

MINUTES
BASTROP COUNTY MUNICIPAL UTILITY DISTRICT NO. 1

February 9, 2022

The Board of Directors (the "Board") of Bastrop County Municipal Utility District No. 1 (the "District") met in regular session, open to the public, on the 9th day of February, 2022, at the First National Bank, 489 Highway 71 West, Bastrop, Texas, outside the boundaries of the District, and the roll was called of the members of the Board:

Steve Adamcik	President
Linda Roberts	Vice President
William Tullis	Secretary
Jerry B. Patterson	Assistant Vice President
Jane T. Sevier	Assistant Secretary

and all of the above were present except Director Tullis, thus constituting a quorum.

Also present at the meeting were Nick Textor, a resident of the District; Tammy Hargett of AWR Services, Inc. ("AWR"); and Kathryn Garner of Allen Boone Humphries Robinson LLP ("ABHR").

Due to the COVID-19 virus epidemic emergency and the high threat level warnings issued by various governments and agencies, the District established a telephone option for members of the public to listen to the meeting and to address the Board.

Also attending by telephone were Hal Lanham of AWR; Bradley Loehr of Befco Engineering, Inc.; Terry Holland of Myrtle Cruz, Inc.; and Janet Swartz of ABHR.

PUBLIC COMMENTS

Mr. Textor stated that Parliament Group, Inc. plans to conduct debris removal at the south end of Riverwalk Lane and burn the debris. Director Adamcik stated that he will discuss the debris removal with Mr. Huff, a representative of the Parliament Group, Inc. and coordinate the removal of the debris with the District's operator to protect the District's lines.

MINUTES

The Board considered approving the minutes of the January 7, 2022, regular meeting. Following review and discussion, Director Adamcik moved to approve the minutes of January 7, 2022, regular meeting as amended. Director Roberts seconded the motion, which passed by unanimous vote.

The Board considered approving the minutes of the January 24, 2022, special meeting. Following review and discussion, Director Sevier moved to approve the minutes of the January 24, 2022, special meeting. Director Patterson seconded the motion, which passed by unanimous vote.

Director Adamcik stated that prior to the District making payment for additional water capacity to Aqua Water Supply Corporation ("AWSC") pursuant to the Amendment to the Large Volume Service Agreement, the District must be in receipt of the payment from D.R. Horton for the system development fee of \$3,900/LUE for 49 homes it is constructing in the District.

REPORT ON CURRENT AND FUTURE DEVELOPMENT IN THE DISTRICT

Director Adamcik reported on development in the District. He stated that the District may receive a request from a property owner currently using a septic tank for sewer service.

Director Adamcik stated that District consultants will communicate with Parliament Group, Inc. regarding claiming an agricultural exemption on certain land it owns in the District.

Director Adamcik discussed meeting with the ColoVista Property Owners Association on January 27, 2022. He stated that he and Director Roberts will attend a meeting with representatives of Bastrop County on February 15, 2022.

DISCUSS COMMUNICATIONS WITH PROPERTY OWNERS AND RESIDENTS

Director Adamcik discussed sending a letter to update the property owners in the District every six months.

REPORT ON AWSC STUDY

Mr. Lanham stated that AWR submitted \$1,000 on behalf of the District to AWSC for the feasibility study.

DISCUSS AMENDMENT TO LARGE VOLUME SERVICE AGREEMENT WITH AWSC TO ACQUIRE ADDITIONAL WATER CAPACITY FOR CURRENT AND FUTURE DEVELOPMENT IN THE DISTRICT AND TAKE ANY NECESSARY ACTIONS

Director Adamcik stated that AWSC is preparing the amendment to the Large Volume Service Agreement for the District's acquisition of additional water capacity.

ENGINEERING MATTERS

Mr. Loehr reviewed the engineer's report submitted by Befco Engineering, Inc., a copy of which is attached. He stated that the recoating of the water plant pressure tank will start at the end of February. Director Adamcik reported on the possibility of drilling a well to provide additional water to property owners. After review and discussion, Director Patterson moved to approve the engineer's report. Director Sevier seconded the motion, which passed by unanimous vote.

