

**Minutes of Meeting  
Board of Directors  
Denton County Fresh Water Supply District No. 10  
December 10, 2013**

The Board of Directors (“Board”) of Denton County Fresh Water Supply District No. 10 (“District”), met in special session, open to the public, on Tuesday, December 10, 2013, at 6:30 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. There were no other members of the public in attendance; however Mr. Clay Crawford of Crawford & Jordan LLP, participated by teleconference.

1. The President called the meeting to order, after determining that a quorum was present at 6:38 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 Tague, seconded by Director Russell and unanimously carried, the President closed the public comment session of the meeting.
3. Consideration was next given to amendment of District Rate Order. The President noted that he and Mr. Crawford had met with representatives of an apartment development company that had contracted to acquire 17 acres out of the “Savannah Town Center” tract. It was further noted that the District’s infrastructure planning was based on the commercial use of the tract; and that the District Rate Order did not currently provide for rates and charges for water and sewer service to multi-family users. As indicated in paragraph no. 6 below, the Board convened into executive session. After reconvening into regular session, and after discussion on the matter, Director Adams moved that the Board authorize Graham Associates, Inc. to prepare a study regarding the impact of development of land currently known as the “Savannah Town Center” tract for multi-family upon the District’s water and sewer system, drainage and detention system, and road infrastructure, and recommendation for utility service rates and connection fees, at a cost not to exceed \$6,000. Director Russell seconded said motion, which carried unanimously.

4. Consideration was next given to request from Upper Trinity Regional Water District (“UTRWD”) for confirmation that District will deposit funds and request UTRWD financing to fund cost of Doe Branch Water Reclamation Plant, and authorize response and preparation of agreements with UTRWD and District developers. Mr. Crawford briefed the Board on the status of his discussions with the principal developers within the District about the timing and amount of their respective financial participation in Phase 1 of the Doe Branch Plant. After discussion on the matter, Director Adams moved that the Board continue to pursue developer advances of monies to fund the District’s 100,000 gallon per day participation in the Plant; and further authorize the District’s consultant team to advise UTRWD of same. Director Russell seconded said motion, which carried unanimously.
5. Consideration was next given to customer utility service and billing complaints/requests. After noting that there were no complaints/requests to consider, the President determined that no action was required.
6. The Board next considered Executive Session pursuant to Section 551.071 and Section 551.072, Texas Government Code, as amended. Upon motion by Director Adams, seconded by Director Tague, the Board voted to convene into Executive Session pursuant to Section 551.071, Texas Government Code, to consult with the District’s general counsel at 6:45 p.m. Upon motion by Director Russell, seconded by Director Moore, the Board voted to reconvene the meeting in open session at 7:20 p.m.
7. After noting that no further business was to come before the Board, upon motion duly made by Director Russell, seconded by Director Tague and unanimously carried, the meeting was adjourned at 7:45 p.m.

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Jon TenBroeck  
Secretary