

**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, August 17, 2021, pursuant to notice duly posted in accordance with law. The meeting was held at 333 Commercial Drive, Hardin County, Texas.

The following members of the Board were present:

Jack Maddox

Tim Jones

Allen Davis

Absent: Tim Beard

Absent: Buddy Hughes

Also present were Wayne Turk, Marty Adams of Utility Specialties and Guy N. Goodson of Germer PLLC as legal counsel to 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. None.

AGENDA ITEM NO. 3: Minutes. The minutes of July 20, 2021 were unanimously approved upon motion duly made by President Maddox and seconded by Director Jones.

AGENDA ITEM NO. 8: Manager's Report.

(a) Operational Report:

The Board recognized Marty Adams who presented the August 17, 2021 Operator's Report noting Utility Specialties had responded to 22 grinder calls, showing the well pumpage at Well #1 and Well #2, noting they made 17 line locates, repaired one sewer leak, used one refurbished pump and had one refurbished pump in stock, had two panels and two new

pumps in inventory. Mr. Adams then noted information concerning several charges in the Utility Specialties invoice including the notation of a repair to be charged to Jet Aeration at 1350 Lakeview. Mr. Adams also presented the chlorine findings and the information provided as to operational changes in the two groundwater well system sites. President Maddox thanked Marty and Kaaren for their work. President Maddox then made inquiries as to specific Utility Specialties charges including charges made for 151 Pinelake and 1039 Pine Needles. After presentation and upon motion duly made by President Maddox and seconded by Director Beard, the Board approved the Manager's Report as presented.

AGENDA ITEM NO. 4: 2021 Certified Tax Roll. The Board recognized Wayne Turk who presented the 2021 Certified Tax Roll from the Hardin County Tax Office showing a taxable value of the District of \$102,072,257.00. After discussion and upon motion duly made by President Maddox and seconded by Director Beard, the Board approved the Certified Tax Roll as presented.

AGENDA ITEM NO. 5: Set preliminary 2021 debt service and maintenance and operation tax rates. Mr. Turk indicated he had received the debt service and maintenance and operation tax calculation from the Hardin County Tax Office. He stated the interest and sinking fund rate was \$0.240000, and the maintenance and operation tax rate was \$0.079663 for the water approved tax rate, for a total tax rate of \$0.319663/\$100 valuation. After review and discussion of the tax calculation report and upon motion duly made by President Maddox and seconded by Director Beard, the Board approved and set the preliminary 2021 tax rate as \$0.240000 for the interest and sinking fund rate and \$0.079663 for the maintenance and operation tax rate for a total of proposed 2021 tax rate of \$0.319663/\$100 valuation.

AGENDA ITEM NO. 6: Set date and provide for publication of public hearing on proposed tax rate. The Board discussed setting a date and time for the public hearing on the proposed tax rate and authorizing publication of the public notice. Mr. Turk noted the District generally held its

public hearing immediately prior to the regular meeting in September. After discussion and upon motion duly made by President Maddox and seconded by Director Davis, the Board set the public hearing on the proposed tax rate for 6:30 p.m. at the Hardin County Emergency Services District #5 office at 333 Commercial Drive, Hardin County, Texas.

AGENDA ITEM NO. 7: **Submit tax rate reports to Hardin County.** It was noted this item had previously been authorized.

AGENDA ITEM NO. 9: **Monthly Financial Statements.** The Board recognized Wayne Turk who provided the accounting statement from BBVA (now PNC Bank) dated August 17, 2021. Mr. Turk noted payment from Brightstar for a repair at 1237 East Pine Shadows. Mr. Turk further noted the receipt of service fees as well as the bond interest payments that were made on the District's two outstanding bond issues as of August 15, 2021. After review and upon motion duly made by Director Davis and seconded by President Maddox, the Board approved the monthly financial reports as presented.

AGENDA ITEM NO. 10: **Accounts Payable.** The Board again recognized Mr. Turk who presented the accounts payable in the amount of \$18,613.80. Mr. Turk noted a number of returned checks and one service disconnection at 110 Woodmanor as well as a number of meter deposit refunds for persons moving from the District. The Board reviewed the bills for payment, and after discussion and upon motion duly made by Director Beard and seconded by President Maddox, the Board unanimously approved authorizing the payment of bills in the amount of \$18,613.80.

AGENDA ITEM NO. 11: **Correspondence.** The Board recognized Mr. Turk who provided a document from the Texas Municipal League on legislative changes including those related to procurement and cyber security. Mr. Turk then made a presentation concerning the transition from BBVA Compass Bank to PNC Bank, and noted the District was presently covered by its FDIC

insurance of accounts. Finally, Mr. Turk stated that by a letter of credit under the public funds, the District may be required to revise its public funds collateral security in the transfer to PNC.

AGENDA ITEM NO. 12: **Action to fill Board vacancy.** No action.

AGENDA ITEM NO. 13: **Comments from Board Members.** The Board recognized President Maddox who presented a proposal for a website posting and maintenance firm, and it was requested the matter be placed on the agenda for its September meeting. President Maddox also stated he had discussed with the representatives of Hardin County projects for possible funding under the American Recovery Act. President Maddox indicated the order of projects he had presented for consideration was raising the sewer plant, well site #2 and well site #1 on flood mitigation projects. President Maddox closed with referring back to the information provided on the chlorine findings and noted the District would still need to consider in the future the sodium issues in the front well and how those might be resolved and how to fund those costs.

AGENDA ITEM NO. 14: **Adjourn.** There being no further business, the meeting was adjourned at 7:20 p.m.

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President of the Board

ATTEST:

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Secretary of the Board