

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

MONDAY APRIL 17, 2017

AT THE ADMINISTRATIVE OFFICES
5100 AIRPORT DRIVE
DENISON TX 75020

Members Present: Dave Stump, Scott Blackerby, Brad Morgan, Donald Skelton, George Rowland, Mark Kuneman, and Donald Johnston

Members Absent: None

Staff: Drew Satterwhite, P.E., Debi Atkins, Carolyn Bennett, Velma Starks,

General Counsel: Mike Wynne, Wynne and Smith

Visitors: Clyde Yeatts, former board member honoree

I. Call to Order

President Skelton called the meeting to order at 12:32 p.m.

II. Pledge of Allegiance

President Skelton led the group in the Pledge of Allegiance.

III. Presentation of Service Appreciation Plaques to Everett Grantham and Clyde Yeatts.

President Skelton presented the plaque to Clyde Yeatts and expressed his deepest gratitude for Mr. Yeatts' service on the Board of Directors. Mr. Grantham was not present to receive his plaque.

IV. 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 Rowland made a motion to approve the consent agenda items. Board Member Morgan seconded the motion. Motion passed unanimously.

V. * Consider and act upon approval of Minutes of March 20, 2017 Meeting

VI. * Consider and act upon approval of accrued liabilities for March 2017

VII. * Receive Monthly Financial Information

VIII. Citizens to be Heard

There were no citizens present requesting to speak before the Board.

IX. Consider all matters incident and related to amending the project description in relation to the "Greater Texoma Utility Authority Contract Revenue Bonds, Series 2013 (City of Ector Project)", including the adoption of a resolution relating thereto.

General Manager Satterwhite reviewed the Ector background information with the board. After having completed the 2013 Bond Projects, approximately \$50,000 in funds remained. The City of Ector is currently under enforcement action by the TCEQ to bring their wastewater treatment plant into compliance. The City is planning to make repairs to their level control structures which control outflow from each pond which is estimated to cost \$12,000. The Authority is currently pursuing an additional bond issue to construct a chlorine disinfection facility at the City's wastewater treatment plant. In order to utilize these existing bond funds toward these two (2) projects, a new commitment is going to be required by the TWDB which is expected to take place in May 2017. The TWDB also requested that the Authority amend the current bond resolution to include the wastewater projects.

The City of Ector Council will be considering this resolution confirmation at their upcoming meeting pending Authority Board approval. Board Member Morgan made a motion to authorize the amendment resolution to Resolution No. 1180 to allow for additional projects to be financed with the bond proceeds contingent upon the City of Ector Council approval of resolution. Board Member Blackerby seconded the motion and the motion passed unanimously.

X. Consider all matters incident and related to the issuance and sale of "Greater Texoma Utility Authority Contract Revenue Bonds, Series 2017A (City of Sherman Project)", including the adoption of a resolution authorizing the issuance of such bonds, establishing parameters for the sale and issuance of such bonds and delegating certain matters to authorized officials of the Authority.

General Manager Satterwhite reviewed Sherman Projects background information with the board. The City of Sherman purchased large excavators and hired personnel capable of construction most pipeline project in-house. This has proved to be a cost effective decision by the City. The City of Sherman plans to construct and design the pipeline portion of these proposed projects. The Gallagher Elevated Storage Tank and Preston Club Wastewater project are the only two projects that the City would need outside contractors to complete.

It has been determined that the best course of action would be to issue an amount not to exceed \$6,100,000 in bonds to be sold in the open market. Because the list of projects contains both water and wastewater projects; and the fact that the City will be constructing and designing a majority of these projects, it was the concurrence of everyone that the open market would be the most advantageous funding source.

