

**Minutes of Meeting
Board of Directors
Denton County Fresh Water Supply District No. 6
September 15, 2020**

The Board of Directors ("Board") of Denton County Fresh Water Supply District No. 6 ("District") met in regular session, open to the public, on Tuesday, September 15, 2020, at 6:00 p.m., via video and telephonic conferencing, for which notice was given pursuant to Chapter 551, Texas Government Code, Chapters 49 and 51, Texas Water Code, and action taken by the Governor of the State of Texas under Section 418.016, Texas Government Code.

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

Sheldon Gilbert	President
Ross Ferguson	Vice President
Donna Robichaux	Secretary
Jim VanVickle	Treasurer
Max Miller	Assistant Secretary

All members of the Board were present for the meeting and participating by video and telephone, thus constituting a quorum. Also attending the telephonic meeting were the following: Mr. Richard Harned, District Controller; Mr. Kevin Mercer, General Manager; Ms. Megan Bradley of Triton Consulting Group; Mr. Mark Norton of Lantana Community Association; Ms. Laura Alexander and Mr. Adam LanCarte of Hilltop Securities, Inc.; Mr. Marc Druck of Winstead PC; and Mr. Jonathan H. Finke of Crawford & Jordan LLP.

1. The President called the meeting to Order at 6:20 p.m.
2. Consideration was first given to public comments. After noting that there were no members of the public participating in the meeting that desired to speak, and upon motion made by Director Miller, seconded by Director Ferguson and carried unanimously, the President closed the public comment session of the meeting.
3. Consideration was next given to conducting a public hearing on proposed levy of the District's 2020 debt service, maintenance, and contract tax rates. Upon motion by Director VanVickle, seconded by Director Miller, the Board opened the public hearing. It was noted that no one from the public desired to speak at the public hearing and no written public comment had been received regarding the District's proposed 2020 tax rate. After discussion on the matter, Director VanVickle moved that the Board close the hearing. Director Miller seconded said motion, which carried unanimously.
4. Consideration was next given to the adoption of a 2020 Order Levying Taxes. In that regard, Mr. Finke reviewed the proposed Order with the Board, and advised that the proposed rates were as follows: a maintenance tax of \$0.19446 per \$100 of assessed valuation; utility debt service tax of \$0.25327 per \$100 of assessed valuation; and road debt service tax of \$0.37531 per \$100 of assessed valuation for a total tax rate for 2020 of \$0.82304 per \$100 assessed valuation. Messrs. Finke and LanCarte next presented to the Board a Memorandum from Hilltop Securities, Inc. recommending that the Board adopt such proposed rates as referenced

above. After discussion on the matter, Director Miller moved that the Board adopt the 2020 Order Levying Taxes as presented. Director VanVickle seconded said motion, which carried unanimously.

