

**TREASURE ISLAND MUNICIPAL UTILITY DISTRICT**

**146 FATHOM DRIVE, FREEPORT, TEXAS 77541**

**Board of Directors Quarterly Meeting Minutes**

**August 13, 2016, at 10:00 AM**

Directors present: Mark Fuqua, Debi Screnci, John Sparks, & Chuck Arcoria

Director absent: Blake Blackwelder      Quorum present? Yes

1. Mark called the meeting to order at 10:00 am.
2. Audit/Annual Financial Report for the year ended April 30<sup>th</sup>, 2016, presented by Kennemer, Masters, and Lunsford, LLC, CPAs. Report was clean and given KM&Ls highest rating of "Best Opinion". A motion to accept the Audit Report was made by Chuck and seconded by Debi. Motion approved with all ayes. Two attendees asked to be emailed a copy of the report.
3. May 14<sup>th</sup>, 2016, meeting minutes reviewed. A motion to approve the minutes as written was made by Debi and seconded by Chuck. Motion approved with all ayes.
4. A motion to approve the engagement letter for FY 16/17 from WhitleyPenn, our accountants, was made by Debi and seconded by Chuck. Motion approved with all ayes.
5. A motion to amend the current FY Budget, 16/17, was made by Debi and seconded by Chuck. Motion approved with all ayes. A motion to amend the previous FY Budget, 15/16, was made by Chuck and seconded by John. Motion approved with all ayes.
6. A new property tax rate for 2016 was reviewed and based on our budgeted revenue required; the tax rate proposed is \$0.503878 per \$100 of value. Every Board member agreed on the proposed rate. A motion was made by Chuck and seconded by John to discuss the proposed new tax rate at a Public Hearing on New Tax Rate to be held on Sunday, September 4<sup>th</sup>, 2016, at 10 am. Motion approved with all ayes. A motion to have a Meeting to Adopt the New Tax Rate on Sunday, September 4<sup>th</sup>, 2016, at 10:05 am, was made by Debi and seconded by Chuck. Motion approved with all ayes.

7. The Board discussed the use of the Community roll off and dumpsters. A large sign is at the roll off location on San Luis Blvd stating the rules for use. Don is to look through the old minutes to see if a formal policy was ever adopted by a previous Board. If policy can be found, Board is to review, and if policy cannot be found, a formal policy will be drafted and presented at the next quarterly meeting.

A water contract has been submitted to Galveston from TIMUD. The contract is currently being reviewed by Galveston's legal department.

Mark recently was in Austin meeting with the GLO regarding our permit for erosion control. He met the new GLO administration people and they are supportive of our efforts and permit. Permitting is progressing. Debi spoke of the progress and upcoming agreement with property owners at the end of Jolly Roger to finalize plans for beach access and erosion control at that location.

Quarterly Investment Report presented by Debi and Don. A motion to approve the Report was made by Debi and seconded by Chuck. Motion approved with all ayes.

7. A community member present had his questions answered regarding TIMUDs water line across the bridge. A community member present had his questions answered regarding the Follett's Island Beach Nourishment Project. The project is currently under review by the Army Corps of Engineers. Funding for this project will be provided at the state and federal levels.

8. A motion to adjourn the meeting was made by Debi and seconded by Chuck. Motion approved with all ayes. Mark adjourned the meeting at 11:13 am.

November 12<sup>th</sup>, 2016

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Mark Fuqua, President, TIMUD Board of Directors