

November 9, 2021

The Board of Directors of Brown County Water Improvement District No. 1 convened in a regular meeting at 4:00 pm, November 9, 2021, in the office of the District at 501 E. Baker, Brownwood, Texas. This meeting was called to order by Mr. Bert Massey; pledge led by Mr. Johnny Hays; and invocation by Mr. James McMillian. Mr. Jimmy Jones was present. Mr. Ted Simpson was not present. Legal Counsel, Bart Johnson, was also present. District staff members present: Mr. John Allen, Mr. Dale Weaver, Mr. Cody Shannon, Mr. Mark Davis, Ms. Kay Silva and Ms. Alveza Marin.

MINUTES

Board considered minutes from the regular meeting held on October 12, 2021, as well as a workshop on October 13, 2021, at the District's Lake Patrol building. After a brief review, Mr. Jones moved to approve the minutes as presented, seconded by Mr. McMillian. There being no further discussion, motion carried.

CLAIMS & ACCOUNTS

Claims, accounts & checks issued November 4, 2021, in a total amount of \$240,018.36 consisting of checks 29425-29506 were reviewed and approved as presented by motion by Mr. McMillian, seconded by Mr. Jones. There being no further discussion, motion carried.

INVESTMENT REPORT

Investment Report for October 2021 & Revenue and Expenditure Report for the month of September 2021 were considered. After a brief discussion, Mr. Jones moved to approve these reports as presented, seconded by Mr. Hays. There being no further discussion, motion carried.

CITIZEN PRESENTATIONS:

There were none.

EMPLOYEE HEALTH INSURANCE RENEWAL APPROVED EFFECTIVE DEC 1, 2021

Bart Johnson Sr. with Painter & Johnson Assoc. was present addressing the Board regarding renewal of the District's group health insurance. He reviewed the direct renewal policy with Blue Cross Blue Shield (BCBS) the District currently has, P620CHC, that is offered at an approximate one percent (1%) decrease. A twelve percent (12%) increase was budgeted for health insurance. He reviewed other policies and discovered they were all at a higher rate. Mr. Johnson recommended renewing with the same policy, P620CHC, as it is offered at a reduced rate. There was a slight 1.44% increase to the District's dental coverage. However, with health and dental combined, the total rate remains at an approximate one percent (1%) reduction in premium. After a brief discussion, Mr. Hays moved that for the next term beginning December 1, 2021, the Board renew with the current BCBS health insurance policy, P620CHC, seconded by Mr. McMillian. There being no further discussion, motion carried. Renewal group health insurance coverage with Blue Cross Blue Shield of Texas effective December 1, 2021, shall be as follows:

\$1176.06 monthly rate per employee	\$0 Preferred Generic Rx	\$300 ER Copy
\$30.00 Office visit copay/medical visit	\$10.00 Non-preferred Generic Rx	
\$250.00 In-network deductible	\$35.00 Preferred Brand Name Rx	
\$1250 Out of pocket maximum	\$75.00 Non-Preferred Brand Name Rx	
80% In-network coverage	\$150.00 Specialty Drug	

2020-2021 AUDIT APPROVED

Mr. Michael Hamby of 537 Apache Lane, Abilene, Texas and with Merritt, McLane & Hamby, P.C., presented the District's 2020-2021 fiscal year audit reporting that they did not identify any deficiencies or any instances of noncompliance during their audit and testing; thus no audit findings to report. Mr. Hamby indicated that the District's records and books are in great shape. After review, Mr. McMillian moved to approve the audit as presented, seconded by Mr. Jones. There being no further discussion, motion carried.

