

**MINUTES OF A REGULAR MEETING OF
THE BOARD OF DIRECTORS OF THE
HARDIN COUNTY WATER CONTROL & IMPROVEMENT DISTRICT NO. 1**

A regular meeting of the Board of Directors of the Hardin County Water Control & Improvement District No. 1 was held on Tuesday, September 19, 2017, pursuant to notice duly posted in accordance with law. The meeting was held at 1008 Pinewood Blvd., Sour Lake, Hardin County, Texas. The following members of the Board were present:

Jack Maddox

Buddy Hughes

Jerry Giardina

Tim Beard

Paul Gustafson

Also present were Wayne Turk, Liz Will of Will's Administration and Certification, Josh Armfield of Utility Innovations, LLC dba Utility Specialties, Jeff Leavins of LJA Engineering, Jay Schroeder as a resident of the District, and Guy N. Goodson of Germer PLLC as legal counsel for the District.

AGENDA ITEM NO. 1: Call to Order. A quorum being present, the meeting was called to order at 6:30 p.m. by President Maddox.

AGENDA ITEM NO. 2: Public Comments. The Board recognized Liz Will and Jay Schroeder concerning requesting a leak adjustment. After discussion and upon motion duly made by President Maddox and seconded by Director Beard, the Board directed Liz Will to provide the leak adjustment to the customer as requested.

AGENDA ITEM NO. 3: Manager's Report. The Board recognized Josh Armfield who provided the Utility Specialties Report dated September 19, 2017. Utility Specialties

acknowledged they had responded to 34 grinder calls, and 11 were shown to have been related to the rain events. There was no reportable water report due to the flooding. Repairs were also made to a water leak at 123 Pinehurst, and a sewer leak was repaired at 314 Pinehurst. Utility Specialties passed out and collected bottles for lead and copper sampling and prepared the annual sludge report to TCEQ. Utility Specialties further repaired weep holes on a fire hydrant at 1401 Woodway, filled all generators in preparation for Harvey and changed out 3 grinder pumps. Mr. Armfield then acknowledged again that there had been additional clogged grinder pumps at 198 Woodshire and 450 Pinemont, and the Board needed to take action for additional charges to these two properties as there had been multiple callouts. President Maddox stated he would review the matter for further action.

The Board then recognized Jeff Leavins who discussed damages to the District's water and wastewater system due to Hurricane Harvey as well as necessary repairs including both temporary and permanent repairs. Mr. Armfield indicated he had received bids from Electrical Specialist for emergency procurements, including blowers and control panel. The invoices were reviewed, and it was recommended that the equipment be acquired on an emergency basis and seek reimbursement through FEMA, but to pay such costs from the initial payment received from the District's insurance company. After discussion and upon motion duly made by President Maddox and seconded by Director Beard, the Board authorized repairs to the District's water and wastewater system on an emergency basis and acknowledged that cost summaries and estimates would be provided to FEMA in a request for reimbursement as public assistance.

AGENDA ITEM NO. 4: Monthly Financial Statements. The Board recognized Wayne Turk who presented the financial statements which were approved upon motion duly made by Director Hughes and seconded by President Maddox.

AGENDA ITEM NO. 5: Accounts Payable. Mr. Turk presented the accounts payable in the amount of \$30,003.61. Mr. Turk also presented an invoice for reimbursement of the bond funds. After review by the Board and upon motion duly made by Director Hughes and seconded by Director Beard, the accounts payable and the invoice payable from bond funds passed unanimously.

AGENDA ITEM NO. 6: Designate representatives to act on behalf of the District with FEMA, other Federal or State agencies including the Texas Department of Emergency Management ("TDEM"). The Board authorized President Maddox and Office Manager Wayne Turk to represent the District as needed in filing claims for public assistance. Upon motion duly made by Director Beard and seconded by Director Beard, the motion passed unanimously.

AGENDA ITEM NO. 7: Report on TML Intergovernmental Risk Pool insurance coverages and possible filing of claims. Mr. Turk indicated that he had received a \$200,000 payment from the Intergovernmental Risk Pool who indicated that additional funding may be available on the presentation of claims.

AGENDA ITEM NO. 8: Correspondence. None.

AGENDA ITEM NO. 9: Comments from Board Members. A discussion followed on the submission of bills for the month of September, the waiver of late fees and the handling of disconnects. The Board moved to bill only minimum bills to each customer for the month of September, to waive all late fees and that bills would be mailed for the 60-day period ending at the billing period in October. The District would waive any customer charges for disconnects, but did note that if a service was disconnected, the reconnect fee would be charged upon requested reconnection. The Board was advised that the Idylwild Country Club had requested its meter service be disconnected.

AGENDA ITEM NO. 10: Adjourn. There being no further business before the Board, the meeting was adjourned at 7:30 p.m.

ATTEST:

President of the Board

Secretary of the Board