

October 8, 2019

The Board of Directors of Brown County Water Improvement District No. 1 convened in a regular meeting at 4:00 pm, October 8, 2019, in the office of the District at 501 E. Baker, Brownwood, Texas. This meeting was called to order by Mr. Dennis Graham, pledge led by Mr. Dennis Graham; and invocation by Mr. Bert Massey. Mr. Ted Simpson, Mr. Jimmy Jones and Mr. James McMillian were also present. District's Legal Counsel, Mr. Bart Johnson Jr., was present. District staff members present: Mr. John Allen, Ms. Kay Silva, Ms. Alveza Marin, Mr. Dale Weaver, Mr. Cody Shannon and Mr. Troy Henderson.

MINUTES

Board considered minutes from the regular meeting held on September 10, 2019. Motion to approve was made by Mr. Massey, seconded by Mr. Simpson. Motion carried unanimously.

CLAIMS & ACCOUNTS

Claims, accounts & checks issued October 7, 2019, in a total amount of \$254,384.99 consisting of checks 27719-27783 were reviewed and approved by motion by Mr. Massey, seconded by Mr. Simpson. Motion carried unanimously.

INVESTMENT REPORT

Financial & investment reports for September, 2019 were considered. Motion was made by Mr. Simpson, seconded by Mr. Jones, to approve as presented. Motion carried unanimously.

CITIZEN PRESENTATIONS:

There were none.

EMPLOYEE HEALTH INSURANCE
RENEWAL APPROVED
EFFECTIVE DEC 1, 2019

Bart Johnson with Painter & Johnson Assoc. was present at this meeting and addressed the Board regarding renewal of the District's group health insurance. He reviewed the direct renewal policy with BCBS, P620CHC, that is offered at a twelve percent (12%) premium increase. He also reviewed other alternate policies that offered various office copays, deductibles, co-insurance coverage and out of pocket maximums. After a brief discussion, Mr. Massey moved that for the next term beginning December 1, 2019, the Board renew with the current BCBS health insurance policy, P620CHC, seconded by Mr. Simpson. Motion carried unanimously. Renewal group health insurance coverage with Blue Cross Blue Shield of Texas shall be as follows:

Effective date: December 1, 2019.	
\$1105.12 monthly rate per employee	\$0 Preferred Generic Rx
\$25.00 Copay per medical visit	\$10.00 Non-preferred Generic Rx
\$250.00 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

6Yr EXTENSION APPROVED
FOR BRAD TYSON FOR ROCK
HOUSE AT KIRKLANDS

After a brief discussion on the recently expired Lake Brownwood Residence Lease Agreement on the District's rock house located at Kirkland's, Mr. Massey moved to renew the Agreement for an additional six (6) years term at the same rate, terms and conditions, seconded by Mr. Jones. Motion carried unanimously.

YR 2020 RATES SET
IRRIGATION TABLED

The General Manager then addressed the board to review and set rates for docks, spaces, other lake fees, irrigation, various water connections and jetties for year 2020. Regarding Irrigation rates, the General Manager recommended the Board pass on taking action setting rates and revisit it at the next scheduled board meeting on November 12, 2019, to allow more time to gather irrigation use information and data for year 2019.

Full time WC \$400/year.

Mr. Massey motioned no change to current rate, seconded by Mr. Jones. Motion carried unanimously.

Part time WC \$125/year.

Mr. Massey motioned reduce the rate of part time WC from \$165 to \$125, seconded by Mr. Simpson. Motion carried unanimously.

Docks Flr1: \$.20/sqft. Flr2: \$.10/sqft.

Mr. Jones motioned no change to current rate, seconded by Mr. Massey. Motion carried unanimously.

Boat Stalls \$50.00 each

Mr. Jones motioned increase the rate from \$30 to \$50, seconded by Mr. Massey. Motion carried unanimously.

Annual Island Leases McCartney \$375/space. Goat \$260/space.

Mr. Jones motioned no change to current rates, seconded by Mr. Simpson. Motion carried unanimously.

Sailboats \$33/\$49/\$65/\$81 (based on size of sailboat)

Mr. Jones motioned no change to current rates, seconded by Mr. Simpson. Motion carried unanimously.

Lake Brownwood Intakes: Property up to 1 acre: \$150/year.

