

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

July 15, 2014

REGULAR SESSION BOARD MEETING

1. Call to Order:

The Board of Directors of the 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:

Ralph Hunter, President

Patti Brown, Vice President

John Lessner, Assistant Secretary

Board Members Absent:

Michael A. Clark, Treasurer/Assistant Secretary

Corwin Snow, Secretary

Staff & Advisors in Attendance:

Phil Brosseau, General Manager

Kristina Clark, Admin.

Ross Martin, Attorney, Kelly Hart & Hallman LLP

Others in Attendance:

2. Public Communications and Comments:

Mr. Martin opened the meeting for public communication and comment. However, since no members of the public were present or requesting comment, Director Brown motioned to close the Public Communications and Comments section of the meeting. Such motion was seconded by Director Hunter. The votes were 3 Yes, with 0 No. Motion carried.

3. 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 Hunter made a motion to approve the Consent Agenda, excluding the February 18, 2014 Minutes. Such motion was seconded by Director Brown. 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:

4. Adopt Minutes of the February 18, 2014 Board meetings. Excluded (already approved at the March 18, 2014 Board meeting)

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, the progress regarding the agenda topic 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 Districts'.

ITEMS FOR INDIVIDUAL CONSIDERATION

7. Accept receipt of preliminary Facilities Operations and Maintenance Budget for the upcoming fiscal year 2014/15.

Mr. Brosseau presented the Board with the Facilities Operations and Maintenance Budget for the upcoming fiscal year 2014/15 and after complete review and discussion, Director Hunter motioned to accept the preliminary FOMB for FY 2014/15. Such motion was seconded by Director Lessner. The votes were 3 Yes, with 0 No. Motion Carried.

8. Amend District's Order Designating Meeting Locations to add the Castle Hills Community Center as a meeting location.

Mr. Martin explained that the addition of the Community Center as a meeting location was to allow joint meetings of multiple Districts at that location. Director Hunter motioned to approve the Amended District's Order Designating Meeting Locations to add the Castle Hills Community Center as a meeting location. Such motion was seconded by Director Lessner. The votes were 3 Yes, with 0 No. Motion Carried.

9. Review and approve the 2014/15 Interlocal Agreement for Property Tax Collections with Denton County, Texas, if applicable, and authorize such to be executed by the General Manager.

Mr. Martin explained that the contract for property tax collection hadn't changed and that it was more cost effective to utilize the County tax assessor-collector, with the added benefit that the District taxes will appear on the single County tax bill. Director Hunter motioned to approve the Interlocal Agreement for Property Tax Collections with Denton County, Texas and authorize such to be executed by the General Manager. Such motion was seconded by Director Brown. The votes were 3 Yes, with 0 No. Motion Carried.

10. Confirm retention of eminent domain powers and provide notification to the State Comptroller of Public Accounts regarding same.

This item was only necessary for 2013 and no further action was required..

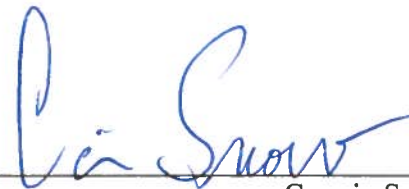
11. Review and consider items to add to the next Board agenda.

- 1) Final FY 2014/15 FOMB;
- 2) Minutes
- 3) Tax rates

12. Adjournment.

Director Hunter motioned to adjourn the meeting. Such motion was seconded by Director Lessner. The votes were 3 Yes, with 0 No. Motion Carried. The meeting was adjourned.

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



Corwin Snow, Secretary
Board of Directors
Denton County Fresh Water Supply District No. 1-H

(DISTRICT SEAL)