

**MINUTES OF THE BOARD OF DIRECTORS' MEETING
GREATER TEXOMA UTILITY AUTHORITY**

MONDAY JULY 18, 2016

**AT THE ADMINISTRATIVE OFFICES
5100 AIRPORT DRIVE
DENISON TX 75020**

Members Present: Everett Grantham, Donald Johnston, Mark Kuneman, Brad Morgan, Dave Stump, George Rowland, Donald Skelton and Clyde Yeatts

Members Absent: None

Staff: Drew Satterwhite, Debi Atkins, Laurie Killian, Velma Starks, Carolyn Bennett

General Counsel: Mike Wynne, Wynne and Smith

Visitors: Mark Gibson, City of Sherman

I. Pledge of Allegiance

President Skelton led the group in the pledge of allegiance.

II. Call to Order

President Skelton called the meeting to order at 12:30 pm.

III. Consider and act upon Officers for 2016 Calendar Year

President Skelton informed the Board a vote would be needed at this time to vote for the office of Vice President. Motion was made by Board Member Stump and seconded by Board Member Grantham, to accept the Nominations Committee's nomination of Brad Morgan for Vice President of the Board of Directors. The motion passed unanimously.

IV. Consider and act upon Resolution of Appreciation for Jeannie Anderson

Board Member Morgan made a motion to approve the Resolution of Appreciation for Jeannie Anderson. Board Member Yeatts seconded the motion and the motion passed unanimously.

V. Consent Agenda

Items marked with an asterisk () are considered routine by the Board of Directors and will be enacted in one motion without discussion unless a Board Member or a Citizen request a specific item to be discussed and voted on separately.

Board Member Kuneman made a motion to approve the consent agenda items. Board Member Stump seconded the motion. Motion passed unanimously.

- VI. * Consider and act upon approval of Minutes of June 20, 2016 Meeting.
- VII. * Consider and act upon approval of accrued liabilities for June 2016.
- VIII. * Receive Monthly Financial Information.
- IX. Citizens to be Heard.

There were no citizens requesting to appear before the Board.

- X. Consider and act upon a Resolution by the Board of Directors of the Greater Texoma Utility Authority requesting financial assistance from the Texas Water Development Board; authorizing the filing of an application for assistance; and making certain findings in connection therewith.

General Manager Satterwhite reviewed the Lake Kiowa SUD water line replacement project with the Board of Directors. The next two projects, Projects 1A and 2, consist of water line replacement projects. These water lines are the second phase in replacing the District's asbestos-cement pipe, which is leaching, with polyethylene pipe.

Board Member Stump made a motion to approve the resolution requesting financial assistance from the Texas Water Development Board on behalf of the Lake Kiowa SUD in an amount not to exceed \$2,500,000. Board Member Kuneman seconded the motion and the motion passed unanimously.

- XI. Consider appointment of a Budget Committee for FY 2016-2017

Board Members Dave Stump, George Rowland and Don Skelton volunteered to serve on the Budget Committee.

- XII. Receive General Manager's Report: The General Manager will update the Board on operational and other activities of the Authority

General Manager Satterwhite updated the Board on the Sadler Project, the vacant position for a Water/Wastewater Operator, the vacancy for the General Law Cities Board Member, the two groundwater districts managed by the Authority and their current budgeting cycle and fee analyses, and the addition of a geologist/permit specialist position for the two districts. Laurie Killian, Benefits Administrator for the Authority, reviewed the options for the Authority's health insurance coverage with the Board, and the pooled insurance options and benefits offered by the Texas Municipal League. Board Member Stump assisted with the review of the insurance for the Authority employees. Mr. Stump stated the pooled insurance providers are not motivated by profits, are steadier, and should perform closer to expectation. He added they are less driven by the current unsteady health market the private sector has experienced over the last 2 years where large increases are being experienced. He stated he felt it was a good move to apply for the pool, and work with the plan that meets the needs of the Authority. It was the consensus of the Board that the Texas Municipal League policy be pursued.

The Board discussed the Border Commission for the Lake Texoma border issues, and the water storage contracts being converted to acre-feet for the parties participating in water storage in Lake Texoma.

- XIII. Consider and act upon a Resolution by the Board of Directors of the Greater Texoma Utility Authority requesting financial assistance from the Texas Water Development Board; authorizing the filing of an application for assistance; and making certain findings in connection therewith (City of Sherman Projects).


General Manager Satterwhite provided the Board of Directors with information concerning the additional funding necessary for the City of Sherman Water Treatment Plant Expansion and Brine Line Disposal Projects. Additional funds are anticipated to be necessary for construction of the Water Treatment Plant Expansion Project due to recent increases in construction costs. Funding from the Texas Water Development Board for the Brine Line Disposal Project will also be applied for in this round of funding. The total funding is not expected to exceed \$12,000,000.

Board Member Yeatts made a motion to approve the resolution by the Board of Directors requesting financial assistance from the Texas Water Development Board in an amount not to exceed \$12,000,000. Board Member Stump seconded the motion and the motion passed unanimously.

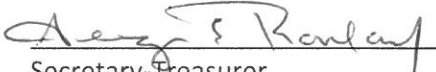
- XIV. Adjourn.

Board Member Kuneman made a motion to adjourn the meeting at 1:21 pm. The motion was seconded by Board Member Stump and passed unanimously.

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Recording Secretary



Secretary-Treasurer