5:30 p.m.

President Delton Robinson led those present in the Pledge of Allegiance to the American flag.

Roll was called:

Delton Robinson	President
Ed Pastor	Vice President
Mike Sweeney	Secretary
Bob Kostka	Treasurer
Gary Goodman	Director
Pat Gower	Director
Bob Johnson	Director

All Board members were present, thus constituting a quorum. Also present were Jim Briggs, Keith Walker, Linda White, Leonard Dougal and those listed on the sign-in sheets.

Public Comments

Karen Mattis and Don Scott each thanked the Board for their support and work towards the completion of the transfer agreement.

General Manager's Report

A. Operations Report - Jim Briggs presented to the Board graphs indicating the meter counts, gallons of water used and sold.

B. Project Status Reports

None.

- C. Update on TCEO status and review/approval of pending STM application. Mr. Briggs reported that the process is proceeding as directed by the Judge.

Consent Agenda

- A. Approve minutes from the August 21, 2014 Board of Director meeting.
Mike Sweeney moved to approve the minutes from the August 21, 2014 Board of Director meeting. Gary Goodman seconded the motion, which the Board approved unanimously.

Legislative Regular Agenda

- A. Consideration and possible action to approve the engagement letter from Maxwell Locke and Ritter to conduct the 2014 financial audit for Chisholm Trail Special Utility District. **Mike Sweeney moved to approve the engagement letter from Maxwell Locke and Ritter to conduct the 2014 financial audit for Chisholm Trail Special Utility District. Bob Johnson seconded the motion, which the Board approved unanimously.**
- B. Discussion related to Asset Transfer and Utility System Consolidation Agreement and Service Area Operations and Management Agreement. Jim Briggs gave an overview.
- C. Consideration and possible action to approve Water Rates and Transition Surcharge per the Service Area Operations and Management Agreement executed on September 12, 2014. The Service Area Operations and Management agreement contains the water rates and the transition surcharge that will be billed to water customers within the CTSUD CCN. The City of Georgetown "out-of-city" water rate will be billed to all CTSUD CCN customers starting with billings in October 2014. **Pat Gower moved to approve Water Rates and Transition Surcharge per the Service Area Operations and Management Agreement executed on September 12, 2014. Ed Pastor seconded the motion, which the Board approved unanimously.**
- D. Consideration and possible action to approve a Board Operations Budget for Fiscal Year 2014-15. **Pat Gower moved to approve a Board Operations Budget for Fiscal Year 2014-15. Gary Goodman seconded the motion, which the Board approved unanimously.**

Recess

The Board recessed the meeting at 5:58 p.m. for a short break.

Reconvened

The Board reconvened into Public Session at 6:04 p.m. with all Board members present.

Executive Session

At 6:05 p.m., President Delton Robinson announced to the public that the Board of Directors would convene in Executive Session to seek legal advice from the District's legal counsel as authorized by Section 551.071, Texas Government Code, and/or discuss the purchase, exchange, lease or value of real property in Williamson, Bell and Burnet Counties, pursuant to Section 551.072, Texas Government Code. No final action, decision or vote will be taken in Executive Session.

- A. Asset Transfer and Utility System Consolidation Agreement between Chisholm Trail Special Utility District and the City of Georgetown.
- B. PUC Docket No. 42861, SOAH Docket No. 473-14-5143, regarding the STM Application of the District and City of Georgetown.
- C. Letter proposal from Allison, Bass, Magee, LLP regarding pending hearing and settlement.

Adjourn Executive Session

At 6:30 p.m. the Board of Directors adjourned the Executive Session on a motion from Pat Gower and seconded by Ed Pastor, which the Board approved unanimously.

Reconvene into Public Session

At 6:31 p.m. the Board of Directors reconvened the public portion of the meeting. Mike Sweeney moved to reject the letter proposal from Allison, Bass, Magee, LLP regarding pending hearing and settlement. Pat Gower seconded the motion, which the Board approved unanimously.

Adjournment

The meeting adjourned at 6:30 p.m. on a motion by Pat Gower and seconded by Mike Sweeney, which the Board approved unanimously.


Mike Sweeney, Secretary