

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

February 19, 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 Ross Martin presiding, at 2540 King Arthur Boulevard, 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:

Matthew Taylor, President

C. S. Kelso, Vice President

Cheryl Mabery, Assistant Secretary/Treasurer

Julie Koustoubardis, Secretary

Board Members Absent:

Jose Antonio Munoz, Assistant Secretary

Staff & Advisors in Attendance:

Phil Brosseau, Interim General Manager

Kristina Clark, Admin.

Ross Martin, Attorney, Kelly, Hart & Hallman LLP

Heather Standerfer, Admin.

Others in Attendance:

None.

2. Public Communications and Comments:

Mr. Martin opened the meeting for public communication and comment. However, since no one from the public was in attendance or registered to comment on any agenda item, Director Mabery motioned to close the Public Communications and Comments section of the meeting. Such motion was seconded by Director Koustoubardis and passed by a vote of 3 Yes, with 0 No. Motion carried.

Director Munoz entered the meeting.

3. Opening Remarks:

A. General Manager Remarks:

Mr. Brosseau presented the monthly reports and updated the Board as to events within Castle Hills.

B. Presentations:

None.

CONSENT AGENDA

Mr. Martin 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, and passed by a vote of 3 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 January 22, 2014 Board meeting.

Director Kelso entered the meeting at this time.

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, 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. Accept receipt of audit for fiscal year 2012/13 approval of same and authorize all necessary filings, if applicable.

After review of the initial draft of the audit, Director Koustouardis motioned to accept receipt of the initial draft of the District's audited financial statements for fiscal year 2012/13. Such motion was seconded by Director Kelso, and passed by a vote of 4 Yes, with 0 No. Motion carried. Mr. Martin noted that comments on such draft should be directed to Mr. Brosseau within the next two weeks.

9. Authorize the advertisement for bids on the Grading, Utilities, Paving, and Screening Walls associated with the proposed Castle Hills - Phase 8, Section A and Castle Hills-Phase 8, Section B development.

Director Koustouardis motioned to authorize the advertisement for bids on the Grading, Utilities, Paving, and Screening Walls associated with both the proposed Castle Hills - Phase 8, Section A, and Castle Hills-Phase 8, Section B development. Such motion was seconded by Director Kelso and passed by a vote of 4 Yes, with 0 No. Motion carried.

10. Consider and approve a form of the Joint Election Agreement and Contract for Elections Services with the Denton County Elections Administrator and authorize the General Manager to execute such final Agreement.

Director Koustouardis motioned to consider and approve a form of the Joint Election Agreement and Contract for Elections Services with the Denton County Elections Administrator and authorize the General Manager to execute such final Agreement, if a contested director election is required. Such motion was seconded by Director Mabery and passed by a vote of 4 Yes, with 0 No. Motion carried.

11. Consider and adopt an Order Calling Directors Election and authorize posting of election related items, as applicable.

Director Koustouardis made a motion to adopt an Order Calling Directors Election and authorize posting of election related items, as applicable. Such motion was seconded by Director Mabery and passed by a vote of 4 Yes, with 0 No. Motion carried.

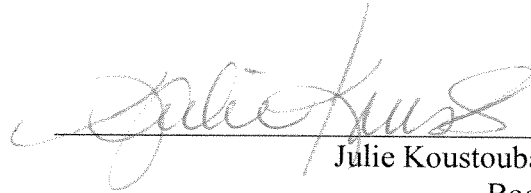
12. Review and consider items to add to the next Board agenda.

- 1) Review and accept final audits;
- 2) Further election matters, including cancellation of Director Elections, if no application are received;
- 3) Review and approve documents for Lewisville Castle Hills PID No. 7 issuance; and
- 4) Review received bids for Phase 8-A and Phase 8-B development.

13. Adjournment.

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

Approved and adopted this 19th day of March, 2014.



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

(DISTRICT SEAL)