

TREASURE ISLAND MUNICIPAL UTILITY DISTRICT

146 FATHOM DRIVE, FREEPORT, TEXAS 77541

Board of Directors Quarterly Meeting Minutes

March 5th, 2016, at 10:00 AM

Directors present: Blake Blackwelder, Debi Screnci, and Gary Willett.

Director absent: Mark Fuqua Quorum present? Yes

1. Blake called the meeting to order at 10:02 am.

2. A motion to approve the meeting minutes from November 14th, 2015, was made by Debi and seconded by Gary. Motion approved with all ayes.

3. A motion to designate Don Riehl as TIMUD Director of Elections was made by Debi and seconded by Gary. Motion approved with all ayes.

4. Regarding the TIMUD Board of Directors May, 2016, election, a Certification of Unopposed Candidates document was presented to the Board by the TIMUD Director of Elections. For the 3 positions up for election in May, TIMUD had 1 ballot application per position submitted. A motion to approve and accept the Certification was made by Debi and seconded by Gary. Motion approved with all ayes. An Order of Cancellation document was then presented to the Board by the TIMUD Director of Elections. A motion to approve and accept the Order of Cancellation was made by Debi and seconded by Gary. Motion approved with all ayes. At the May 14th meeting, positions 2, 4, & 5, will be filled by Debi Screnci, Chuck Arcoria, and John Sparks.

5. A proposed budget for Fiscal Year 2016/17 was presented. As part of the budget discussion, new water rates were discussed. In October of 2015, Galveston raised the rates that TIMUD pays for water. To pay for that increase, TIMUD discussed a rate increase of 10% to the annual water service plan, a rate increase of 10% to the quarterly water service plan, a rate increase of 10% to the monthly commercial water service plan, and a 20% increase on all overage rates. A motion to approve the rate increases as discussed and have the new rates become effective at the beginning of our next water year, July 1st, 2016, was made by Debi and seconded by Gary. Motion approved with all ayes. After further discussion and questions from the community members present, a motion to approve the proposed budget was made by Debi and seconded by Gary. Motion approved with all ayes.

6. Project list reviewed.

Due to lack of interest, Fire Truck Training is removed from the project list.

Water contract with Galveston is proceeding.

Permitting process for erosion control is ongoing.

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

The FY 2016/17 Budget was approved earlier in meeting. No changes were made to the current FY 2015/16 budget.

In the last 4 years, the bulkheads at the end of canals 2 & 3 have not moved or shown any signs of eminent failure. This item is removed from the Project List.

Installation of new 2" standpipes will be completed soon, only 2 remaining at this time. This item is removed from the Project List.

Drainage issues and procedures were discussed. Velasco Drainage District is responsible for drainage in Treasure Island. This item is removed from the Project List

7. A motion to adjourn the meeting was made by Debi and seconded by Gary. Motion approved with all ayes. Blake adjourned the meeting at 10:55 am.