YR 2022 RATES SET

Board then reviewed rates for docks, spaces, other lake fees, irrigation, various water connections and jetties for year 2022. Each rate was reviewed and discussed as follows:

- *Irrigation for year 2022-Mr. Hays moved to keep the current rate per acre foot of raw water a \$60 the same, seconded by Mr. Jones. There being no further discussion, motion carried.
- *Two inch (2") water connections full time-Mr. Hays moved to keep the rate for full time 2" water connection at the current rate of \$400 per connection, seconded by Mr. McMillian. There being no further discussion, motion carried.
- *Two inch (2") water connections part time-Mr. Jones moved to keep the rate for the intermittent 2" water connections at the current rate of \$125 per connection, seconded by Mr. Hays. There being no further discussion, motion carried.
- *Docks-Mr. Hays moved to not assess any changes to the current dock rates of \$.20 per square foot for main floor or floor 1 and \$.10 per square foot for upper decks or second floors, seconded by Mr. McMillian. There being no further discussion, motion carried.
- *Commercial Stalls-Mr. Hays moved to increase the annual rate per stall from \$30/year to \$50/year, seconded by Mr. McMillian. There being no further discussion, motion carried.

* McCartney Island & Goat Island Annual Leases-Mr. Jones moved to increase the annual lease rate for McCartney Island leases from \$375 to \$400 per year and to leave the annual lease rate for Goat Island leases at the current rate of \$260/year, seconded by Mr. Hays. There being no further discussion, motion carried.

* Sailboats-Mr. Hays moved to eliminate sailboat fees from the rate review as the District does not regulate sailboats, seconded by Mr. McMillian. There being no further discussion, motion carried.

* Water Front Property Raw Water Intakes from Lake Brownwood for properties 1 acre or less-Mr. Jones moved to leave the annual rate for water front property raw water intakes at Lake Brownwood for properties 1 acre or less at the current annual rate of \$150, seconded by Mr. McMillian. There being no further discussion, motion carried.

* Water Front Property Intakes Lake Brownwood for properties more than one (1) acre- Mr. Jones moved to leave the annual rate for water front property raw water intake at Lake Brownwood for properties more than one (1) acre at the current annual rate of \$300, seconded by Mr. McMillian. There being no further discussion, motion carried.

* Jetties-Mr. Jones moved to increase the annual jetty lease rate per square foot from \$.10 per square foot to \$.25 per square foot, seconded by Mr. McMillian. There being no further discussion, motion carried.

* Late Fees- Mr. McMillian moved to modify late fees to the following, seconded by Mr. Hays: \$50.00 if payment is not received by the end of January;

Additional \$100.00 if payment is not received by the end of February;

Additional \$25.00 each subsequent month until payment is received.

There being no further discussion regarding late fees, motion carried.

Rate Schedule for year 2022:

<u>Irrigation</u>	<u>\$60 per acre foot of raw water</u>
<u>Full time WC</u>	<u>\$400/year</u>
<u>Part time WC</u>	<u>\$125/year</u>
<u>Docks</u>	<u>Fir1: \$.20/sqft. Fir2: \$.10/sqft</u>
<u>Commercial Boat Stalls</u>	<u>\$50.00 each</u>
<u>Annual McCartney Island Lease</u>	<u>\$400/space</u>
<u>Annual Goat Island Lease</u>	<u>\$260/space</u>
<u>Lake Brownwood Intakes:</u>	<u>Property 1 acre or less \$150/year</u>
<u>Lake Brownwood Intakes:</u>	<u>Property over 1 acre: \$300/year</u>
<u>Jetties</u>	<u>\$.25 per square foot</u>

DISTRICT'S INVESTMENT INVESTMENT POLICIES REVIEW/NO CHANGES

SALE OF LOTS 21-27 AT
ROBERTSON'S POINT
LAKE BROWNWOOD

General Manager then addressed the Board regarding review to the District's Investment Policies, indicating that there were no changes to consider. Mr. Hays moved to adopt District's Investment Policies as presented, seconded by Mr. Jones. There being no further discussion, motion carried.

UPDATE: INSTALLATION OF AUTO TRANSFER SWITCH AT TREATMENT PLANT FUNDED BY BROWN COUNTY COMMISSIONERS OFFICE

General Manager recommended the Board pass on this item regarding a request for purchase of lots 21-27 at Robertson's Point at Lake Brownwood by Scott Bryant and L.D. & Judy Bryant Ent., LLC, as no appraisal has been submitted to the District from Blasingame Appraisal. There was no objection to the General Managers recommendation.

