

SAN ANTONIO MUNICIPAL UTILITY DISTRICT NO. 1

AUGUST 14, 2024

MINUTES

**STATE OF TEXAS
COUNTY OF BEXAR**

The Board of Directors of the San Antonio Municipal Utility District No. 1 convened in Regular Session, open to the public and pursuant to Notice duly given at 6:32 p.m., at 16450 Wildlake Blvd, Helotes, Texas 78023, on the 14th day of August 2024, with the following members present to wit:

Chris Lauderdale, President
Max Hooti, Vice-President
Sylvie Shurgot, Secretary
Charles Lindsey, Director
Dale Ferguson, Director (via Zoom)

and no members absent, thus constituting a quorum. Also present were Debra Conkle, Executive Administrator, Charles Zech of Denton, Navarro, Rodriquez, Bernal, Santee and Zech, P.C., District General Counsel and Bob Kuhn, Lett Lauderdale, John Bartholmae, Paul Anderson, Chuck Meade, Carol Frausto, Craig Hall, Ty Matthews, Dan Gonzales, Al Damiani and Julie Zapata, Carol Sinton, Shirley Francis, Diana Killough, Jim Berbiglia, Elisabeth Dye, Victor Alessandro, Alicia Paredes, Jesse and Yolanda Perez, Zulema Fuentes-Real, Trey and Maria Fernandez, Bob Sutter, John and Kelly Masters, James Fuller, Daisy Whisenant, Tom Whisenant, Veronica Ruiz, Mario Luna, Tom Luna, Sidney Courtney, Craig Lauderdale, San Antonio Ranch residents.

President Lauderdale called the meeting to order, recitation of the Pledge of Allegiance and Charles Zech, District's General Counsel announced that the Board would enter into Executive Session at 6:34 p.m.

- A. EXECUTIVE SESSION. The Regular Session of the August 14, 2024, Regular Board Meeting is hereby recessed to hold an Executive Session and discuss matters pursuant to Section 551.074 of the Texas Open Meetings Act to deliberate the appointment, employment, evaluation, reassignment, duties, discipline, or dismissal of a public officer or employee.

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Charles Zech announced that the Board would now:

- B. RECONVENE REGULAR SESSION. The Regular Session of the Regular Board Meeting of August 14, 2024, is hereby reconvened at 7:14.

Charles Zech introduced himself and briefed the audience on his firm and their obligations to the District and its Board of Directors. There was a brief question and answer period and then President Lauderdale announced that the first item of business would be:

III. Discussion and Possible Action Regarding Possible Recall of Board President

Zulema Fuentes-Real asked the Board to explain to the audience why they were considering removing President Lauderdale.

Sylvie Shurgot stated that Chris Lauderdale had silenced the board members and has not allowed items to be added to the agendas as requested. She further stated that he has been spending taxpayer monies without board approval. She also informed the audience that he had installed personal cameras in the kitchen and other areas of the MUD building without board approval.

Charles Lindsey stated that he had requested that Executive Session be added to the agenda and that the President refused to let Debra add that item. He also stated that the President informed the board that he had invited the Chief of the ESD#7 to a meeting and then didn't even add it to the agenda and then the invitation was cancelled. He further stated that there is just not any communication.

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Max Hooti stated that the business of the District is not that complicated and that the bonds will be paid off in less than three years. He explained that the previous board had lowered the tax rate, eliminated the debt service tax and still met the debt service obligations. He reminded the audience that we now have a new garbage collection contract.

Unfortunately, Max Hooti stated that with this President there has been no productivity and has been a hostile work environment. He did state that we will need Mr. Zech to help up bring the MUD to a close.

The audience then gave each of their opinions on the why's and why not's. One audience member read a lengthy summary of the condition of the MUD building during their last rental of the building.

Another audience member wanted to know what had been accomplished since Chris Lauderdale had been President.

Sylvie summarized that the Board is paralyzed and can't move forward.

Chris Lauderdale read his statement about how he was working on a New Healthy Board Dynamic and how it seemed like a good idea to him.

Dale Ferguson stated that for over a decade he and Chris were the only attendees in the MUD meetings. He stated that Chris has only had intent to bring the board forward and if you don't think so then you are wrong. This obstructive behavior needs to stop, and we need to work together as a board.

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Max Hooti stated that he agreed with Chris' character and stated that we are all neighbors, but his approach is not working. And still votes to remove.

Charles Lindsey stated that he had initially wanted Dale or Max to be President since they had both been on the Board and agreed that Chris' approach isn't working.

At this time Director Lindsey moved that the President be removed. Director Shurgot seconded the motion. Those in favor were Charles Lindsey, Sylvie Shurgot and Max Hooti. Dale Ferguson abstained. The motion passed and Chris Lauderdale was no longer President.

