

**TREASURE ISLAND MUNICIPAL UTILITY DISTRICT**  
**146 FATHOM DRIVE, FREEPORT, TEXAS 77541**  
**Board of Directors Quarterly Meeting Minutes**  
**November 1<sup>st</sup>, 2014, 10:00 AM**

Directors present: Mark Fuqua, Blake Blackwelder, and Gary Willett.

Directors absent: Debi Screnci

Quorum present? Yes

1. Mark called the meeting to order at 10:09 am.
2. The meeting minutes from August 9th, 2014, and both of the meetings on August 31<sup>st</sup>, 2014, were reviewed. A motion to approve all reviewed minutes as is was made by Gary and seconded by Blake. The motion was approved with all ayes.
3. The resignation of Kym Dobbs from the TIMUD Board of Directors was announced by Mark.
4. A motion to designate International Bank of Commerce, First State Bank, and Frost Bank as Designated TIMUD Depositories was made by Blake and seconded by Gary. The motion was approved with all ayes.
5. The TIMUD Investment Policy was reviewed. Minor changes from the previous Policy were discussed. A motion to accept the revised Investment Policy was made by Blake and seconded by Gary. The motion was approved with all ayes.
6. A motion was made by Blake and seconded by Gary to declare the replacement of storage tank # 2 an emergency due to its catastrophic failure and the strain that the loss of the tank has placed on our ability to supply water at peak times of usage and to make the declaration retroactive to July 4<sup>th</sup>, 2014, when the tank failed. The motion was approved with all ayes.

7. Project List reviewed.

Repairing of water storage tanks line item removed from the Project List.

Don will schedule fire truck training for a Saturday in November. Don will send out an announcement and post the announcement on the website.

An update was given by Mark on a new water contract with the City of Galveston.

Mark gave an update on the permitting for the extension of the rock protection for erosion control project. Brazoria County supports this project and the hold up now is with the GLO and their requirements and the lack of approval from all landowners.

The Quarterly Investment Report was presented. A motion was made by Blake and seconded by Gary to accept the Investment Report. The motion was approved with all ayes.

Changes to the Fiscal Year 2014-2015 Budget were proposed. The proposed changes will move \$65,000 of the \$90,000 in the Canal Dredging Fund to a new line item in the Budget, Replacing Water Storage Tank # 2. A motion to approve the changes was made by Gary and seconded by Blake. The motion was approved with all ayes.

Gary gave an update on the bulkheads at the end of canals 2 and 3. The bulkheads are stable and at this time, no action is required.

Jim gave update on the installation of new stand pipes. Installation is ongoing.

The last 2 line items on the Project List, helping Brazoria County with FEMA's CRS program and Lot Swap to help with the Easement Agreements and permitting of the Erosion Control project, were removed from the Project List.

8. A motion to adjourn the meeting was made by Blake and seconded by Gary. The motion was approved with all ayes. Mark adjourned the meeting at 10:50 am.

\_\_\_\_\_ Date: \_\_\_\_\_

Mark Fuqua, President, TIMUD Board of Directors