

MINUTES  
DENTON COUNTY FRESH WATER SUPPLY DISTRICT NO. 1-C  
BOARD OF DIRECTORS MEETING

March 18, 2014

**REGULAR SESSION BOARD MEETING**

1. Call to Order:

The Board of Directors of Denton County Fresh Water Supply District No. 1-C convened, with attorney Ross Martin presiding, at 14925 Landmark Boulevard, Dallas, Texas 75254. Evidence was presented that public notice of such meeting had been given, as required by law, and the attendance of the Board of Directors was taken. A quorum was present for the meeting.

Board Members in Attendance:

David Moore, President

Preston D. Freeman, Vice President

Robert L. Brown, Assistant Secretary

Debra D. Caskey, Secretary/Treasurer

Board Members Absent:

Lori Holstrom, Assistant Treasurer

Staff & Advisors in Attendance:

Phil Brosseau, Interim General Manager

Kristina Clark, Admin.

Ross Martin, Kelly Hart & Hallman LLP

Others in Attendance:

Brian Toldan, CPA, McCall Gibson Swedlund Barfoot PLLC ("McCall")

2. Public Communications and Comments:

Mr. Martin opened the meeting for public communication and comment. Director Moore motioned to close the Public Communications and Comments section of the meeting. Such motion was seconded by Director Caskey. The votes were 4 Yes, with 0 No. Motion carried.

3. Opening Remarks:

A. General Manager Remarks:

None.

B. Presentations:

None.

**CONSENT AGENDA**

Mr. Martin moved on to the Consent Agenda. After complete discussion and review, Director Brown made a motion to approve the Consent Agenda. Such motion was seconded by Director Caskey. The votes were 4 Yes, with 0 No. Motion carried. Draft copies of which are collectively included in the Board packet and attached hereto as **EXHIBIT "A"**. The items considered were:

4. Approval of the Minutes of February 18, 2014 Board meeting.

5. Approval of the entire General Manager's report including, but not limited to, the Monthly Construction Activity Reports, the Monthly Water and Sewer Reports, the Monthly DCAD Tax Collection Report, the Monthly Unaudited Financial Reports, the progress regarding the agenda topic list and if applicable, the Quarterly Investment Report.

6. Approval of Construction Award Recommendations, Construction Pay Applications, Project Payment Requisitions, Change Orders, and if applicable, bid solicitation for construction projects.

**ITEMS FOR INDIVIDUAL CONSIDERATION**

7. Hear presentation from McCall Gibson Swedlund and Barfoot, PLLC. ("McCall"), the District's auditor, and after such presentation, review and approve the District's audited financial statements for fiscal year 2012/13 and authorize all necessary filings.

Mr. Brian Toldan, Auditor with McCall presented the Board with the audited financial statements for the fiscal year ending September 30, 2013. Mr. Toldan then went on to go over the highlights of the audit and provided answers to questions with regard to such. After complete review and discussion, Director Caskey made a motion to approve the Consent Agenda. Such motion was seconded by Director Freeman. The votes were 4 Yes, with 0 No. Motion carried.

8. Consider and approve an Order Declaring Unopposed Candidates Elected and Canceling Election.

Mr. Martin explained that the May, 2014 election could be cancelled since no other candidates had filed an application to be placed on the ballot. Director Moore motioned to approve the Order Declaring Unopposed Candidates Elected and Canceling Election. Such motion was seconded by Director Caskey. The votes were 4 Yes, with 0 No. Motion Carried.

9. Consider and approve Bond Ordinance, Trust Agreement, General and No Litigation Certificate, Joint Utility Contract, Joint Road Contract, and related documents for the issuance of the City of Lewisville, Texas Combination Contract Revenue and Special Assessment Utility System Bonds, Series 2014 (Lewisville Castle Hills Public Improvement District No. 7 Project) and City of Lewisville Combination Contract Revenue and Special Assessment Road System Bonds, Series 2014 (Lewisville Castle Hills Public Improvement District No. 7 Project, as required under the terms of the Joint Utility Contract and Joint Road Contract by and between the District and the City.

Mr. Martin updated the Board on the status of the Lewisville Castle Hills Public Improvement District No. 7 Project and said that no action was needed at this time.

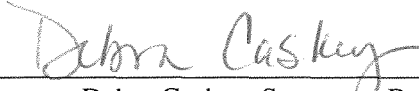
10. Review and consider items to add to the next Board agenda:

1) Possible Special meeting to review and approve documents for Lewisville Castle Hills PID No. 7 issuance.

11. Adjournment.

Director Moore motioned to adjourn the meeting. Such motion was seconded by Director Caskey. The votes were 4 Yes, with 0 No. Motion carried. The meeting was adjourned.

Approved and adopted this 20th day of May, 2014.

  
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Debra Caskey, Secretary, Board of Directors  
Denton County Fresh Water Supply District 1-C

(DISTRICT SEAL)