

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

May 20, 2014

REGULAR SESSION BOARD MEETING

1. Call to Order.

The Board of Directors of Denton County Fresh Water Supply District No. 1-D convened, with attorney Ross Martin presiding, at 2540 King Arthur Blvd., Suite 220, Lewisville, Texas 75056. 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:

Mark Channels, Vice President
Kim Ortiz, Assistant Secretary

Bruce Johnson, Treasurer

Board Members Absent:

John A. Ehinger, Jr., President

Ulf Andersson, Secretary

Staff & Advisors in Attendance:

Phil Brosseau, General Manager
Ross Martin, Attorney, Kelly Hart & Hallman LLP

Kristina Clark, Admin.

Others in Attendance:

Dave Hessie, Director candidate
Rick Borry, resident

Guy Harris, Director, District 1-B
Cade Bateman, resident

2. Public Communications and Comments.

Mr. Martin opened the meeting for public communication and comment. Mr. Harris requested that the Board consider joint Board meetings. after discussion and consideration, Director Johnson made a motion to close the public comments section of the meeting. Such motion was seconded by Director Channels. The votes were 3 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 Johnson made a motion to approve the Consent Agenda. Such motion was seconded by Director Ortiz. The votes were 3 Yes, with 0 No. Motion carried. Draft copies of which are collectively included in the Board packet and attached here to as **EXHIBIT "A"**. The items considered were:

4. Approval of the Minutes of the March 20 and April 15, 2014 Board meetings.
5. Approval of the entire General Manager's report including, but not limited to, the Monthly Construction Activity Reports, Monthly Water and Sewer Reports, Monthly DCAD Tax Collection Report, Monthly Unaudited Financial Reports; agenda topic list; and if applicable, the Quarterly Investment Report.
6. Approval of Construction Award Recommendations, Construction Pay Applications, Project Payment Requisitions, and Change Orders, if applicable.

ITEMS FOR INDIVIDUAL CONSIDERATION

7. Review qualifications and consider candidates for appointment to the Board of Directors.

The Board considered and reviewed applicable candidate resumes.

8. Consider and approve Order Appointing Director and execution of Statement of Officer Forms by recently appointed Director and administer Oaths of Office, if applicable.

After complete discussion and review, Director Johnson made a motion to approve the Order Appointing Director and execution of Statement of Officer Forms by recently appointed Director Dave Hessie administer Oaths of Office. Such motion was seconded by Director Ortiz. The votes were 3 Yes, with 0 No. Motion carried.

Ms. Clark administered the Oath of Office and Order Appointing Director and welcomed Director Hessie to the Board.

9. Elect slate of District officers.

After consideration and review, Director Johnson motioned to keep the slate of officers as it had been, with newly appointed Director Hessie replacing the position recently vacated by Director Andersson. Such motion was seconded by Director Ortiz. The votes were 4 Yes, with 0 No. Motion carried. The following is a confirmation of such slate of officers:

President	John A. Ehinger, Jr.
Vice President	Mark Channels
Secretary	Dave Hessie
Assistant Secretary	Kim Ortiz
Treasurer	Bruce Johnson

10. Review and consider requesting all Districts share in the cost to restock the ponds in Castle Hills.

Mr. Brosseau reviewed the information received with regard to stocking of the ponds and stated that it was not recommended to add more fish, but to remove the smaller Bass (just under 12") to allow a larger food supply for the larger Bass, thereby creating a better fishing experience. No action was taken from the Board.

11. Review and consider prior Developer Reimbursement Agreements and repayment options with regard to such.

Mr. Brosseau went over the Board approved Agreed Upon Procedures ("AUP") report with regard to Developer Advances and after further discussion and review, Director Johnson asked for lien releases for the property within District 1-D. No action was needed from the Board.

12. Discuss and review homestead exemption options.

After discussion and review, the Board decided to wait until Director Ehinger was present before making any decisions with regard to homestead exemptions. This item was tabled.

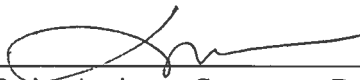
13. Review and consider items to add to the next Board agenda.

- 1) Consider adjusting homestead exemption amounts;
- 2) Street Light replacement schedule; and
- 3) Speed limits in alley ways.

14. Adjournment.

Director Channels motioned to adjourn the meeting. Such motion was seconded by Director Johnson. The votes were 4 Yes, with 0 No. Motion Carried. The meeting was adjourned.

Approved and adopted this 17th day of June, 2014.



Kim Ortiz, Assistant Secretary, Board of Directors
Denton County Fresh Water Supply District No. 1-D

(DISTRICT SEAL)