

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

August 20, 2013

**REGULAR SESSION BOARD MEETING**

1. Call to Order:

The Board of Directors of the Denton County Fresh Water Supply District 1-H convened, with attorney Mr. Martin 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:

Ralph Hunter, President

John Lessner, Assistant Secretary

Patti Brown, Vice President

Michael A. Clark, Treasurer/Assistant Secretary

Board Members Absent:

Corwin Snow, Secretary

Staff & Advisors in Attendance:

Liz Standerfer, General Manager

Kristina Clark, Admin.

Ross Martin, Attorney, Kelly Hart & Hallman LLP

Others in Attendance:

Drew Keith, Bright Industries, Inc.

2. Public Communications and Comments.

None.

3. Opening Remarks:

A. Staff Remarks:

Developer updates regarding: Ad Valorem Tax Value, The Islands Phase I project, Tract "O", The Lakes at Castle Hills and Race-Trac.

B. Presentations:

None.

**CONSENT AGENDA**

Mr. Martin moved on to the Consent Agenda. After complete discussion and review, Director Hunter made a motion to approve the Consent Agenda. Such motion was seconded by Director Lessner. 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. Adopt of the Minutes of the October 16, 2012 and January 15, 2013 Board meetings.

5. Approval of the entire General Manager's report, including but not limited to, the Monthly Construction Activity Reports, the Monthly Water and Sewer Reports, the Monthly DCAD Tax Collection Report, the Monthly Unaudited Financial Reports, and if applicable, the Quarterly Investment Report.
6. Approval of the progress regarding the agenda topic list.
7. Approval of Construction Award Recommendations, Construction Pay Applications, Project Payment Requisitions, and Change Orders, if applicable.

### ITEMS FOR INDIVIDUAL CONSIDERATION

8. Review and approve additional invoice amounts being charged to the Districts for fiscal year ending September 30, 2012 audits.

This item was tabled as further information is needed before it can be addressed.

9. Review and approve audit for fiscal year ending 09/30/12 and authorize necessary filings, or hear an update on the status.

Mrs. Standerfer gave an update on the draft audit. No action was needed.

10. Review and approve the annual Interlocal Agreement for Property Tax Collections for 2013/14 with Denton County, Texas and authorize such to be executed by the General Manager.

After full discussion and review, Director Lessner made a motion to approve the annual Interlocal Agreement for Property Tax Collections for 2013/14 with Denton County. Such motion was seconded by Director Clark. The votes were 4 Yes, with 0 No. Motion carried.

11. Review tax rate recommendations and approve Water District Notice of Public Hearing on Tax Rate and authorize publication of said notice. It was noted that Mr. Keith entered the meeting at this time.

After full discussion and review, Director Hunter made a motion to approve the Water District Notice of Public Hearing on Tax Rate and authorize publication. Such motion was seconded by Director Clark. The votes were 4 Yes, with 0 No. Motion carried.

12. Consider and approve a Resolution Accepting Receipt of the FY 2013/14 Facilities Operations and Maintenance Budget.

After full discussion and review, Director Hunter made a motion to approve a Resolution Accepting Receipt of the FY 2013/14 Facilities Operations and Maintenance Budget. Such motion was seconded by Director Lessner. The votes were 4 Yes, with 0 No. Motion carried.

13. Review preliminary Facilities Operations and Maintenance Budget for the upcoming fiscal year 2013/14, discuss any proposed Service Rate Order amendment, and review of upcoming fiscal year debt service requirements as relates to budgeting.

No Action needed.

14. Review matters relating to pending or threatened litigation and, if deemed necessary, adjourn to Executive Session to discuss same, and consult with attorneys on such matters.

None.

15. Reopen meeting, if necessary, and take any required formal action in connection with such litigation.

N/A

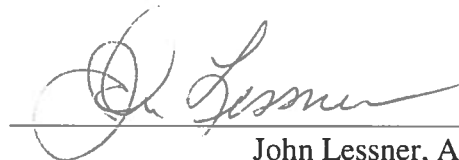
16. Review and consider items to add to the next Board agenda.

- 1) Audit,
- 2) Tax Rate hearing,
- 3) FOMB Final; and
- 4) Weaver invoice.

17. Adjournment.

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

Approved and adopted this 17th day of September, 2013.



John Lessner, Assistant Secretary  
Board of Directors

Denton County Fresh Water Supply District 1-H

(DISTRICT SEAL)

