

November 12, 2019

The Board of Directors of Brown County Water Improvement District No. 1 convened in a regular meeting at 4:00 pm, November 12, 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. Ted Simpson; and invocation by Mr. Bert Massey. Mr. 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 October 8, 2019. Motion to approve was made by Mr. Massey, seconded by Mr. Simpson. Motion carried unanimously.

CLAIMS & ACCOUNTS

Claims, accounts & checks issued November 8, 2019, in a total amount of \$213,368.27 consisting of checks 27784-27857 were reviewed and approved by motion by Mr. Massey, seconded by Mr. Jones. Motion carried unanimously.

INVESTMENT REPORT

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

CITIZEN PRESENTATIONS:

There were none.

2018-2019 AUDIT APPROVED

Ms. Joyce Cornelius, CPA, representing Burl Lowery, CPA, presented the District's 2018-2019 fiscal year audit reporting that it was an unmodified report with no findings to be reported, indicating that the District's records are in good order. After review, motion was made by Mr. Massey, seconded by Mr. Simpson, to approve the audit as presented. Motion carried unanimously.

DISTRICT'S INVESTMENT
POLICY APPROVED
NO CHANGES

General Manager then briefly discussed the District's Investment Policy and indicated that there are no changes or modifications to consider. Motion was made by Mr. Jones, seconded by Mr. Massey, to approve the investment policies as is. Motion carried unanimously.

MONARCH UT ROUSTABOUT
BOAT DECLARED SURPLUS

General Manager then requested approval to declare District's Monarch UT Roustabout boat surplus in order to sell. Will begin advertising this coming spring. Motion was made by Mr. Jones, seconded by Mr. Massey, to approve the request as presented. Motion carried unanimously.

IRRIGATION RATES SET
FOR YEAR 2020

The General Manager then addressed the board to review and set rates for irrigation for year 2020. Irrigation rates are normally set in November, but additional time was requested to gather as much information to present to the Board regarding sales. After some discussion, General Manager recommended that irrigation rates not be increased in attempts to keep irrigation sales going. Motion was made by Mr. Jones, seconded by Mr. McMillian, to keep the same rate of \$60 per acre foot in irrigation. Motion carried unanimously.

DOCK ENCAPSULATION
REQUIREMENTS TO BE
PLACED UNDER CHPT 7
TEXAS WATER CODE

District's Legal Counsel addressed the Board informing that approximately nine (9) docks remain that are not on a dock builder's list for encapsulation work. Legal Counsel continues to work on legal details regarding the removal of docks from Lake Brownwood that are not in compliance with the encapsulation rules for docks on Lake Brownwood. He has spoken to representatives with the LCRA asking for information and direction. He is looking into preparing a resolution to be passed to be able to take enforcement action. Mr. Massey moved to authorize the General Manager to execute a Resolution on behalf of the District's Board of Directors placing dock encapsulation requirements under Chapter 7 of the Texas Water Code, authorizing enforcement power pursuant to Chapter 7 of the Texas Water Code, seconded by Mr. Massey. Motion carried unanimously.

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. District staff has prepared and sent correspondence and notices to let leaseholders know of this deadline. The District has not received any calls from anyone regarding this notice. No action.

REPORT ON SLUDGE

General Manager informed that all sludge has been removed from the District's treatment plant site and transported to the Brownwood Landfill. TCEQ has been notified of this as well. No actions.

GENERAL MANAGER REPORT


General Manager proceeded to inform the Board of the following:

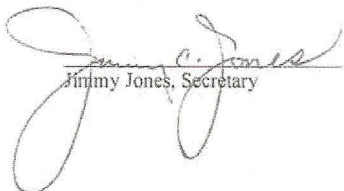
1. Lake Brownwood at full capacity is 1425 msl / Current lake level 1421.84 / This is 2 tenths below Spillway / Lake level at last month's board meeting September 10, 2019 was 1422.34 msl or 2 feet 8 tenths below spillway level / Month of October 2019 precipitation 1.23 inches / evaporation 5.36 inches / Year to date precipitation on November 1, 2019, 16.56 inches / Year to date evaporation 60.21 inches / Treatment plant October 2019 averages approximately 5.4 mgd / minimum 4.0 mgd / maximum 7.1 mgd.
2. Rapid mix at west plant has been repaired with parts on hand.
3. 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. The other two (2) are expected to fail sometime in the future. The Board instructed GM to order the pump now and look at a budget amendment at next month's regular scheduled board meeting.
4. Pipeline leak behind Greenleaf Cemetery located before the Brookesmith meter. District's maintenance crew worked on leak. Ledsome Machine Shop had to be contacted to assist.
5. Previous conference with Voltus, Inc., on Monday September 9, 2019, regarding a program to save the District on utility costs. Item will be on next month's meeting agenda.
6. Insurance claim on lightening damage at the District's treatment plant previously estimated at approximately \$16,000. The District has received a reimbursement check in the amount of \$23,585.19.
7. Oncor is finally moving forward on new service on McCartney Island. Now drilling holes for poles.
8. Will attend a Region F meeting on November 21, 2019, in Big Spring.
9. Boy Scouts of America are looking to start a Sea Scout Troop in Brownwood. District is working on helping make this happen. A group can be found in Abilene, Texas. Because there is no access to water here, a group has not been started in this area. Possibly the old Girls Scouts camp near Lake Brownwood.
10. Texas Water Development Board conference call scheduled on November 13, 2019 regarding a water conservation group.
11. Will work with Legal Counsel, Bart Johnson, Jr., on lease terminations for those on McCartney Island not in compliance with the new lease stipulations.
12. Visit to District's treatment facility by Matt Henning with FM Global is scheduled to take place on November 14, 2019.
13. Divers are inspecting the District's water storage tanks today.
14. Working on Texas Comptroller's Eminent Domain registration.
15. Will look into a trash pile near Lake Brownwood and getting it cleaned up.

ADJOURNMENT

At approximately 5:08 p.m., Mr. Massey moved to adjourn, seconded by Mr. Jones. Motion carried unanimously.

APPROVED:


Dennis Graham, President


Jimmy Jones, Secretary