5. Consideration was next given to review and approval of amendment to District Information Form. In that regard, Mr. Finke reported to the Board that the District Information Form had been amended to reflect the reduction in tax rate in the Notice to Purchaser. After discussion, Director Miller moved that the Board approve the amendment to District Information Form and Notice to Purchaser. Director Robichaux seconded said motion, which carried unanimously.
6. The Board next considered review, discussion and acknowledgement of disclosures required to be provided by the Financial Advisor under Municipal Securities Rulemaking Board Rule G-42 regarding the Unlimited Tax Road Refunding Bonds, Series 2020 (the "Refunding Bonds"), and the taking of related action. Messrs. LanCarte and Finke presented to and discussed with the Board correspondence from Hilltop Securities, Inc. entitled "Regulatory Disclosure Regarding Municipal Advisory Agreement". After discussion on the matter, Director Miller moved that the Board acknowledge receipt of such disclosures as requested by the Financial Advisor. Director Gilbert seconded said motion, which carried unanimously.
7. Consideration was next given to approval of an Order Authorizing The Issuance Of "Denton County Fresh Water Supply District No. 6 Unlimited Tax Road Refunding Bonds, Series 2020"; Delegating The Authority To Certain District Officials To Execute Certain Documents Related To The Sale Of The Bonds; Entering Into An Escrow Agreement, A Purchase Contract, And A Paying Agent/Registrar Agreement; And Other Matters Related Thereto. Mr. LanCarte presented and reviewed the terms of the transaction, including the cash flow and debt reduction, and the Preliminary Official Statement with the Board. Mr. Druck then presented to the Board the Bond Order and explained the terms and conditions of same. After discussion on the matter, Director Ferguson moved that the Board approve said Financing Plan, Preliminary Official Statement and adoption of related Resolution, and adoption of Order Authorizing The Issuance Of "Denton County Fresh Water Supply District No. 6 Unlimited Tax Road Refunding Bonds, Series 2020"; Delegating The Authority To Certain District Officials To Execute Certain Documents Related To The Sale Of The Bonds; Entering Into An Escrow Agreement, A Purchase Contract, And A Paying Agent/Registrar Agreement; And Other Matters Related Thereto. Director VanVickle seconded said motion, which carried unanimously.
8. Consideration was next given to the Consent Agenda Items.

Consideration was next given to the approval of the minutes of the August 18, 2020, Board of Directors Meeting. After discussion on the Minutes of the August 18, 2020, Board of Directors Meeting, Director VanVickle moved that said Minutes be approved as written. Director Robichaux seconded said motion, which carried unanimously.

Consideration was next given to the review and approval of the General Manager's Report, as presented by Mr. Mercer. In that regard, Mr. Mercer reported to the Board concerning the proposed Lantana RV Park's request for service and responded to various questions posed by the Board. After discussion on the matter, Director VanVickle moved that the

General Manager's Report be approved, as presented. Director Robichaux seconded said motion, which carried unanimously.

9. Consideration was next given to an amendment to District Rate Order, and the taking of any action necessary or appropriate in connection therewith. In that regard, Mr. Mercer presented and reviewed with the Board such amendment. Mr. Mercer reported that the following increases were necessary: Base fee increased from \$30.00 to \$30.50 per month; Volume charge increased by \$0.10 each; Solid Waste charge increased from \$21.00 to \$22.00 per month, and fire hydrant fee went from \$4.10 to \$4.20. After discussion on the matter, Director Miller moved that the Board approve such amendment to District Rate Order, as presented. Director Ferguson seconded said motion, which carried unanimously.
10. Consideration was next given to the review and acceptance of Lantana Community Association ("LCA") Report. In that regard, Mr. Finke reported that the remodel of the North Amenity Center was being moved up from the Spring of 2021, and provided the Board with an update on the Lantana Monster Mile. After discussion on the matter, Director Miller moved that the Board accept the LCA report as presented by Mr. Finke. Director Robichaux seconded said motion, which carried unanimously.
11. The Board next deferred consideration of the Engineer's Report, as no one from Huitt-Zollars, Inc. was in attendance.
12. Consideration was next given to review and approval of Controller's Report, including budget comparison report, status of investments, and payment of bills, as presented by Mr. Harned. After review of the Controller's Report, Director Robichaux moved that the Board approve said Controller's Report, as presented by Mr. Harned, and authorize payment of checks, as specified in said Report. Director Miller seconded said motion, which carried unanimously.
13. Consideration was next given to the review of proposed operating budget for the District's fiscal year ending September 30, 2021. In that regard, Mr. Harned presented and reviewed with the Board a draft of the preliminary budget and assumptions. Mr. Harned advised that Board that it was his recommendation that the Board approve the budget as presented. After a lengthy discussion on the matter, Director Ferguson moved that the Board adopt the budget as presented and adopt the Order in connection therewith. Director VanVickle seconded said motion, which carried unanimously.
14. Consideration was next given to authorizing McCall Gibson Swedlund and Barfoot PLLC ("McCall Gibson") to proceed with preparation of the District's audit report for fiscal year ended September 30, 2020. In that regard, Mr. Finke reviewed with the Board the scope of services and fee structure in connection with same. After discussion on the matter, Director Ferguson moved that the Board authorize McCall Gibson to proceed with preparation of the District's audit report for fiscal year ended September 30, 2020. Director VanVickle seconded said motion, which carried unanimously.
15. Consideration was next given to the review and acceptance of the tax assessor-collector's report. In that regard, Mr. Harned presented said report to the Board. He reported that as of August 31, 2020, the collection rate of the District's 2019 tax levy was at 99.80%. Mr. Harned