UPDATE: DOCK 7087 AT MCCARTNEY ISLAND

District's Legal Counsel addressed the Board updating on the current status of dock 7087 at McCartney Island, which has not been revisited since the District's August 10, 2021, scheduled Board meeting. He indicated that he has been in contact with the other party's legal counsel and should have more information in December as a motion has been filed to appoint a receiver and a hearing is scheduled to take place on November 19, 2021, in Arkansas County. No action as this was an update only.

UPDATE: ZEBRA MUSSELS MITIGATION PROJECT MOVING FORWARD / ON SITE VISIT ON DECEMBER 15, 2021

General Manager reported that a raw water pump was recently pulled for maintenance. Fresh water snails were found, but not zebra mussels. General Manager continues to work with Freese & Nichols engineers in the District's efforts to mitigate future zebra mussel damages to the District's water infrastructure. Freese & Nichols will be here for their first on site visit regarding this project on December 15, 2021, to look at the design. Freese & Nichols is also due to put this project out for bids. No action.

ACTIVITIES REPORTS FROM DISTRICT'S SUPERVISORS

Each department supervisor then came forward and informed the Board of their recent and ongoing projects.

GENERAL MANAGER REPORT

General Manager proceeded to inform the Board of the following:

1. Current lake level: 1423.9 or 1" and 2 tenths below Spillway level.
Lake level one month ago 1423.9, same as previous month
Month of October: Not available. Evaporation station is under repair.
YTD totals not available: Precipitation **** Evaporation ****
Treatment plant October 2021 Average 6.017 mgd
Minimum 5.294 mgd
Maximum 6.848 mgd
2. Updates to District's Emergency Action Plan required by the EPA continue.
3. Chemical costs to treat water continue to rise. District has been informed that citric acid, for cleaning membranes at the membrane plant, may not be available to purchase sometime this coming year. Other acids are available to clean the membranes, but are not recommended due to

the age of the membranes as citric acid is the only chemical that has been used for cleaning. Additional orders are being placed for citric acid while it is available. The District now has a new ACH supplier offering it at \$.36 per pound. Previous supplier's price doubled from \$.28 per pound to \$.56 per pound.

4. Previously mentioned issues with TCEQ regarding turbidity monitor replacements at District's west plant continue. TCEQ was requiring engineering stamp of approval. However, the District has since received a letter of approval from TCEQ issued by the same team, but a different specialist reviewed the matter and issued the approval.

5. Inland Fisheries painted warnings regarding zebra mussels on the District's main ramp, Flat Rock Park as well as the State Park ramp.

6. New downtown project for the City of Early continues. They will begin dewatering a pond behind La Botana in Brownwood with a 4" pump the District has loaned for the project. Also, Inland Fisheries has informed the District that they have granted funds in the amount of \$95,000 to the City of Early for work on the pond.

7. District's Christmas party will take place on Tuesday December 7, 2021, at 11:30 am at the District's Maintenance Building on Riverside Drive.

8. There is a possibility that KOXE radio station may approach the District about putting up a weather station at the District's Lake Patrol office at no cost to the District.

9. Attended online training on Tuesday November 9, 2021, regarding meeting requirements stipulated in Senate Bill 3. Senate is requiring all public water systems in the State of Texas to have a means of survival for 24 hours without electricity and keep 20 PSI on its water system.

10. Oncor is still waiting on approval from TxDOT to move forward with their project to replace electric lines at the Hwy 279 Bridge at Lake Brownwood. The District granted permission at its regular board meeting in September 14, 2021. Their plan is to place the new lines underground. Should have more information by November 19, 2021. Their deadline for a completed project is the end of this year.

11. Water pump at Lake Brownwood was pulled for repair and to inspect for signs of zebra mussels. None were found. Small freshwater snails were found on the pump.

12. Freese & Nichols will be on site on Monday November 15, 2021, to look at a zebra mussel remediation site at Lake Brownwood.

13. District has received another check from Voltus in the amount of \$3173.00 for the most recent quarter for continued participation in their electric use reduction program.

ADJOURNMENT

At approximately 5:20 p.m., Mr. Jones moved to adjourn, seconded by Mr. Hays. There being no further discussion, motion carried unanimously.

Adjourned:


Bert Massey, President


Jimmy Jones, Secretary