

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

January 20, 2015

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 Jonathan Cranz 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
Bruce Johnson, Treasurer

Board Members Absent:

Kim Ortiz, Assistant Secretary

Staff & Advisors in Attendance:

Phil Brosseau, General Manager
Jonathan Cranz, Attorney, Kelly Hart & Hallman LLP

Kristina Clark, Assistant to G. M.

Others in Attendance:

Lori Sullivan, Managing Director, Raymond James
Guy Harris, Director, District 1-B

Jeff Philyaw, Associate, Raymond James

2. Public communications and comments.

Mr. Cranz opened the meeting for public communication and comment. Director Johnson announced to the Board that one of the parks was flooded and the park lighting was out because of beavers. He went on to state that the City of Lewisville wanted all the beavers that we could give them. Mr. Brosseau stated that the beavers in question were already gone, that the lights were being repaired and should be complete by the end of the month, and that inspectors were looking into the drainage issue. After complete discussion, Director Johnson 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. Cranz 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 Johnson. 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 December 16, 2014 Board meeting.

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. Hear presentation from Raymond James with regard to proposed City of Lewisville (Castle Hills Public Improvement District No. 2) Series 2015 Refunding issue and take any action as may be necessary.

After introductions to the Board, Ms. Sullivan and Mr. Philyaw presented an Overview / Refunding Analysis with regard to Public Finance / Debt Investment Banking and discussed ways the Board could reduce costs by refunding PID2 Bonds. After further discussion, Director Johnson motioned to approve the refunding of the PID2 bonds. Such motion was seconded by Director Lux. The votes were 4 Yes, with 0 No. Motion Carried.

8. Brief update of outcome of December 18, 2014 joint board meeting regarding expanded patrol services plan from the City of Lewisville.

Mr. Brosseau reviewed the outcome of the "Town Hall" joint meeting regarding the patrol service plan with the City of Lewisville. Mr. Brosseau noted that the cost of such service was payable primarily from sales tax revenues received pursuant to the Strategic Partnership Agreement. No action was needed.

9. Review a Financial Management Policy and consider approval of same.

This item was tabled.

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 such.

Director Johnson stated that he was going to visit with NCTCOG in the next week and would have more information after that time. No action was needed.


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

- A. Park connectivity;
- B. Hike & Bike trails;
- C. Financial Mgmt Policy;
- D. Draft Audit;
- E. NCTCOG Grants.

12. Adjournment.

Director Ehinger 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 24th day of February, 2015.


KIM ORTIZ ~~Dave Hessie, Secretary~~, Board of Directors
Denton County Fresh Water Supply District No. 1-D
ASSISTANT SECRETARY

(DISTRICT SEAL)