

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

The Board of Directors (“Board”) of Denton County Fresh Water Supply District No. 7 (the “District”), met in Special session, open to the public, on July 7, 2020, at 7:00 a.m. via 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:

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

All members of the Board were present for the meeting and participating by telephone, except for Directors Thompson and Spence, 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; Ms. Diane Wetherbee, Mr. Sheldon Gilbert, Mr. Jim VanVickle, and Mr. Ross Ferguson, Directors of Denton County Fresh Water Supply District No. 6; and Mr. Jonathan H. Finke of Crawford & Jordan LLP.

1. The President called the meeting to Order at 7:04 a.m.
2. Consideration was next given to public comments. The President opened the meeting 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 Ware, seconded by Director Fogle and carried unanimously, the President closed the public comment session of the meeting.
3. Consideration was next given to the review and discussion of District budget and financial matters, and the taking of any action necessary or appropriate in connection therewith. In that regard, Mr. Harned presented and reviewed with the Board a draft of the proposed operating budget, with emphasis on revenue and debt service, for the fiscal year ending September 30, 2021, a copy of which is attached hereto as Exhibit “A”. Mr. Harned then responded to various questions posed by the Board, including that of what the impact of the COVID-19 epidemic has had on the District from a financial standpoint. After a lengthy discussion on the matter, the Board requested that Mr. Harned and the District’s Financial Advisor prepare an analysis of the impact that the COVID-19 epidemic has had on the District to be presented to the Board at the next joint meeting. After discussion, the President determine that no formal Board action was required at this time.

4. The Board next deferred consideration of Executive Session pursuant to Chapter 551, Subchapter D, Texas Government Code, after noting that no Executive Session was required.
5. There being no further business to come before the Board, upon motion by Director Fogle, seconded by Director Ware, and unanimously carried, the meeting was adjourned at 7:38 a.m.

Secretary/Assistant Secretary