further reported that he was hopeful that the 2020 Certified Tax Roll would be available by the end of the month. After discussion on the matter, Director Miller moved that the Board approve the tax assessor-collector's report as presented. Director VanVickle seconded said motion, which carried unanimously.

16. Consideration was next given to review and approval of sewer request for Lantana RV Village. In that regard, Mr. Mercer gave a summary of the No. 7 discussion regarding this matter. He advised that in order to ensure that residents' concerns are addressed, Mr. Fogle had suggested that the Board hold a Town Hall style forum and invite District residents to participate. Directors VanVickle and Robichaux expressed concerns similar to that of No. 7, including that of a discussion on safety measures. After discussion, Director Miller moved that the Board support the idea of No. 7 and hold a public forum to inform the residents of the facts and allow them to ask questions to the developer. Director Gilbert seconded said motion, which carried unanimously.
17. Consideration was next given to status of installation of playground equipment in Mustang Park, and the taking of any action necessary or appropriate in connection therewith. In that regard, Mr. Mercer reported that the equipment should be onsite by the end of the month and installation complete by the end of next month. The Board President noted that no formal action was necessary at this time.
18. The Board next deferred consideration of the status of appointment of directors to the Board of Denton County Development District No. 4 ("DCDD No. 4").
19. Consideration was next given to a discussion regarding maintenance of golf course tunnels, and the taking of any action necessary or appropriate in connection therewith. In that regard, Mr. Mercer reported to the Board that Mr. Fogle had spoken with Mr. Rob Larkin, the General Manager of the Golf Course, who advised that they would be contacting DCDD No. 4 for funds needed for such maintenance of the tunnels. After discussion on the matter, the President noted that no formal Board action was necessary at this time.
20. The Board next considered a discussion regarding golf cart use on public roads within Lantana. In that regard, Messrs. Finke and Mercer presented a summary of golf cart rules and queried as to whether Lantana could be carved out of same. After discussion on the matter, Director Ferguson moved that the Public Safety Committee approach County Commissioner Edmondson to discuss such matter, and report back at the next meeting. Director VanVickle seconded said motion, which carried unanimously.
21. Consideration was next given to a discussion regarding updates to the District's website, and the taking of any action necessary or appropriate in connection therewith. In that regard, Mr. Harned provided the Board with the statistics concerning the number of visits per page of the website and discussed the bill pay feature. After discussion on the matter, the President noted that no formal Board action was necessary at this time.
22. The next deferred review and approval of compensation pool for employees for fiscal year 2020-2021, as it was noted that this matter would be addressed at the Joint Meeting.

23. The Board next deferred consideration of entering closed session, as may be necessary or appropriate, pursuant to Chapter 551, Subchapter D, Texas Government Code, in particular Sections 551.071, 551.072, 551.074, and/or 551.076 Texas Government Code, regarding any of the matters described in the notice, including consultation with District legal counsel as may be applicable.
24. Consideration was next given to establishing future agenda items. It was noted that updates on the Hike and Bike Trail matter, and the public safety committee be added to the next agenda.
25. There being no further business to come before the Board, upon motion duly made by Director Robichaux and seconded by Director VanVickle, the meeting was adjourned at 7:27 p.m.

Secretary/Assistant Secretary