

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

February 14, 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 Friday, February 14, 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
Robert Tague	Vice President
Jon TenBroeck	Secretary
Kurt W. Moore	Asst. Secretary
Kris Russell	Director

All members of the Board were present, with the exception of Director Tague, who entered the meeting later as noted below. Also attending the meeting were the following: Mr. Clay Crawford of Crawford & Jordan LLP; and various other members of the public.

1. The President called the meeting to order, after determining that a quorum was present at 6:01 p.m.
2. Consideration was first given to wastewater treatment capacity requirements resulting from request for preparation of plans and specifications for construction of water, sanitary sewer, and drainage facilities and roads to serve 300 lots within Comanche Ridge, and possible construction of 396 unit multi-family project on Savannah Town Center site. The President recognized Mr. Crawford, who presented certain information to the Board, including the following: (a) status of lot development, issued permits, and units occupied as of December 31, 2013; (b) summary of active commercial, school, and amenity improvements currently utilizing District wastewater treatment capacity; (c) summary of District rights to wastewater treatment capacity in the existing Riverbend Water Reclamation Plant and proposed Doe Branch Water Reclamation Plant; (d) estimated capacity utilization of the Riverbend Plant as of December 31, 2013; and (e) proposed construction schedule of the Doe Branch Plant. After discussion on the matter, Director Adams moved that the Board suspend plan approval and contract award until the availability of wastewater treatment capacity to serve new development within the District can be determined. Director Russell seconded said motion, which carried unanimously.

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

3. Consideration was next given to authorizing Graham Associates, Inc. to prepare District wastewater treatment capacity availability study. The Board discussed the need for an independent third party engineer to prepare the wastewater treatment capacity availability study. Director Adams moved that the Board authorize interviewing engineering firms to prepare the wastewater treatment capacity availability study. Director TenBroeck seconded said motion, which carried unanimously. After additional discussion, Director Adams moved that the Board authorize Directors Moore and Russell to interview engineering firms and formulate a recommendation to the Board. Director Tague seconded said motion, which carried unanimously.
4. Consideration was next given to authorizing correspondence to current and proposed District developers regarding wastewater treatment capacity requirements availability limitations, and impact on proposed District development projects. After discussion, Director TenBroeck moved that the Board authorize preparation and execution of correspondence to current and proposed District developers regarding wastewater treatment capacity requirements availability limitations, as well as the Board's decision to suspend consideration of approval of plans and plats, and award of contracts for infrastructure to serve new development within the District. Director Tague seconded said motion, which carried unanimously.
5. 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.
6. After noting that no further business was to come before the Board, upon motion duly made by Director Russell, seconded by Director TenBroeck and unanimously carried, the meeting was adjourned at 6:35 p.m.

Jon TenBroeck
Secretary