

**Minutes of Meeting
Board of Directors
Denton County Fresh Water Supply District No. 10**

July 10, 2014

The Board of Directors (“Board”) of Denton County Fresh Water Supply District No. 10 (“District”), met in regular session, open to the public, on Thursday, July 10, 2014, at 6:30 p.m., at the Prairie House Restaurant, 10001 Highway 380E, Cross Roads, Texas, outside the District, for which notice was given as required by Chapter 551, Government Code, as amended, and Chapter 49, Texas Water Code, as amended.

The roll was called of the duly appointed members of the Board, to wit:

Rob Adams	President
Jon TenBroeck	Vice President
Robert Tague	Secretary
Kris Russell	Asst. Secretary
Kurt W. Moore	Director

All members of the Board were present. Also attending the meeting were the following: Mr. Jim Koehler, P.E. of Graham Associates, Inc.; Ms. Lisa Bloomfield of Dye & Bloomfield, LLC; and various other members of the public.

1. The President called the meeting to order, after determining that a quorum was present at 6:34 p.m.
2. Consideration was first given to public comments. The President opened the meeting to public comment. After noting that there were no members of the public present and desiring to come before the Board, upon motion made by Director Russell, seconded by Director Tague and unanimously carried, the President closed the public comment session of the meeting.
3. Consideration was next given to award of contract for construction of improvement projects and issuance of notices to proceed, including grading for Azalea Village at Savannah Phase 11A. Mr. Koehler presented correspondence dated July 9, 2014, reporting that five (5) bids were received, with the low bidder being RPMx Construction, LLC, in the amount of \$537,175.52, and recommending award of the construction contract for grading for Azalea Village at Savannah Phase 11A to the low bidder RPMx Construction, LLC in the amount of \$537,175.52. After discussion on the matter, Director Moore moved that the Board approve the award of the construction contract for grading for Azalea Village at Savannah Phase 11A to the low bidder RPMx Construction, LLC in the amount of \$537,175.52. Director Tague seconded said motion, which carried unanimously.

4. Consideration was next given to award of contract for construction of improvement projects and issuance of notices to proceed, including grading for Artesia North, Phase 1. Mr. Koehler presented correspondence dated July 9, 2014, reporting that four (4) bids were received, with the low bidder being RPMx Construction, LLC, in the amount of \$715,012.15, and recommending award of the construction contract for grading for Artesia North, Phase 1 to the low bidder RPMx Construction, LLC in the amount of \$715,012.15. After discussion on the matter, Director TenBroeck moved that the Board approve the award of the construction contract for grading for Artesia North, Phase 1 to the low bidder RPMx Construction, LLC in the amount of \$715,012.15. Director Russell seconded said motion, which carried unanimously.
5. Consideration was next given to review and discussion of proposed operating budget for the fiscal year ending July 31, 2015, including engineering and special items. Ms. Bloomfield presented a proposed operating budget for the fiscal year ending July 31, 2015. Mr. Koehler discussed the proposed engineering items. After a lengthy discussion between Ms. Bloomfield and the Board regarding proposed revisions to the budget, upon motion duly made by Director Russell, seconded by Director Tague and unanimously carried, the Board tabled the matter until the next meeting.

Mr. Koehler exited the meeting.
6. Consideration was next given to review and discussion of proposed debt service budget for the fiscal year ending July 31, 2015. Ms. Bloomfield presented a proposed debt service budget for the fiscal year ending July 31, 2015. After a lengthy discussion, upon motion duly made by Director Russell, seconded by Director Moore and unanimously carried, the Board tabled the matter until the next meeting. Director Adams noted that he will contact FirstSouthwest and Barry Jameson before budget revisions are made.
7. After noting that no further business was to come before the Board, upon motion duly made by Director Tague, seconded by Director Russell and unanimously carried, the meeting was adjourned.

Robert Tague
Secretary