

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

January 5, 2023

The Board of Directors (the "Board") of Kaufman County Fresh Water Supply District No. 1-D (the "District") met in regular session by open to the public, on Thursday, January 5, 2023 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 Street Baker	Secretary
Kellye Teal	Treasurer/Asst. Secretary
Neima Gas	Assistant Secretary

All Directors were present at the commencement of the meeting with the exception of Director Teal. The following individuals were also present: Mr. RL Lemke, developer representative; Constable Jerry Kitchens, Precinct 2; Ms. Karena Hauter, P.E. and Ms. Bryant Caswell, P.E. of BGE, Inc.; Ms. Kerry Tovery of Dye & Tovery, LLC ("D&T"); Mr. Cameron Robinson of Inframark, LLC ("Inframark"); Mr. John Kissling, member of the Board of Kaufman County Fresh Water Supply District No. 1-B; Mr. Ross Martin, attorney, and Ms. Genny Lutzell, paralegal, each with Winstead PC.

1. Call to Order. The meeting was called to order at 12:03 p.m.
2. Public Comments and Communications. Mr. Martin opened the meeting to public comment. Hearing none, Director Bittner moved to close the public comment session. Director Baker seconded said motion, which carried unanimously.
3. Minutes of December 1, 2022 Board meeting. Following a discussion, Director Bittner moved to approve the minutes as transcribed. Director Woods seconded said motion, which carried unanimously.
4. Patrol Activity Report. Constable Kitchens reviewed with the Board copies of the December 2022 Patrol Report with the Board, a copy of which is attached hereto as Exhibit "A". Following a discussion, Director Bittner moved that the Board approve the report, and authorize the Board President to execute a letter agreement to formally authorize and approve installation of Flock Safety Raven System sensors within designated locations within the District. Director Woods seconded said motion, which carried unanimously.
5. Communications Report. The Board acknowledged receipt of a written report from Triton Communications. No formal action was taken by the Board.
6. Financial Advisor Report. No formal report was heard.

7. 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 summarized the status of construction projects currently underway within the District. Next, Ms. Hauter next requested District consideration of a proposal from CrossRoads, L.P. to install a missing speed limit sign and wiring for a flashing school zone beacon in the amount of \$850.00.

Next, Ms. Hauter recommended approval of Pay Estimate No. 6 in the amount of \$21,681.90, Change Order No. 1 for \$8,141.00, and Change Order No. 2 for \$573,077.75 for earthwork improvements in Windmill Farms Phase 6B from Obra Ramos Construction, LLC. Following a discussion, Director Bittner moved that the Board (i) accept the Engineer's Report; (ii) approve one pay estimate and change orders as recommended by the District Engineer; and (iii) approve the proposal from CrossRoads, L.P. for services to restore school zone signage and safety lighting. Director Woods seconded said motion, which carried unanimously.

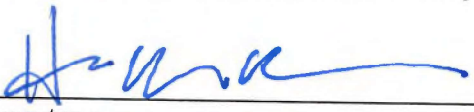
8. Operator's Report. Mr. Robinson reviewed with the Board copies of an Operator's Report as of November 2022, a copy of which is attached hereto as Exhibit "C". Mr. Robinson next reviewed with the Board copies of a draft Notice Regarding Extreme Weather Emergencies pursuant to requirements set forth in Texas Senate Bill No. 3. Next, Inframark has notified the District of a change in financial institutions to Central Bank, and has further requested action to open a deposit account. Finally, Mr. Robinson reported two (2) excursions for the month of November due to software errors, noting that the laboratory is forwarding required correspondence to the Texas Commission on Environmental Quality. Following a discussion, Director Bittner moved that the Board accept the Operator's Report. Director Woods seconded said motion, which carried unanimously.
9. Community Waste Disposal ("CWD") regarding cost adjustment. Mr. Martin reminded the Board that at the last Board meeting, CWD provided notice of a cost adjustment effective January 1, 2023. Following a discussion, Director Bittner moved to ratify and approve said cost adjustment for solid waste and recyclable materials collection services. Director Woods seconded said motion, which carried unanimously.
10. Amended Rate Order. Mr. Martin presented to and reviewed with the Board copies of proposed changes to the District's Rate Order. The Board next reviewed a comprehensive Rate Order Analysis prepared by Dye & Toverly, LLC, a copy of which is attached hereto as Exhibit "D". Ms. Toverly addressed increased costs for sewer, patrol and the AUC lease arrangement which results in an additional \$25.53 for each District utility customer. Following a discussion, Director Bittner moved that the Board authorize District counsel to amend the rate order to formalize said increases. Director Street seconded said motion, which carried unanimously.
11. Developer's Report. Mr. Lemke discussed the status of construction and development within the District, noting continued interest from home builders. No formal action was taken by the Board.
12. Bookkeeper's Report. Ms. Toverly presented to and reviewed with the Board copies of a bookkeeping report prepared by D&T, a copy of which is attached hereto as Exhibit "E".

Next, Ms. Tovery announced an increase of 7.1% for bookkeeper services pursuant to the engagement letter with the Board. 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 Teal 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, February 2, 2023, at 12:00 noon, or until further call.

After noting no further business to come before the Board, Director Bittner moved that the meeting be adjourned. Director Woods seconded said motion, which carried unanimously. The meeting adjourned at 12:30 pm.




Secretary