REPORT ON EMERGENCY PREPAREDNESS PLAN AND IMPLEMENTATION TIMELINE FOR SUBMITTAL TO THE TEXAS COMMISSION ON ENVIRONMENTAL QUALITY

Ms. Hargett and Mr. Loehr reviewed the Emergency Preparedness Plan and discussed submittal to the Texas Commission on Environmental Quality ("TCEQ"). After review and discussion, the Board concurred to authorize AWR and Befco to submit the District's Emergency Preparedness Plan to the TCEQ.

OPERATION OF DISTRICT FACILITIES

Ms. Hargett reviewed the operator's report, a copy of which is attached, and reviewed maintenance and repairs at the District's facilities. The report reflected 135 active connections in the District.

Ms. Hargett discussed the replacement of a check valve that will require interruption of water service and the issuance of a "Boil Water" notice to customers. The Board directed AWR to schedule repair of the check valve in May and add an announcement regarding the "Boil Water" notice to the water bill, District website and IRIS system.

The operator's report did not reflect any delinquent accounts.

After review and discussion, Director Patterson moved to approve the operator's report. Director Sevier seconded the motion, which passed by unanimous vote

REPORT ON BASTROP COUNTY FEMA HAZARD MITIGATION ACTION PLAN

Director Sevier reported on the Bastrop County Hazardous Mitigation Plan matters.

REPORT ON THE DISTRICT WEBSITE

Director Sevier reported on the District website. Ms. Hargett discussed adding current events to the website and stated that she will contact the website manager, Texas Network.

REVIEW DISTRICT INFORMATION POSTED ONLINE FOR SECTION 26.18 TAX CODE

There was no discussion on this agenda item.

FINANCIAL AND BOOKKEEPING MATTERS AND TAX REPORT

Mr. Holland reviewed the bookkeeper's report, including the bills submitted for approval, transfers, investment report, energy report, and year-to-date budget, a copy of which is attached.

After review and discussion, Director Patterson moved to approve the bookkeeper's report, investment report, and checks presented for payment. Director Sevier seconded the motion, which passed by unanimous vote.

ANNUAL DISCLOSURE STATEMENTS

Ms. Garner stated that in accordance with the District's Investment Policy, Ms. Jarmon and Mr. Holland, as the District's Investment Officer and bookkeeper, are required to execute disclosure statements that disclose any relationships with banks and brokers who seek to sell investments to the District. She added that the Disclosure Statements will be filed with the Texas Ethics Commission. After review and discussion, Director Patterson moved to accept the Disclosure Statements pursuant to the District's Investment Policy and the Public Funds Investment Act and direct that the statements be filed appropriately and retained in the District's official records. Director Sevier seconded the motion, which passed by unanimous vote.

RESOLUTION CONCERNING EXEMPTIONS FROM TAXATION

Ms. Garner reviewed a Resolution Concerning Exemptions from Taxation. After review and discussion, Director Patterson moved to adopt a Resolution Concerning Exemptions from Taxation, reflecting that the Board of Directors rejects any exemptions of residential homesteads from ad valorem taxation and direct that the Resolution be filed appropriately and retained in the District's official records. Director Roberts seconded the motion, which passed by unanimous vote.

2022 DIRECTORS ELECTION

Ms. Garner reviewed an Order Calling Directors Election. She discussed that the Notice of Election may be required to be posted or published and provided to the County Clerk and Voter Registrar of Bastrop County. Following review and discussion, Director Patterson moved to adopt the Order Calling Directors Election and direct that the Order be filed appropriately and retained in the District's official records and authorize the Secretary's agent to post or publish and provide to the County Clerk and Voter Registrar the Notice of Election, if required. Director Roberts seconded the motion, which passed by unanimous vote.

REPORT FROM TAX ADVISOR

There was no report from the tax advisor.

CONVENE IN EXECUTIVE SESSION PURSUANT TO SECTION 551.071, TEXAS GOVERNMENT CODE, TO CONDUCT A PRIVATE CONSULTATION WITH ATTORNEY

The Board did not convene in Executive Session.

NEXT MEETING DATE

The Board agreed to hold the next meeting on March 4, 2022, at 10:00 a.m. at the First National Bank, 489 Highway 71 West, Bastrop, Texas.

After discussion, the Board concurred to adjourn the meeting.



Assistant Jane Sewer
Secretary, Board of Directors

ATTACHMENTS TO THE MINUTES

	Minutes
	<u>Page</u>
Engineer's report.....	3
Operator's report	3
Bookkeeper's report.....	4