

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

August 11, 2014

The Board of Directors (“Board”) of Denton County Fresh Water Supply District No. 10 (“District”), met in special session, open to the public, on Monday, August 11, 2014, at 6:00 p.m., at the Savannah Clubhouse, 701 Savannah Boulevard, Savannah, Texas, inside 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, with the exception of Directors Tague and Russell. Director Tague entered the meeting later, as noted below. Also attending the meeting were the following: Mr. Jim Koehler, P.E. of Graham Associates, Inc.; Ms. Lisa Bloomfield of Dye & Bloomfield, LLC; Mr. Greg Wilkerson on behalf of Blue Line Services; Mr. Will Walton of Corona Artesia; Mr. Mark Sellers of Best Ice2Go; Mr. Clay Crawford of Crawford & Jordan LLP; and various other members of the public, including District residents.

1. The President called the meeting to order, after determining that a quorum was present at 6:03 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 speak before the Board, upon motion made by Director Moore, seconded by Director TenBroeck and unanimously carried, the President closed the public comment session of the meeting.
3. Consideration was next given to approval of Resolution to participate in the State of Texas Comptroller of Public Accounts Cooperative Purchasing Program (“Cooperative Purchasing Program”), appointing agents of records and approving payment of annual membership fee. Mr. Crawford presented and reviewed with the Board the application to Texas Comptroller of Public Accounts and Resolution regarding same, copies of which are attached hereto as **Exhibit “A”**. He discussed the exception to public bid process provided by participation in such program. After discussion on the matter, Director TenBroeck moved that the Board approve the Resolution to participate in the Cooperative Purchasing Program and application in connection with same. Director Moore seconded said motion, which carried unanimously.

4. Consideration was next given to purchase of District peace officer patrol vehicle pursuant to Cooperative Purchasing Program, and authorizing acceptance of proposal, execution of documents, and expenditure of funds. Ms. Bloomfield presented an invoice from Holiday Chevrolet for the purchase of a 2013 Chevy Tahoe in the amount of \$30,602.75, the price available to members of the Cooperative Purchasing Program, a copy of which is attached hereto as **Exhibit "B"**. After discussion, Director TenBroeck moved that the Board approve the purchase of the vehicle pursuant to the invoice from Holiday Chevrolet, subject to entry into Cooperative Purchasing Program. Director Moore seconded said motion, which carried unanimously.

Director Tague entered and participated in the remainder of the meeting.

Ms. Bloomfield then presented Police Vehicle Financing Options, including three (3) solicited quotes for financing, a copy of which is attached hereto as **Exhibit "C"**. She recommended that the Board finance the vehicle with Independent Bank, and establish a Certificate of Deposit ("CD") with Independent Bank in the amount of \$40,000 for a 4-year term at a rate of 1% to 1.4%, to yield a Gross Loan Rate of 2.9% and a net loan rate of between 1.5% and 1.9%. After discussion on the matter, Director Adams moved that the Board finance the vehicle with Independent Bank, and establish a CD with Independent Bank in the amount of \$40,000 for a 4-year term as recommended. Director Moore seconded said motion, which carried unanimously.

5. Consideration was next given to review and approval of engineering plans for Best Ice2go/Varsity Roadhouse project. Mr. Koehler presented and reviewed with the Board correspondence dated July 31, 2014, and recommended approval of the plans which were found to be in substantial conformance with District standards. After discussion on the matter, Director TenBroeck moved that the Board approve the engineering plans for Best Ice2go/Varsity Roadhouse project. Director Moore seconded said motion, which carried unanimously.
6. Consideration was next given to approval of award of construction contract for grading of Artesia Phase 2A. Mr. Koehler presented correspondence dated August 6, 2014, reporting that three (3) bids were received, with the low bidder being RPM x Construction, LLC, in the amount of \$559,998.40, and recommending award of the construction contract for grading improvements for Artesia Phase 2A to the low bidder RPM x Construction, LLC in the amount of \$559,998.40. After discussion on the matter, Director Tague moved that the Board approve the award of the construction contract for grading improvements for Artesia Phase 2A to the low bidder RPM x Construction, LLC in the amount of \$559,998.40. Director Moore seconded said motion, which carried unanimously.
7. Consideration was next given to approval of engineering task orders, including repainting of pedestrian crosswalks adjacent to the elementary school, at the intersections of Magnolia Boulevard and Cotton Exchange Drive, and Magnolia Boulevard and Lighthouse Lane, and Cotton Exchange Drive and Lighthouse Lane.

Mr. Koehler presented a proposal from American Striping Company in the amount of \$3,174.00. After discussion on the matter, Director Moore moved that the Board approve the engineering task order for repainting of pedestrian crosswalks as set forth above, and authorize payment in the amount of \$3,174.00 to American Striping Company upon completion of same. Director Tague seconded said motion, which carried unanimously.

8. The Board next deferred consideration of Executive Session pursuant to Sections 551.071(1)(A) and (B), 551.072, and 551.076, Texas Government Code, as amended, to consult with District Counsel, consider litigation, real estate matters, and deliberate regarding security.
9. After noting that no further business was to come before the Board, upon motion duly made by Director Tague, seconded by Director TenBroeck and unanimously carried, the meeting was adjourned at 6:44 p.m.

Robert Tague
Secretary