

TREASURE ISLAND MUNICIPAL UTILITY DISTRICT

146 FATHOM DRIVE, FREEPORT, TEXAS 77541

Board of Directors Quarterly Meeting Minutes

November 12th, 2016, at 10:00 AM

Directors present: Mark Fuqua, Blake Blackwelder, & Chuck Arcoria

Director absent: Debi Screnci & John Sparks

Quorum present? Yes

1. Mark called the meeting to order at 10:09 am.
2. The August 13th, 2016 meeting minutes and the minutes from both meetings on September 4th, 2016, were reviewed. A motion to approve the minutes as written was made by Chuck and seconded by Blake. Motion approved with all ayes.
3. Updated Investment Policy and Strategy was presented for review by Don Riehl, TIMUD Investment Officer. A motion to approve the updated Investment Policy and Strategy as presented made by Chuck and seconded by Blake. Motion approved with all ayes.
4. Quarterly Investment Report presented by Don Riehl, TIMUD Investment Officer. A motion to accept the Quarterly Investment Report was made by Chuck and seconded by Blake. Motion approved with all ayes.
5. With regards to the Fiscal Year 2105/16 Audit Report, the Board adjourned for Executive Meeting at 10:18 to discuss employee and personnel matters.
6. Mark called open meeting back to order at 10:25.
7. Changes to compensation for Maintenance/Security position discussed. Motion to approve changes made by Chuck and seconded by Blake. Motion approved with all ayes. A change to the current contract status with the TIMUD Operations Manager position, Sunchase Construction, an independent contractor, was discussed. A new contract will be drawn up by Mark. A motion made to approve the new contract, as discussed, was made by Blake and seconded by Chuck. Motion approved with all ayes.

8. Mark presented a new contract for water delivery between Treasure island MUD and The City of Galveston, Water Department. Contract reviewed by the Board, with very minor changes discussed. A motion to approve, with the minor changes as discussed, made by Blake and seconded by Chuck. Motion approved with all ayes.

9. Mark gave an update on the status of our permit for erosion control. Permit will likely be two parts, first part will address from San Luis Blvd north to the bridge and the second part will address San Luis Blvd south to the existing rocks. First part of permit will allow TIMUD to use the dredged spoils in our retention pond. The approval of the first part of our permit should be soon. Second part will take additional time.

10. Discussed the erosion and limited access to the beach at the south end of Jolly Roger. Options were discussed. TIMUD will need easement agreements from property owners at that location before beginning any work that will provide a long term solution to control the erosion and provide beach access.

11. Discussed TIMUD policy regarding use of dumpsters and roll off. Don was unable to find any documented formal policy. In minutes from 2008, policy and use discussed by Board and a reminder was sent to community that reiterated the policy that had been in place for many years prior to 2008. Don presented to the Board for formal adoption a Policy & Rules for Use of the Treasure Island Dumpsters and Roll Offs. Said policy and rules are clearly posted on large signs at the dumpsters and roll off locations. A motion to formally adopt the Policy and Rules was made by Chuck and seconded by Blake. Motion passed with all ayes.

12. A motion to adjourn the meeting was made by Chuck and seconded by Blake. Motion approved with all ayes. Mark adjourned the meeting at 11:20 am.

November 12th, 2016

Mark Fuqua, President, TIMUD Board of Directors