



BEAR CREEK SUD

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Lavon, Texas 75166

Date: July 16, 2019

Time: 6:01PM

MINUTES OF REGULAR BOARD MEETING

Call to order by: President Herman Stork

Directors Present: Herman Stork, Bryan Block, Leticia Harrison, Chris Elder
David Hawkins arrived at 6:15PM

Directors Absent: Deborah Fato, Robert Haynes

Public Comment: None

Consent Items:

Approval of Minutes of Regular Meeting on June 11, 2019.

Approval of June 2019 Financials.

Approval of June 2019 General Manager Report

General Manager, C. Reagan, stated that two of the Edward Jones CDs were maturing at the end of July 2019. The CDs are reserved for the customer deposits. The two CDs will be renewed for one year. C. Reagan will make contact with a financial advisor at the recommendation of Bear Creek SUD CPA.

Motion made by Director B. Block, seconded by Director L. Harrison to approve Consent Items. Motion carried unanimously. Director Fato and Director Haynes absent.

Regular Agenda Items:

- A. Discuss and act upon Amended Non-Standard Service Contract: *Bear Creek SUD Attorney, K. Fancher, made changes to the Non-Standard Service Contract for all developers. This standard contract will be used for all developers in the future requesting water service from Bear Creek SUD for a development. Changes will be made to the Bear Creek SUD Rate Order that will substantiate the Non-Standard Service Contract.*

Motion made by Director B. Block, seconded by Director L. Harrison to accept the amended Non-Standard Service Contract and give General Manager, C. Reagan, the authority to use for all developers within the Bear Creek SUD CCN. Motion carried unanimously. Director Fato and Director Haynes absent.

- B. Discuss Highway 205 Water Line Relocation: *General Manager, C. Reagan, attended the monthly TxDOT Utility Coordination meeting on July 16, 2019. TxDOT stated that 60% plans were uploaded to the TxDOT web site in July. The anticipated ROW possession date for TxDOT is October 2019. TxDOT has filed eminent domain on 12 parcels of land. TxDOT stated that the reimbursement rate set for Bear Creek SUD is 43%. Brenan Honey, TxDOT Manager, stated that TxDOT will require Bear Creek SUD to remove existing abandoned facilities. TxDOT is not allowing abandoned water lines to be abandoned in place. C. Reagan stated that if TxDOT was going to require all abandoned lines to be removed, then the reimbursement rate on those costs should be 100%. Mr. Honey stated that TxDOT would look at the reimbursable package for Bear Creek SUD.*

Motion made by Director C. Elder, seconded by Director D. Hawkins for an appraiser to be hired to appraise all properties that will require eminent domain to be filed. Motion carried unanimously. Director Fato and Director Haynes absent.

- C. Discuss and act upon PS1 Tank Repairs: *Only one tank company has responded for a quote on acquiring a new ground storage tank to replace the two failing tanks at pump station 1. C. Reagan will contact the Bear Creek SUD insurance company to see if a claim can be made on the failing tanks. Three bids will be obtained for the replacement tank and bids will be obtained for the repair of the tanks. The delivery time on a replacement tank could be 20 weeks out. The project is classified as an emergency repair or replacement.*
- D. Discuss North Texas Municipal Water District Preliminary 2020 Rate Increase: *The North Texas Municipal Water District (NTMWD) preliminary charges for fiscal year 2020 have been received. The preliminary customer rate is an increase of 2.4%. Bear Creek SUD will contract with a company to perform a rate study to set rates for FY2020. Attorney, K. Fancher, will pursue an emergency connect with the City of Fate.*
- E. Discuss and act upon District Media Policy. *Attorney, K. Fancher, provided a Media Policy to establish prudent and acceptable practices regarding District employees' and Board members' conduct and communications related to the press media and social media in all forms.*
- Motion made by Director C. Elder, seconded by B. Block to adopt the District Media Policy as presented. Motion carried unanimously. Director Fato and Director Haynes absent.*
- F. Discuss and act upon district Employee Benefits: *General Manager, C. Reagan, submitted a proposal for Short Term and Long Term Disability for all employees. Rates were provided from three providers.*

Motion by Director B. Block, seconded by Director C. Elder to accept the proposal for Short Term Disability and Long Term Disability for all employees. Motion carried unanimously. Director Fato and Director Haynes absent.

Adjournment to Executive Session at 7:24PM:

Executive Session:

Executive Session Call to Order at 7:29PM.

Executive Session Agenda Items:

- (A) The Board may recess into closed or executive session to discuss the following:
 - (1) Government Code §551.071. Ratepayers Public Utility Commission Petition
- (B) Reconvene into Regular Session and take any action necessary as a result of the Executive Session.

Adjourn Executive Session at 7:58PM.

In accordance with Texas Government Code, Section 551.001, President Herman Stork reconvened the meeting at 7:58PM and stated that no action was taken in executive session.

Adjournment at 7:59PM:

Herman Stork, President

Bryan Block, Vice President

Camille Reagan, Recorder