

**Minutes of Meeting
Board of Directors
Kaufman County Fresh Water Supply District No. 1-D**

April 7, 2022

The Board of Directors (the "Board") of Kaufman County Fresh Water Supply District No. 1-D (the "District") met in special session by open to the public, on Thursday, April 7, 2022 at 12:00 p.m., at 2728 N. Harwood Street, Suite 500, Dallas, Texas 75201, an official meeting place outside the boundaries of the District. The roll was called of the members of the Board, to wit:

Alice D. Bittner	President
Jenny Berry Woods	Vice President
Heather Aubrey Baker	Secretary
Kellye Teal	Treasurer/Asst. Secretary
Connie Christensen	Assistant Secretary

All Directors were present at the commencement of the meeting. The following individuals were also present: Ms. Neima Gas, District resident; Ms. Karena Hauter, P.E., and Ms. Leslie Madison, P.E. of BGE, Inc.; Ms. Kerry Tovery of Dye & Tovery, LLC ("D&T"); Mr. Cameron Robinson of Inframark; Kaufman County Constable Jason Johnson, Precinct No. 2; Mr. Ross Martin, attorney, and Ms. Genny Lutzell, paralegal, and Ms. Angie Barrett, paralegal each with Winstead PC.

1. Call to Order. The meeting was called to order at 12:12 p.m.
2. Public Comments and Communications. Mr. Martin opened the meeting to public comment. Hearing none, Director Christensen moved to close the public comment session. Director Bittner seconded said motion, which carried unanimously.
3. Minutes of March 3, 2022 Board meeting. Following a discussion, Director Bittner moved to approve the minutes as transcribed. Director Christensen seconded said motion, which carried unanimously.
4. Patrol Activity Report. The Board reviewed the report prepared by Constable Jason Johnson, a copy of which is attached hereto as Exhibit "A". Next, Constable Johnson reviewed with the Board a proposal to create and enforce parking restrictions along the west side of Beefmaster Court, noting that North Forney High School students are utilizing street parking in lieu of designated parking on school property. Following a discussion, Director Bittner moved that the Board authorize the District engineer to perform a traffic flow study for the purpose of adopting parking restrictions for a portion of Beefmaster Court. Director Christensen seconded said motion, which carried unanimously.
5. Communication Report. No formal report was heard.

6. Engineer's Report. Ms. Hauter reviewed with the Board copies of an Engineer's Report, prepared by BGE, Inc., a copy of which is attached hereto as Exhibit "B". Ms. Hauter reviewed the status of landscape amenities, and earthwork, utility and paving improvements. Next, Ms. Hauter updated the Board regarding discussions held with consultants to address damage caused by beaver dams. Following a discussion, Director Bittner moved that the Board (i) approve the Engineer's report; and (ii) authorize the District Engineer to perform a traffic flow study on Beefmaster Court. Director Christensen seconded said motion, which carried unanimously.
7. Operator's Report. Mr. Robinson presented to and reviewed with the Board copies of Operations and Maintenance Reports prepared by Inframark on behalf of the District and Kaufman County Fresh Water Supply District No. 1-A ("KC1A"), copies of which are attached hereto as Exhibit "C". Mr. Robinson recommended an update to the District's Rate Order to include routine backflow and grease trap inspection services. Next, Mr. Robinson stated that Inframark will draft letters to forward to commercial properties. Next, Mr. Robinson summarized the status of collections and deposit refunds for utility accounts.

Following a discussion, Director Bittner moved that the Board (i) accept the Operator's Reports; and (ii) authorize District counsel to amend the District's Rate Order to include backflow and grease trap inspection provisions and fees for same. Director Berry-Woods seconded said motion, which carried unanimously.
8. Developer's Report. Mr. Lemke reviewed with the Board a summary of commercial lots, multi-family homes, and discussions held with AT&T for the provision of cellular communication sites to be installed in the District's right-of-way. No formal action was taken by the Board.
9. Bookkeeper's Report. Ms. Tovery presented to and reviewed with the Board copies of the bookkeeping report prepared by D&T, a copy of which is attached hereto as Exhibit "D". Following a discussion, Director Bittner moved that the Board (i) approve the bookkeeper's report as presented; and (ii) authorize payment of checks as listed in the report. Director Christensen seconded said motion, which carried unanimously.
10. Ratify and Approve Operating Agreement with KC1A. Mr. Martin discussed with the Board the provisions of said Agreement, noting that the District owns and operates the wastewater treatment plant, and is currently constructing a regional sewer line for the provision of said services. Following a discussion, Director Bittner moved that the Board ratify and approve the Operating Agreement with KC1A. Director Christensen seconded said motion, which carried unanimously.
11. Second Amendment to Joint Utility and Wholesale Allocation Agreement. Mr. Martin reviewed the proposed Agreement with the Board. Following a discussion, Director Bittner moved to approve said Agreement, subject to final review by District counsel. Director Christensen seconded said motion, which carried unanimously.
12. Consider and approve Settlement Agreement for litigation regarding nonpayment of wastewater improvement costs by Kaufman County Fresh Water Supply District No. 1-B.

Executive Session. Upon motion by Director Bittner, seconded by Director Christensen, the Board voted unanimously to convene into Executive Session pursuant to Section 551.071(1)(A), Texas Government Code to consult with the District's attorney regarding pending or contemplated litigation.

The meeting was closed to the public at 12:46 p.m. The Board reconvened the meeting in open session at 12:55 p.m. Following a discussion, Director Bittner moved that the Board approve the Settlement Agreement, subject to attorney comments. Director Christensen seconded said motion, which carried unanimously.

13. Tentative Date for Next Meeting. Upon motion duly made, seconded and unanimously carried, the Board scheduled the next meeting of the Board for Thursday, May 5, 2022, at 12:00 noon, or until further call.
14. Other business: The Board recognized the resignation of Connie Christensen at this time. Next, the Board recognized Neima Gas as a District resident, and noted her appointment to the Board at the next meeting.

After noting no further business to come before the Board, Director Bittner moved that the meeting be adjourned. Director Christensen seconded said motion, which carried unanimously. The meeting adjourned at 1:00 pm.



Secretary