

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

September 22, 2015

SPECIAL SESSION BOARD MEETING

1. Call to Order:

The Board of Directors of Denton County Fresh Water Supply District No. 1-H (the "District") convened, with attorney Ross Martin presiding, at 14925 Landmark Boulevard, Dallas, Texas 75254, a meeting place of the District outside the boundaries of the District. 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:

Patti Brown, Vice President

John Lessner, Assistant Secretary

Corwin Snow, Secretary

Board Members Absent:

Ralph Hunter, President

Michael A. Clark, Treasurer/Assistant Secretary

Staff & Advisors in Attendance:

Phil Brosseau, General Manager

Ross Martin, Attorney, Kelly Hart & Hallman LLP

Kristina Clark, GM Assistant

Others in Attendance:

Adam Parker, Developer Rep.

2. Agenda item 8 - Review legal representation, approve fee agreement, and request transfer of records.

Mr. Martin informed the Board of the District's legal staff moving to Winstead, PC and asked the Board to approve the change of legal representation from Kelly Hart Hallman to Winstead, PC. After discussion and review, Director Snow motioned to approve Winstead, PC as the new legal representation. Director Brown seconded such motion. The votes were 3 Yes, with 0 No. Motion carried.

3. Agenda item 2 - Conduct Public Hearing on Tax Rates:

Mr. Martin moved on to the Public Hearing on Tax Rates. Director Snow motioned to open the Public Hearing on Tax Rates. Director Lessner seconded such motion. The votes were 3 Yes, with 0 No. Motion carried. No public in attendance so Director Brown motioned to close the Public Hearing on Tax Rates. Director Lessner seconded such motion. The votes were 3 Yes, with 0 No. Motion carried.

4. Agenda item 3 - Public Communications and Comments:

Mr. Martin opened the meeting for public communication and comment. No public was present so Director Snow made a motion to close the public comments section of the meeting. Director Lessner seconded such motion. The votes were 3 Yes, with 0 No. Motion carried.

5. Agenda item 4 - Opening Remarks.

A. Staff Remarks:

None.

B. Presentations:

None.

CONSENT AGENDA

Mr. Martin moved on to the Consent Agenda. After complete discussion and review, Director Lessner made a motion to approve the Consent Agenda. Director Brown seconded such motion. The votes were 3 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:

6. Agenda item 5 - Adopt Minutes of the July 21 and August 28, 2015 Board meetings.

7. Agenda item 6 - 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, the progress regarding the agenda topic list, and if applicable, the Quarterly Investment Report.

8. Agenda item 7 - Approval of construction pay applications, payment requisitions, change orders, and if applicable, award recommendations, bid solicitations, and/or proposals of the Districts'.

ITEMS FOR INDIVIDUAL CONSIDERATION

9. Authorize Amended Designation of Records Manager and notification to State Librarian.

Mr. Martin discussed the need to change the Designation of Records Manager due to the move of legal representation from Kelly Hart Hallman to Winstead, PC. After complete discussion and review, Director Snow made a motion to authorize an Amended Designation of Records Manager and notification to State Librarian. Director Brown seconded such motion. The votes were 3 Yes, with 0 No. Motion carried.

10. Consider and approve amended Order Designating Offices Outside the District and authorize notice thereof.

Mr. Martin discussed the need to change the Designated Offices Outside the District due to the move of legal representation from Kelly Hart Hallman to Winstead, PC. After complete discussion and review, Director Brown made a motion to approve amended Order Designating Offices Outside the District and authorize notice thereof. Director Snow seconded such motion. The votes were 3 Yes, with 0 No. Motion carried.

11. Consider and approve the annual Contract Tax Budget.

After complete discussion and review, Director Snow made a motion to approve the annual Contract Tax Budget. Director Brown seconded such motion. The votes were 3 Yes, with 0 No. Motion carried.

12. Consider and approve Order Setting Tax Rates for 2015 and, if necessary, approve and authorize filing of Amended District Information Form.

After complete discussion and review, Director Snow made a motion to approve the Order Setting Tax Rates for 2015 and leaving the tax rate as is, at \$1.00, as well as approve and authorize filing of Amended District Information Form. Director Brown seconded such motion. The votes were 3 Yes, with 0 No. Motion carried.

13. Review and approve audit proposal for year ending September 30, 2015.

After discussion and review, Director Lessner made a motion to approve audit proposal from McCall Gibson for year ending September 30, 2015. Director Brown seconded such motion. The votes were 3 Yes, with 0 No. Motion carried.

14. Approval of additional patrols and take other related actions with regard thereto.

Mr. Brosseau discussed options regarding additional patrol and security. No action taken.

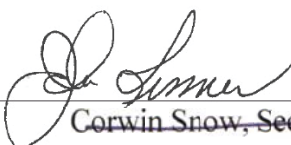
15. Review and consider items to add to the next Board agenda.

N/A

16. Adjournment.

Director Lessner motioned to adjourn the meeting. Director Snow seconded such motion. The votes were 3 Yes, with 0 No. Motion Carried. The meeting adjourned.

Approved and adopted this 15th day of March 2016.



~~Corwin Snow, Secretary~~, Board of Directors
Denton County Fresh Water Supply District No. 1-H
JOHN LESSNER, ASST. SECRETARY

(DISTRICT SEAL)