

**VILLAGE OF THE HILLS
SPECIAL MEETING
MINUTES OF AUGUST 2, 2012**

1. Call to Order

A special meeting of the Board of Aldermen (“the BOA”) of the Village of The Hills (“the Village”) was held at the Village Offices at 102 Trophy Drive, The Hills, Texas 78738. Mayor Doug Lindgren called the meeting to order at 8:30 a.m. and the roll was called of the duly constituted officers and members of the Board to wit:

Doug Lindgren	Mayor
J.R. Smith	Mayor, Pro Tempore
Ron Dodd	Treasurer
Hilda Potsavich	Secretary
Rick Zehrer	Aldersperson
Joy Hrobak	Aldersperson

And all of said persons were present thus constituting a quorum.

Also present were Dan Roark and Linda Lunney, representing general management for The Hills; Earl Wood, Hurst Creek MUD Public Works Director; Terry Browder, Village Emergency Management Coordinator; Josh Avigael, Park Commission Chairman; Jim Nelson, President of the Masters HOA; Angela Thielemans, Onsite Manager for the POA; and Jaimie Smith, Representative of P.E.C.

2. Pledge of Allegiance

All joined in reciting the Pledge of Allegiance.

3. Approval of Minutes

Treasurer Ron Dodd moved approval of the minutes for the July 10, 2012 meeting. Secretary Potsavich seconded the motion which carried unanimously.

4. Treasurer’s Report

No reports are available as this special meeting is too early to receive all financial statements.

5. P.E.C. Representative, Jaimie Smith's bi-annual Presentation to the Board

P.E.C. Representative, Jamie Smith appeared to update the BOA on issues involving P.E.C. The recent Annual meeting was held in Kyle with approximately 750 people present. Peak period (2-6pm) program requests members reduce electric usage during this time.

At this point, Mr. Smith departed.

9. Consider and take any action necessary to approve the Engagement letter with Jansen and Gregorczyk for the Fiscal Year 2011-2012 Audit.

Treasurer Dodd moved to approve the engagement with Jansen and Gregorczyk for the Fiscal Year 2011-2012 audit. Treasurer Potsavich seconded the motion with carried unanimously.

12. Park Liaison Report

The Park Commission has not yet met this month.

Josh Avigael presented the Park budget for the up-coming year. He discussed several potential capital improvements and noted an unspent Capital Improvement balance from the current year, which he wishes to carry over to next year. Treasurer Dodd suggested that the \$5,000 in the Village General Fund tagged "Park" be moved to the Park Budget.

Mr. Avigael left at this time.

11. Solid Waste Report

Mayor Pro Tempore Smith reviewed the proposed rate hike from IESI (\$.25 per customer per month) and projected revenues and expenditures for the upcoming year without passing the increase to the customers. This will result in a small deficit. Mayor Pro Tempore Smith is investigating charges in neighboring cities to determine if an increase is appropriate.

6. Law Enforcement Report

Officer Dorheim briefed the BOA on law enforcement activities during July. His report is attached to these minutes.

Treasurer Dodd discussed police coverage from Travis County Sheriff's Office (TCSO), who is the primary investigative agency for reported crimes.

Secretary Hilda Potsavich moved to authorize \$3,600 for extra law enforcement. Treasurer Dodd seconded the motion which carried unanimously.

Terry Browder said he will arrange a conference with Lakeway PD, TCSO, Precinct #2 Constable to coordinate activities.

7 & 8. Alderman Dodd's Analysis of the GPS Report and Public Comments

Treasurer Dodd reviewed the written report on the GPS analysis. He concluded that the GPS data presented does not support the negative allegations made.

Bill Kirchenbauer appeared to comment on the report. He questioned why the officer doesn't drive down each cul-de-sac; why parking on the right side of the road isn't enforced; and there is no enforcement of stop signs at the Lohman's Gate. He feels enforcement is too lax. He suggested that a similar investigation (GPS data analysis on random basis) be made periodically.

Treasurer Dodd moved that the BOA accept the report; Alderman Zehrer seconded the motion which carried unanimously.

At this point Mr. Kirchenbauer departed, as did the Constables.

12 & 13. POA Liaison Report and Joint POA/BOA Meeting

Angie Thielemans discussed the August 28th joint meeting of the BOA and POA. Topics for discussion include amending the Master Deed Restrictions to forbid short-term rentals and requests for any other changes.

Dan Roark will investigate institution of a hotel tax. Mayor Lindgren and POA President, Katie Uhler will finalize the agenda.

16. Hurst Creek MUD Report

Secretary Potsavich summarized her written report which is attached to these minutes.

20. Emergency Management Coordinator Report

Mr. Browder reported that the pistols stolen three weeks ago were recovered.

10. Planning of 2012-2013 Budget

Treasurer Dodd and Chris Redd reviewed the budget. There will be a special meeting on August 28th at 9 am to set the tax rate and finalize the budget.

15. Report on the Status of "The Hills Walking Trail" project

Mayor Pro Tempore Smith reported that ClubCorp has indicated they will grant a temporary easement for the trail.

17. City Administrator's Report

Dan Roark briefed the BOA on the Church fence and the affected eight residents.

18. Consider and take any action on the Re-subdivision of Lot 2-A, Academy Place, Phase I

The Architectural Committee has not met yet to approve the re-subdivision.

19. Report on Public Land Fire Hazard Prevention Grant Application

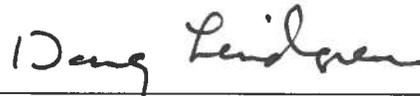
Treasurer Dodd moved to request the services of the fire department to clear a trail (parkization) of common areas. Secretary Potsavich seconded the motion which carried unanimously.

Treasurer Dodd moved to approve the expenditure of \$1,600 for a Cost Benefit Study to complete the Grant application. Secretary Potsavich seconded the motion which carried unanimously.

21 – 23. Adjournment

There being no further business and on motion by Treasurer Dodd, seconded by Secretary Potsavich, the meeting was adjourned at 11:25.

Signed this 28th day of August, 2012.



Doug Lindgren, Mayor

(Seal)



Hilda C. Potsavich, Secretary