Mr. Massey motioned to increase the annual rate from \$125 to \$150, seconded by Mr. Simpson. Mr. Jones opposed the motion. Motion carried.

Lake Brownwood Intakes: Property over 1 acre: \$250/year.

Mr. Massey motioned to increase the annual rate from \$250 to \$300, seconded by Mr. Simpson. Motion carried unanimously.

Jetties \$.10 per square foot

Mr. Simpson motioned no change to current jetty rates, seconded by Mr. Massey. Motion carried unanimously.

REPORT ON THE UPCOMING
DOCK ENCAPSULATION

District's Legal Counsel addressed the Board regarding his research on legal details regarding the removal of docks from Lake Brownwood that are not in compliance with the encapsulation rule for docks on Lake Brownwood. No action.

REPORT ON MCCARTNEY
ISLAND 3 YEAR DOCK
MOORING REQUIREMENT

General Manager then informed the Board of the status on McCartney Island leases and the upcoming three (3) year deadline to have a dock moored to each space on the island. This requirement went into effect January 1, 2017, allowing leaseholders that did not have a dock moored to their space three (3) years from the date of commencement to have a dock moored to the space. The deadline is January 1, 2020. District staff has prepared and sent correspondence and notices to let leaseholders know if this deadline. No action.

BUDGET AMENDMENT
APPROVED FOR TRASH PIT
CLEAN UP AT TP

General Manager requested approval of a budget amendment in the amount of \$9,200.00 to cover the cost of cleaning out a trash pit near the District's treatment plant and hauling that material to the Brownwood Landfill. After a brief discussion, motion was made by Mr. Simpson, seconded by Mr. Jones. Motion carried unanimously.

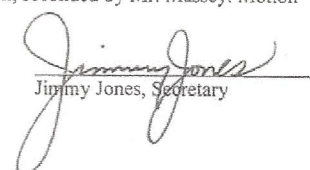
GENERAL MANAGER REPORT General Manager proceeded to inform the Board of the following:

11. Lake Brownwood at full capacity is 1425 msl / Current lake level 122.34 / This is 2 feet 8 tenths below spillway / Lake level at last month's board meeting September 10, 2019 was 1423.9 msl or 1 foot 2 tenths below spillway level / Month of September 2019 precipitation zero inches / evaporation 8.25 inches / Year to date precipitation on October 1, 2019, 15.33 inches / Year to date evaporation 54.85 inches / Treatment plant September 2019 averages approximately 7.1 mgd / minimum 5.9 mgd / maximum 7.7 mgd.
12. Raw water pump failed at treatment plant. Looking at alternatives to last longer than five years.
13. This past weekend lost the west plant rapid mix due to bearings failure. A replacement is on hand with only minor modifications needed.
14. Raw water pump failure at treatment plant due to design flaws. Costs for repairs are approximately \$28,000. This pump lasted five (5) years. A replacement pump is approximately \$29,000, but looking for alternate designs that will last longer. District has a total of three (3) raw water pumps at the treatment plant.
15. January 1, 2020, is the three (3) year deadline on the McCartney Island leases to either have a dock, transfer or sell. No more than one (1) space per individual. Letters are being sent out this week as a courtesy to those not in compliance. The notice also warns of that the District will not renew a lease for spaces that are in violation.
16. On Monday, September 9, 2019, had a conference with Voltus/Ercot demanding a response from the District regarding the District's participation in a program that would save the District money by voluntarily curtailing electric use on occasion. A proposal was never sent.
17. Sale of property to Vickie Ahrlert on Pency is now complete.
18. Sale of property to Teresa Northcutt on Peninsula is now complete.
19. Contacted by George Macatee with Murcap, Rock Crusher Railroad, about property between the old Bowie Lumber and the old GTE building that has a rail spur on it. District has easements that were abandoned back in 1997. Their records still showed the easement.
20. Lightening damage insurance claim at the treatment plant estimated to approximately \$16,000.
21. Oncor is finally moving forward on new service on McCartney Island.
22. Meeting with Freese & Nichols Region F representatives on October 23, 2019. Working on updating the 2021 regional water plan.

ADJOURNMENT

At approximately 5:10 p.m., Mr. Simpson moved to adjourn, seconded by Mr. Massey. Motion carried unanimously.

APPROVED:


Dennis Graham, President
Jimmy Jones, Secretary