

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

June 18, 2014

REGULAR SESSION BOARD MEETING

1. Call to Order:

The Board of Directors of Denton County Fresh Water Supply District No. 1-F convened, with attorney Brandon Hill 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:

Matthew Taylor, President
C. S. Kelso, Vice President

Julie Koustoubardis, Secretary
Cheryl Mabery, Assistant Secretary/Treasurer

Board Members Absent:

Jose Antonio Munoz, Assistant Secretary

Staff & Advisors in Attendance:

Phil Brosseau, Interim General Manager
Brandon Hill, Attorney, Kelly, Hart & Hallman LLP

Kristina Clark, Admin.

Others in Attendance:

None

2. Public Communications and Comments:

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

3. Opening Remarks:

A. General Manager Remarks:

None.

B. Presentations:

None.

CONSENT AGENDA

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

4. Adopt Minutes of the May 21, 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 Tax Collection Report, 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, and Change Orders, if applicable.

ITEMS FOR INDIVIDUAL CONSIDERATION

7. Consider and approve \$3,680,000 LCHPID4 Bond Ordinance, Trust Agreement 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. 4 Project), as required under the terms of the Joint Utility Contract by and between the District and the City.

Mr. Hill reviewed the 2014 Series Bond Ordinance and stated that there would be a 10% Special Assessment and that closing would be held July 12, 2014. After complete review and discussion, Director Koustoubardis motioned to approve \$3,680,000 LCHPID4 Bond Ordinance, Trust Agreement 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. 4 Project), as required under the terms of the Joint Utility Contract by and between the District and the City. Such motion was seconded by Director Mabery. The votes were 4 Yes, with 0 No. Motion Carried.

8. Discuss and review homestead exemption options, property taxes, and general rates, fines, and fees, as they relate to budgeting, and take any and all action necessary with regard to such.

After complete review and discussion, the Board decided to wait another year before adopting a homestead exemption.

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

- 1) Turn lane at Essex.

10. Adjournment.

Director Koustoubardis motioned to adjourn the meeting. Such motion was seconded by Director Kelso. The votes were 4 Yes, with 0 No. The meeting was adjourned.

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


Julie Koustoubardis, Secretary
Board of Directors
Denton County Fresh Water Supply District No. 1-F

(DISTRICT SEAL)

**ORDER SETTING TAX RATES
FOR 2014**

THE STATE OF TEXAS §

COUNTY OF DENTON §

DENTON COUNTY FRESH WATER SUPPLY DISTRICT NO. 1-F §

The Board of Directors of Denton County Fresh Water Supply District No. 1-F met in regular session, open to the public, after due notice, outside the boundaries of the District, on the date hereinafter set out; whereupon the roll was called of the members of the Board of Directors, to-wit:

Matthew Taylor	President
Christian Kelso	Vice President
Julie Koustoubardis	Secretary
Cheryl Mabery	Treasurer/Asst. Secretary
Jose Antonio "Tony" Munoz	Assistant Secretary

All members of the Board were present except.

WHEREUPON, among other business conducted by the Board, Director Kelso introduced the Order set out below and moved its adoption, which motion was seconded by Director Taylor, after a full discussion and the question being put to the Board of Directors, said motion was carried by the following vote:

"Aye" 5 "No" 0 .

The Order thus adopted is as follows:

WHEREAS, the appraisal roll of Denton County Fresh Water Supply District No. 1-F (the "District") for 2014 has been prepared and certified by the Denton Central Appraisal District, the appraiser for the District, and submitted to the District's tax assessor/collector;

WHEREAS, in addition to taxes levied to provide for payment of contract obligations and associated expenses, the District may levy a maintenance tax on all taxable property in the District to provide for payment of expenses as set out in Section 49.107 Texas Water Code, as amended;

WHEREAS, the Board of Directors has reviewed and approved its operating budget for its fiscal year October 1, 2014 through September 30, 2015 and has determined what maintenance tax will be needed to meet such budget requirements;

WHEREAS, the Board of Directors has reviewed and approved a contract tax budget and has determined what contract tax rate should be set to meet such debt service requirements; and

WHEREAS, the District has complied with the provisions of Section 49.236, Texas Water Code and has conducted a Public Hearing on Tax Rates as required therein; NOW THEREFORE,

BE IT ORDERED BY THE BOARD OF DIRECTORS OF DENTON COUNTY FRESH WATER SUPPLY DISTRICT NO. 1-F THAT:

**ORDER SETTING TAX RATES
FOR 2014**

Section 1. There is hereby levied an ad valorem tax of \$ 0.6840 on each \$100.00 of taxable property within the District in order to provide for payment of such contract obligations and associated expenses as required under the Amended and Restated 2007 Joint Utility Contract in support of the City of Lewisville, Texas outstanding Combination Contract Revenue and Special Assessment Bonds (Lewisville Castle Hills Public Improvement District No. 4 Project) ("CHPID No 4) (the "Series 2008 Bonds"), the City of Lewisville, Texas outstanding 2011 Contract Revenue and Special Assessment Utility System Bonds (CHPID No. 4) (the "Series 2011 Utility Bonds"), the City of Lewisville, Texas outstanding 2011 Combination Contract Revenue and Special Assessment Road System Bonds, (CHPID No. 4) (the "Series 2011 Road Bonds") and the City of Lewisville 2014 Contract Revenue and Special Assessment Utility System Bonds, (CHPID No. 4) (the "Series 2014 Utility Bonds). All taxes collected pursuant to this levy, after paying costs of levying, assessing and collecting same, shall be used for payment of contract obligations pursuant to the above-referenced joint contract as further detailed in the Trust Agreements, Master Trust Agreements and Supplemental Trust Agreements entered into in connection with the issuance of the Series 2008 Bonds, the 2011 Utility and Road Bonds and the 2014 Utility Bonds.

Section 2. There is hereby levied an ad valorem tax of \$ 0.3160 on each \$100.00 of taxable property within the District for maintenance and operating purposes.

Section 3. The Denton County Tax Assessor and Collector, the District's Tax Collector, is hereby authorized to assess and collect the taxes of the District employing the above tax rates.

Section 4. The taxes levied hereby are due presently, and pursuant to the terms of said Trust Agreement, shall be delinquent if not paid by January 31, 2015.

Section 5. This Order Setting Tax Rates for 2014 shall be effective from and after its adoption.

Section 6. The President or Vice President is authorized to execute, and the Secretary or any Assistant Secretary to attest, this order on behalf of the Board of Directors.

WITNESS OUR HANDS AND OFFICIAL SEAL OF THE DISTRICT this 17th day of September, 2014.



Matthew Taylor, President

ATTEST:



Julie Koustoubardis, Secretary

[DISTRICT SEAL]

**ORDER SETTING TAX RATES
FOR 2014**

THE STATE OF TEXAS §
COUNTY OF DENTON §
DENTON COUNTY FRESH WATER SUPPLY DISTRICT NO. 1-F §

I, the undersigned Secretary of the Board of Directors of Denton County Fresh Water Supply District No. 1-F certify that the attached and foregoing is a true and correct copy of the Order Setting Tax Rates for 2014 and an excerpt of the Minutes of the meeting of the Board of Directors showing adoption and passage thereof; and the original of said order and Minute entry is on file in the District's office.

WITNESS MY HAND AND OFFICIAL SEAL OF THE DISTRICT this 17th day of September, 2014.


Julie Koustoubardis, Secretary
Board of Directors
Denton County Fresh Water Supply District No. 1-F

[DISTRICT SEAL]