

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

December 16, 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

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

Board Members Absent:

Bruce Johnson, Treasurer

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 to address the Board, Director Ehinger motioned to close the public communications and comments section of the meeting. Such motion was seconded by Director Hessie. 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 of items 4-6 of the agenda, Director Lux made a motion to approve the Consent Agenda. Such motion was seconded by Director Hessie. 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 the September 16, October 21, and November 18, 2014 Board meeting(s).

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; task 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 review options for additional police patrol with public or private entities, including additional service from the City of Lewisville or supplemental services from IronGuard and discuss proposed joint meeting to hear formal presentation.

Mr. Brosseau updated the Board with the available options for expanded police service from the City of Lewisville and noted that he expected a final service plan by the end of the month. No action was necessary.

8. Discuss and review the Sidewalk Connectivity Fee and take any action needed with regard to such.

After discussion and review, Mr. Brosseau will create a Sidewalk Connectivity Plan and bring it back to the Board for review in February, 2015. No action was needed at this time.

9. Discuss and review a Park Plan, if available, and consider actions necessary for such.

Director Johnson, who was listening in via conference call, stated that he spoke to a District 1-A employee and was told that there was a District Park Plan which had been generated a number of years before and that he would look for it. He went on to ask Mr. Brosseau if he had received it yet, to which Mr. Brosseau stated that he had not, as he had not heard of a Park Plan, and he had not directed any employee to get one. Mr. Brosseau further stated that if such a Park Plan existed, he would include it with the Sidewalk Connectivity Plan and bring it back to the Board for review. Mr. Martin stated that he was not aware of the existence of a Park Plan. No action was needed at this time.

10. 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 Not-to-Exceed amount to hire an outside source to complete and submit documentation required for the grant.

Director Johnson stated that a Park Plan was required to be submitted with grant applications, and creation or updating of the Park Plan will occur as discussed in item 9. He further stated that the HOA was not aware that the City of Lewisville's Park Plan included Castle Hills. Director Johnson stated that he would make color copies of the City of Lewisville's Park Plan and distribute it to the Boards for review. No action was needed.

11. Discuss and review Park Lighting Plan, if applicable, and maintenance of such lighting and take any action needed with regard to such.

Since a Park Plan did not currently exist, no action was needed at this time. Any lighting and maintenance thereof will occur under the Park Plan.

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

Director Ehinger asked if the Board had been able to review the draft Financial Management Policy circulated a few months prior, to which they all said they had not. Director Ehinger asked if it could be emailed to the Directors again and Ms. Clark stated that she would. Ms. Clark later emailed the draft Financial Management Policy to the Board on December 29, 2014 at 1:34 pm for review prior to the January meeting..

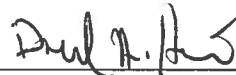
13. Review and consider items to add to the next Board agenda:

- a. Park plan-February;
- b. Park lighting/lighting plan- February;
- c. NCTCOG grants;
- d. Sidewalk connectivity- February;
- e. Financial Management Policy; and
- f. Police Patrol.

14. Adjournment.

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

Approved and adopted this 20th day of January, 2015.



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

(DISTRICT SEAL)