

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

November 18, 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:

John A. Ehinger, Jr., President
Dave Hessie, Secretary
Bruce Johnson, Treasurer

William "Bill" Lux, Vice President
Kim Ortiz, Assistant Secretary

Board Members Absent:

None

Staff & Advisors in Attendance:

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

Kristina Clark, Assistant to G.M.

Others in Attendance:

None

2. Public communications and comments.

Mr. Martin opened the meeting for public communication and comment. Since no one was present from the public, Director Lux motioned to close the Public communications and comments section of the meeting. Such motion was seconded by Director Johnson. The votes were 5 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, excluding the September 16 and October 21, 2014 Minutes. Such motion was seconded by Director Lux. The votes were 5 Yes, with 0 No. Motion carried. Draft copies of which are collectively included in the Board packet and attached hereto as **EXHIBIT "A"**. It was noted that Director Ortiz entered at this time. The items considered were:

4. Approval of the Minutes of the August 19, 2014 Minutes (approved). September 16 and October 21, 2014 Board meetings (excluded).
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 pay applications, payment requisitions, change orders, and if applicable, award recommendations, bid solicitations, and/or proposals of the District.

ITEMS FOR INDIVIDUAL CONSIDERATION

7. Discuss and approve engagement letter for audit of financial records for fiscal year ended September 30, 2014.

After discussion and review, Director Johnson made a motion to approve the engagement letter for audit of financial records for fiscal year ended September 30, 2014. Such motion was seconded by Director Lux. The votes were 5 Yes, with 0 No. Motion carried.

8. Discuss and approve an Amendment to the Order Establishing District Facility Charges, Water and Wastewater Service Rates, Tap Fees, Solid Waste and Recycling Fees and take any and all actions necessary relating to such.

After discussion and review, Director Ehinger made a motion to approve an Amendment to the Order Establishing District Facility Charges, Water and Wastewater Service Rates, Tap Fees, Solid Waste and Recycling Fees. Such motion was seconded by Director Lux. The votes were 5 Yes, with 0 No. Motion carried.

9. Discuss and approve Order Adopting an Amended Investment Policy, effective December 1, 2014.

After discussion and review, Director Johnson made a motion to approve the Order Adopting an Amended Investment Policy, effective December 1, 2014. Such motion was seconded by Director Lux. The votes were 5 Yes, with 0 No. Motion carried.

10. Discuss and review options for additional police patrol with public or private entities, including additional service from the City of Lewisville or supplemental services from Iron Guard.

Mr. Brosseau informed the Board that he was expecting the proposed plan from the City of Lewisville any time and once review would bring it back to the Board.

11. Receive an update from Director Ehinger with regard to a Financial Management Policy and consider approval of such.

This item was tabled and will be brought back to the next meeting.

12. Consider and review hiring a third party bookkeeper for special District specific projects.

This item was on the agenda in error.

13. Receive an update from Director Johnson with regard to qualifying for and possible submittal of grant applications to North Central Texas Council of Governments (“NCTCOG”) and consider approval of such.

Director Johnson spoke of opportunities available for hike and bike trails and said that he would bring an estimate back for Board approval for hiring out the completion of the paperwork. No further action was needed.

14. Discuss and review street light replacement and any related maps of street light placement.

This item was on the agenda in error.

15. Review and discuss past developer repayment agreements and take any action needed on such items.

No action was needed as the Board was satisfied with the current agreement.

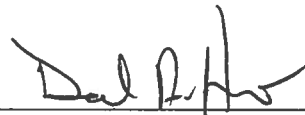
16. Review and consider items to add to the next Board agenda:

- a. Sidewalk connectivity fees;
- b. Financial Management Policy;
- c. Park lighting/lighting plan;
- d. Park plan /NCTCOG grants;
- e. Minutes.

17. Adjournment.

Director Ehinger motioned to adjourn the meeting. Such motion was seconded by Director Johnson. The votes were 5 Yes, with 0 No. Motion Carried. The meeting was adjourned.

Approved and adopted this 16th day of December, 2014.



Dave Hesse, Secretary, Board of Directors
Denton County Fresh Water Supply District No. 1-D

(DISTRICT SEAL)