

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

MONDAY JUNE 18, 2018

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

Members Present: Brad Morgan, Stanley Thomas, Scott Blackerby, Donald Johnston, and Mark Kuneman,
Members Absent: Matt Brown and Ken Brawley
Staff: Drew Satterwhite, Carolyn Bennett, Debi Atkins, and Velma Starks
General Counsel: Mike Wynne, Wynne and Smith
Kristen Savant, Norton Rose Fulbright

I. Call to Order

Board President Morgan called the meeting to order at 12:30 p.m.

II. Pledge of Allegiance

Board President Morgan led the group in the Pledge of Allegiance.

III. Consent Agenda

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

IV. * Consider and act upon approval of Minutes of April 16, 2018 Meeting

V. * Consider and act upon approval of accrued liabilities for April / May 2018

VI. * Receive Monthly Financial Information

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

VII. Receive Quarterly Investment Report

Debi Atkins presented the Quarterly Investment Report to the Board. Board Member Blackerby made a motion to approve the report as presented. Board Member Thomas seconded the motion. Motion passed unanimously.

VIII. Citizens to be Heard

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

IX. Consider all matters incident and related to the issuance and sale of "Greater Texoma Utility Authority Contract Revenue Bonds, Series 2018 (City of Paradise Project)", including the adoption of a resolution authorizing the issuance of such bonds

General Manager Drew Satterwhite provided background information for the Board. The City of Paradise approached the Authority staff requesting assistance in obtaining funding to construct approximately 17,000' of 6" water line. The TWDB's DWSRF has been identified as the most economical source for funding this project for the City of Paradise. Kristen Savant explained the Bond Resolution that Revenue Bond Series 2018 in the amount of \$935,000 in principal amount of bonds shall be issued as Additional Bonds on a parity with the previously issued Revenue Bond Series 1999. This bond will have a 30 year term. In addition, the TWDB has awarded the City of Paradise \$300,000 in loan forgiveness. A resolution relating to this portion of the funding will be presented at the July board meeting.

The City of Paradise has also pursued \$300,000 in loan forgiveness from the TWDB, which will be utilized for this project. An agreement between the Authority and the City of Paradise will be presented at the July board meeting.

The adoption of this Resolution authorizes the issuance of such bonds. Board Member Blackberry made the motion to adopt this Resolution contingent upon the City of Paradise authorizing the bond resolution at their City Council Meeting. Board Member Kuneman seconded the motion. Motion passed unanimously.

X. Consider and act upon authorizing the execution of an Interlocal Agreement between North Texas Municipal Water District and Greater Texoma Utility Authority for transfer of Easements and Infrastructure Improvements

General Manager Drew Satterwhite provided the Board with background information. In 2007, the Authority completed construction Collin Grayson Municipal Alliance ("CGMA") water line and pump station. This project was a cooperative effort amongst the Authority, Melissa, Anna, Van Alstyne and Howe. During the property acquisition phase of the project, the Authority acquired over a mile of east-west easement through the City of McKinney with the intent of eventually constructing an 18-inch pipeline over to another pressure plane of the City of McKinney's water system to receive water. The intent all along was to begin taking water directly from NTMWD as soon as it was available, but they were several years out in their planning to have a large transmission line in the area of the CGMA facilities from which to receive water. McKinney agreed to CGMA buying water from NTMWD, but receiving the water temporarily (10 years) through their system in return for a pass through charge to reimburse

