

**SOMERVELL COUNTY WATER DISTRICT
MINUTES OF BOARD MEETING**

November 18, 2019

Members Present: Lee Magee, Karen Richardson, Kevin Morgan, Maurice English, Ben Mieth, Larry Fleming, Nemo Britton

Members Absent: None

Also present: Kevin Taylor, Kim Daniels, John Flippen

President Mieth called meeting to order at 8:00 a.m.

PUBLIC COMMENTS

None

CONSENT AGENDA

The General Manager presented the minutes of September 9th and the Investment Policy for board members approval. A motion was made by Lee Magee and seconded by Larry Fleming to approve the Consent Agenda as presented. Motion carried.

Resolution: The Board approved the Consent Agenda as presented. (Res. #19-16)

Budget Revision 2019/2020

The SCWD ended the fiscal year 2018-2019 with a \$2,250,000 fund balance in our General Fund. We had budgeted a year end fund balance of \$1,800,000. The difference is funds budgeted for the service center that went unspent. Staff proposes to use the fund balance surplus to increase the Distribution Improvement line item by \$250,000 to complete the service center building construction. A motion to approve the budget revision was made by Lee Magee and seconded by Nemo Britton. Motion carried.

Resolution: The Board authorized the General Manager to increase the Distribution Improvement line item by \$250,000. (Res. #19-17)

SCAD BOARD MEMBER ELECTION

Nemo Britton was nominated to serve as the SCWD Director on the Somervell Central Appraisal District. The District must cast its 364 votes toward any of the nominees. Wes has asked us to throw in one vote for the other four candidates just in case any of the other taxing entities do not get their ballots returned in time. A motion was made to cast 360 votes to Nemo Britton, 1 vote each to Lee Magee, Bill Moore, Wade Busch and Brady Brown by Maurice English and seconded by Karen Richardson. Motion carried.

Resolution: The Board approved the votes for the SCAD Board Member Election as presented. (Res. #19-18)

Annual Water Line Contract

The SCWD recently rebid our annual water line contract with the intention of the new contract to run from December 1, 2019 through September 30, 2020. Proposals were requested and only one perspective bidder submitted a proposal for the annual water line contract. The District received a proposal from Fambro Construction of Stephenville.

District staff has determined the proposal from Fambro Construction to be of fair price.

A motion to approve the General Manager to enter into an agreement with Fambro Construction to perform the District's unit price water line work for fiscal year 2019-2020 was made by Nemo Britton and seconded by Lee Magee. Motion carried.

Resolution: The Board authorized the General Manager to enter into an agreement with Fambro Construction to perform the District's unit price water line work for fiscal year 2019-2020. (Res. #19-19)

Paluxy River Cleanup Discussion

Karen Richardson submitted a letter to the board requesting discussion on the Paluxy River Cleanup process. Karen would like to see cleanup only where it is really necessary and essential from the Paluxy Bridge to the dam and to leave at least 10 feet of river bank untouched. Kevin stated our normal process has been to remove as much material out as possible and explained that the dam built was actually 3-4 feet larger than originally planned. After much discussion Lee suggested looking into lowering the dam to reduce sediment and thereby reduce cleaning. No action was taken.

City of Glen Rose Water Agreement Update

Somervell County Water District was approached by the City of Glen Rose regarding amending our existing water contract. We are currently in our 11th year of a 20 year contract with the City that requires them to purchase 100% of their water from the District. This contract was structured in this manner in order for the District to start its 2.5 MGD water treatment plant with a customer capable of using quite a bit of water. The new Groundwater District rules are going to require the City of Glen Rose to either purchase their historic groundwater rights from their old wells or let them go away and render the old City wells useless. Both District and City staff are in favor of re-working our contract to allow the City to blend enough well water with District water to justify the cost of the City purchasing their groundwater rights every year. District staff proposes allowing the City to supply up to 50% of their usage with ground water provided it is done during the months of April through September. If we are successful in revising our agreement to both the District and the City's satisfaction, we propose starting over with another 20 year agreement. District and City staff began a trial run of allowing the City to blend well water back in August of 2019. The blending of the City's well water has not caused any real problems. A motion was made in Septembers meeting approving the manager to negotiate so the board referenced that resolution and advised the General Manager to continue with negotiations.

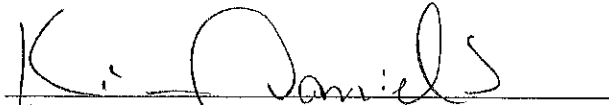
GENERAL MANAGERS REPORT

Kevin Taylor presented the following items to the board:

- River Cleanup Report
- Water Line Extension Update
- Bank Account Report
- Water Usage Report

Park Attendance Report
Monthly Financial Reports and Bank Statements
Quarterly Investment Report

No further business was brought to the table. Motion was made by Larry Fleming and seconded by Nemo Britton to adjourn. Motion carried and meeting adjourned at 9:15 am.



Kim Daniels, Assistant Secretary

Approved this 10th day of February 2020



President, Somervell County Water District