

**TREASURE ISLAND MUNICIPAL UTILITY DISTRICT**

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

**Board of Directors Quarterly Meeting Minutes**

**August 12th, 2017, at 10:00 AM**

Directors present: Mark Fuqua, John Sparks, and Joe Capuano.

Director absent: Blake Blackwelder      Quorum present? Yes

1. Mark called the meeting to order at 10:03 am.

2. Kristin Effenberger, from the audit firm of KM&L, presented our Fiscal Year 2016-17 Audit Report. Kaysie Stewart, a partner in the firm, was also present. Audit was very clean and given highest rating their firm gives. TIMUD was once again very good stewards of tax payer dollars for the audited fiscal year. A motion to accept the Audit Report was made by John and seconded by Joe. Motioned approved with all ayes.

3. Pete Gutierrez, TIMUDs Water Operator, gave a presentation on our water system and the quality of the water delivered to our customers. Pete spoke to the recent difficulties with TTHMs and the Violation Notices to Customers required by TCEQ, our governing body. He explained how the water coming into our system from Galveston is not delivered with consistent disinfectant residuals or even the same chemicals we use and how that is a daily struggle placed on TIMUD to adjust our levels of disinfectant we add to the water. In a community such as ours, with 85% of the houses used part time, stagnation is also a contributing factor to higher TTHM residuals. We will always have some TTHM residuals as they cannot be eliminated entirely with our disinfectant used and the organic materials already present in our sourced surface water. A more frequent flushing policy and the recent cleaning of all 3 ground storage tanks and the 2 pressure tanks should help to lower the TTHM residuals in our 3rd Quarter (next week) tests of our water. TIMUD plans a regular cleaning schedule of at least 1 pressure tank and up to 2 ground storage tanks each year. **Pete stressed the good quality of our water, that it is drinkable, and how our water is much more regulated and tested than bottled water. Pete also noted that when it comes to the TTHMs exceeding the Maximum Contaminant Residual Level, IT IS POSSIBLE, THAT IN PERSONS 60 AND OVER, 1 IN 10,000, OVER AN EXTENDED PERIOD OF CONSUMING SAID WATER, MAY BE SUSEPTIBLE TO A HIGHER RISK OF CANCER.**

4. May 28<sup>th</sup>, 2017, meeting minutes reviewed. A motion to approve the minutes as written was made by Joe and seconded by John. Motion approved with all ayes.

5. Mark gave an update on permitting agreement with GLO to extend our erosion control efforts from the bridge south to in front of the water plant. The GLO told Mark that the cooperation agreement has been sent out in Doc Usign and is only needing to be signed by all parties and persons.
6. Update on the project to control erosion and allow beach access at the south end of Jolly Roger given by Mark and John. Mark detailed why survey portion was separated out from Mott MacDonald and given to Naismith. This was done because of proprietary language from Mott MacDonald and how results and use of survey by TIMUD would be restricted. Naismith survey and first part of Mott MacDonald work is finished and Mott MacDonald now in part 2 of contract.
7. The Quarterly Investment Report was presented by the Investment Officer. A motion to approve the Quarterly Investment Report was made by John and seconded by Joe. Motion approved with all ayes.
8. Community was reminded of the need for the current Board vacancy to be filled. Candidates were asked to consider filling the vacant Officer position of Treasurer
9. TIMUD is part of the Brazoria County Shoreline Restoration Task Force. A letter from the current Chairman of the Task Force, Joe Ripple, asking for a contribution was presented. A motion to contribute the asked for amount, \$3,750, was made by John and seconded by Joe. Motion approved with all ayes.
10. An amended Budget for the Fiscal Year 2016-17 was presented. A motion to approve the proposed amended Budget was made by Joe and seconded by John. Motion approved with all ayes.
11. An amended Budget for the Fiscal Year 2017-18 was presented. A motion to approve the proposed amended Budget was made by John and seconded by Joe. Motion approved with all ayes.
12. A new tax rate of \$0.531270 per \$100 of value was proposed. Each Board Member present was in favor of the proposed rate. A motion to hold a Public Hearing to Discuss the Proposed New Tax Rate on Saturday, September 9<sup>th</sup>, 2017, at 10 am, and to hold a Public Meeting to Adopt the New Tax Rate on Saturday, September 9<sup>th</sup>, 2017, at 10:05 am, was made by Joe and seconded by John. Motion approved with all ayes.
13. A motion to adjourn the meeting was made by Joe and seconded by John. Motion approved with all ayes. Mark adjourned the meeting at 12:02 pm.