

**Minutes of Meeting
Board of Directors
Denton County Fresh Water Supply District No. 7
February 18, 2020**

The Board of Directors (“Board”) of Denton County Fresh Water Supply District No. 7 (the “District”), met in regular session, open to the public, on February 18, 2020, at 4:00 p.m., at 2650 FM 407E, Suite 125, Bartonville, Texas 76226, 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 members of the Board, to wit:

William Randall Fogle	President
Andrew Kloser	Vice President
Stephen D. Spence	Secretary
Todd Beggs	Treasurer
David J. Ware	Assistant Secretary

All members of the Board were present, except Directors Beggs and Spence, thus constituting a quorum. Also attending the meeting were the following: Mr. Richard Harned, District Controller; Mr. Kevin Mercer, General Manager; Ms. Lynne Thompson, and Ms. Diane Wetherbee, residents of the District; and Mr. Jonathan H. Finke of Crawford & Jordan LLP.

1. The President called the meeting to Order at 4:00 p.m.
2. The President conducted the Pledge of Allegiance to the flags of the United States of America and State of Texas, respectively.
3. Consideration was next given to public comments. After noting that there were no members of the public in attendance at the meeting desiring to speak, and upon motion made by Director Kloser, seconded by Director Ware and carried unanimously, the President closed the public comment session of the meeting.
4. Consideration was next given to discussion regarding various traffic control matters, including, but not limited to, Trinidad Way traffic and automated technology for school signs, and traffic study, and the taking of any action necessary or appropriate in connection therewith. In that regard, Mr. Mercer reported that the stop signs had been installed. There was next a discussion on the resident reaction to same. Mr. Mercer advised that the plan was to accumulate data for the next month to investigate the impact of the signs. The results of the data would be presented at the next Board of Directors meeting. After discussion, the President noted that no formal Board action was necessary at this time.
5. Consideration was next given to the approval of the minutes of the Meeting of January 21, 2020, Board of Directors Meeting. After discussion on the matter, Director Kloser moved that the minutes of the Board of Directors Meeting of January 21, 2020, be approved as amended. Director Ware seconded the motion, which carried unanimously.

6. Consideration was next given to the review and approval of the General Manager's Report, as presented by Mr. Mercer, a copy of which is attached hereto as Exhibit "A". In that regard, Mr. Mercer reported to the Board concerning the status of the District's pending projects and answered various questions. After discussion on the matter, Director Ware moved that the General Manager's Report be approved, as presented. Director Kloser seconded said motion, which carried unanimously.
7. Consideration was next given to consideration of the review and acceptance of Lantana Community Association ("LCA") Report. In that regard, it was noted that Mr. Norton was not in attendance, but there was a brief discussion concerning the new Amenity Center. After discussion, the President noted that no formal Board action was required at this time.
8. The Board next deferred review and acceptance of Engineering Report, as there were no additional engineering items to be discussed at this time.
9. Consideration was next given to status of a new cellular antenna lease for elevated storage tank, and the taking of any action necessary or appropriate in connection therewith. In that regard, Mr. Mercer presented and reviewed with the Board an Exhibit of the plan and certification for such lease. He reported that he would provide the details of the equipment to be installed at the next Board of Directors Meeting. After discussion on the matter, the President noted that no formal Board action was required at this time.
10. Consideration was next given to the Controller's Report presented by Mr. Harned, a copy of which is attached hereto as Exhibit "B". In that regard, Mr. Harned reviewed said report with the Board. After discussion on the matter, and thorough review of the report(s) and questions in connection therewith, Director Ware moved that the Board approve said Controller's Report, as presented, and authorize payment of checks, as specified in said Report. Director Kloser seconded said motion, which carried unanimously.
11. Consideration was next given to the review and acceptance of the tax assessor-collector's report, a copy of which is attached hereto as Exhibit "C". In that regard, Mr. Harned presented said report to the Board. He reported that as of January 31, 2020, the collection rate of the District's 2019 tax levy was at 93.05%. After discussion on the matter, Director Kloser moved that the Board approve the tax assessor-collector's report as presented. Director Ware seconded said motion, which carried unanimously.
12. Consideration was next given to granting exemptions from District taxation for 2020, and the adoption of a Resolution in connection therewith. Mr. Finke presented and reviewed with the Board such Resolution, and discussed the possible exemptions that the District could choose to grant. After discussion on the matter, Director Ware moved that the Board table adoption of such Resolution until the Joint Board Meeting or next Board Meeting. Director Fogle seconded said motion, which carried unanimously.
13. Consideration was next given to review of a Resolution Adopting Prevailing Wage Rate Scale for Construction Projects. In that regard, Mr. Finke presented to the Board a list of prevailing

wage rates for construction projects relative to Denton County and discussed certain legal requirements with respect to payment of prevailing wages on public construction projects. He then presented the attached Resolution Adopting Prevailing Wage Rate Scale for Construction Projects, attached hereto as Exhibit "D". After discussion of said Resolution, Director Kloser moved to adopt the Resolution Adopting Prevailing Wage Rate Scale for Construction Projects. Director Ware seconded said motion, which carried unanimously.

14. Consideration was next given to status of correspondence submitted to Denton County Development District No. 4 ("No. 4") regarding proposed grant application from the District and Denton County Fresh Water Supply District No. 6 for improvements along the Hike and Bike Trail, and the taking of any action necessary or appropriate in connection therewith. In that regard, Mr. Finke reported to the Board that there currently was no meeting scheduled for the No. 4 Board. After discussion on the matter, the President noted that no formal Board action was necessary at this time.
15. Consideration was next given to review of Annual Disclosure of District Employee Services to Entities other than the District. In that regard, Mr. Mercer presented and reviewed such Disclosure with the Board, a copy of which is attached hereto as Exhibit "E". It was noted that three District employees currently provide services to entities other than the District. After discussion on the matter, Director Kloser moved that the Board accept the Annual Disclosure of District Employee Services to Entities other than the District, as presented. Director Ware seconded said motion, which carried unanimously.
16. Consideration was next given to status of correspondence submitted to County Commissioner Edmondson, Precinct No. 4 regarding status of appointment of directors the Board of Denton County Development District No. 4. In that regard, Mr. Finke provided an update to the Board. After discussion, the President noted that no formal Board action was necessary at this time.
17. Consideration was next given to status of memorial facilities installed in Barrington Addition at the trail head on Haverford Lane, to recognize Lauren Slaughtery Jones and David P. Spence. In that regard, Mr. Mercer reported to Board that the boulders had been installed; he was awaiting installation of the bench and trash can; Ms. Jones' plaque was ready for installation, and Mr. Spence's plaque was on order, as was the tree. After discussion on the matter, the President noted that no formal Board action was required at this time.
18. Consideration was next given to status of 2020 Directors Election. In that regard, Ms. Wetherbee and Ms. Thompson queried the Board as to where the polling location would be within the voting precinct on Election Day. After discussion on the matter, the President noted that no formal Board action was required at this time.
19. The Board next deferred consideration of Executive Session pursuant to Sections 551.071, 551.072, 551.074, and 551.076, Texas Government Code, to consult with attorney; deliberate regarding real property; review personnel matters; and consider security devices.
20. Consideration was next given to establishing future agenda items. It was requested that the Board obtain a proposal for tablets for use by the Board at its meetings. It was also noted that

for the joint meeting agenda status of dog/trash receptacles, locations and recommendations be added to the agenda.

21. There being no further business to come before the Board, upon motion duly made by Director Kloser and seconded by Director Ware, the meeting was adjourned at 5:11 p.m.

Secretary/Assistant Secretary