At this time Vice-President Hooti took the chair and thanked Chris Lauderdale and stated that it wasn't personal, and he is still on the board.

Vice-President Hooti announced that the next item of business would be Review and Approval of the Report of Operations. Director Lindsey moved that the Board approve the Report of Operations as presented. Director Shurgot seconded the motion, which passed by unanimous vote of the Directors present.

Vice-President Hooti stated that no other business will be conducted due to the time.

Debra Conkle asked that a special meeting be scheduled to discuss the proposed 2024 tax rate.

Director Shurgot moved that the Board schedule a special meeting for August 22, 2024, to discuss the proposed tax rate and any other pertinent business that was not conducted tonight. Director Lindsey seconded the motion, which passed unanimously by the Directors present.

**SAN ANTONIO MUNICIPAL UTILITY DISTRICT #1
 REPORT OF OPERATIONS
 8/14/2024**

REVENUES

Collections this period (Maint. Tax)	5/24	\$2,207.28 ***
	6/24	\$7,632.48
Miscellaneous Revenue:		
BCAD Budget Surplus Refund		\$50.04
MUD Building Rental		\$125.00
TOTAL REVENUE THIS PERIOD		\$10,014.80

EXPENSES

Auditing		
Waste Connections - August 2024		\$5,170.00
AT & T Mobility		\$66.80
AT & T U-Verse		\$118.28
CITY PUBLIC SERVICE:		
# 2096723016 SA MUD OFFICE		\$142.92
SAN ANTONIO WATER SYSTEMS:		
# 0514993248891 SA MUD OFFICE		
DIRECTORS FEES:		
C. LAUDERDALE		
S. SHURGOT		
C. LINDSEY		
D. FERGUSON		
M. HOOTI		
PROPERTY MAINTENANCE		
LEGAL FEES JUNE/JULY		\$552.00
INSURANCE		
EXECUTIVE ADMINISTRATOR SEPTEMBER 2024		\$2,428.02 **
PETTY CASH		
MISCELLANEOUS:		
City Public Service - Street Light		\$24.66
IRS Payroll Deposit JULY 2024		\$568.38
TWC - 2nd Quarter Unemployment Tax		\$8.44
Longhorn Fire and Safety		\$241.00
Debra Conkle - Reimb Courier/lnk		\$133.49
TOTAL EXPENSES FOR THIS PERIOD:		\$9,453.99
REVENUES MINUS EXPENSES THIS PERIOD		\$560.81

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 REPORT OF OPERATIONS
 NOTES, TRANSFERS AND DEBT SERVICE EXPENDITURES
 8/14/2024**

NOTES:

**** Paid on the 1st of the month**

***** Amount available to transfer**

TAX CLEARING AND FUND TRANSFERS:

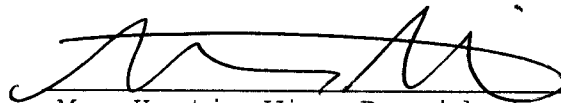
FROM	TO		AMOUNT
1. FROST CLEARING	FROST OPERATING #5	CHECK	\$2,207.28
2. FROST CLEARING	TEX POOL OPERATING	WIRE	
3. FROST CLEARING	TEX POOL DEBT SERVICE	WIRE	
4. TEX POOL OPERATING	FROST OPERATING #4	WIRE	\$10,000.00
5. FROST CLEARING	TEX POOL CLEARING	WIRE	
5. TEX POOL DEBT SERVICE	TEX POOL CLEARING #1	WIRE	\$132,950.00
6. FROST DEBT SERVICE	TEX POOL DEBT SERVICE	WIRE	
7. TEX POOL CLEARING	TEX POOL OPER #2	WIRE	\$132,299.56
8. TEX POOL CLEARING	TEX POOL DEBT SERVICE	WIRE	
9. FROST OPERATING	TEX POOL OPERATING		
10. TEX POOL DEBT SERVICE	FROST DEBT SERVICE		
TOTAL TAX CLEARING & FUND TRANSFERS			\$277,456.84

DEBT SERVICE EXPENDITURES:

BANK OF NEW YORK	BOND COUPON DUE 9/1/24 #3	\$18,000.00
Total Debt Service Expenditures		\$18,000.00

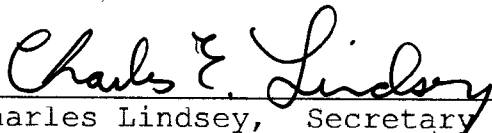
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Director Lindsey moved that the Board adjourn the meeting at 8:50 p.m. Director Shurgot seconded the motion, which passed unanimously by the Directors present.



Max Hooti, Vice-President
San Antonio Municipal Utility District No. 1

ATTEST:



Charles Lindsey, Secretary
San Antonio Municipal Utility District No. 1

(seal)