

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

**January 6, 2022**

The Board of Directors (the "Board") of Kaufman County Fresh Water Supply District No. 1-A (the "District") met in special session by open to the public, on Thursday, January 6, 2022 at 1:00 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:

Doug Bynum	President
Michael Regan	Vice President
Ronald Sorenson	Secretary
Jordan Peterson	Assistant Secretary

All Directors were present at the commencement of the meeting. The following individuals were also present in the meeting: Mr. RL Lemke of Pillar Income Asset Management; Ms. Kerry Tovery of Dye & Tovery LLC ("D&T"); Mr. Bryant Caswell of BGE, Inc. ("BGE"); Mr. John Kissling, member of the Board of Directors of Kaufman County Fresh Water Supply District No. 1-B; Mr. Cameron Robinson of Inframark; and Ms. Sarah Landiak, attorney, and Ms. Genny Lutz, paralegal of Winstead PC.

1. The meeting was called to Order at 1:00 p.m.
2. Public Comment and Communications. The Board opened the meeting to public comment. Hearing none, the Board closed the public comment session of the meeting.
3. Minutes of December 15, 2021 Board of Directors Meeting. Following a discussion, Director Regan moved to approve the Minutes of the December 15, 2021 Board meeting. Director Sorenson seconded said motion, which carried unanimously.
4. Engineer's Report. Mr. Caswell presented to and reviewed with the Board copies of an Engineer's Report prepared by BGE, a copy of which is attached hereto as Exhibit "A". Mr. Caswell stated that the contractor is working on addressing punch list items from inspection of the regional lift station. Next, Mr. Caswell reported that notices have been published in connection with the renewal application for the wastewater treatment plant. Finally, Mr. Caswell reported that the contractor is testing lines at the regional sewer project (CR 212 to Windmill Farms Regional Lift Station), and gravity sewer construction is currently underway between FM 741 and Rogers Blvd.

Mr. Caswell next reviewed with the Board two bids received for the water line extension project from the Windmill Farms Pump Station to Walden Pond and Water Meter. Mr. Caswell stated that following a review of the bid tabulations, BGE recommends award of a contract to Wilson Contractor Services, LLC in the amount of \$3,286,144.07.

Mr. Caswell next reviewed with the Board the following Pay Estimates and Change Orders: (i) Pump Station Expansion – Phase One – Pay Estimate No. 9 in the amount of \$127,268.85; and Change Order No. 4 in the amount of \$7,750.00 each from Summit Solutions, Inc; and (ii) Regional Sewer Project Mustang Creek Lift Station to CR 212 (Package 2 – Gravity Main) – Pay Estimate No. 9 in the amount of \$105,999.35 from Belt Construction of Texas, LLC.

Mr. Caswell next reviewed with the Board the status of the District's Application for Authorization to Proceed with Emergency Project as submitted to the Texas Commission on Environmental Quality by BGE in connection with clarifier repairwork.

Mr. Caswell then confirmed that the Environmental Protection Agency has acknowledged receipt of the District's Emergency Response Plan pursuant to America's Water Infrastructure Act of 2018.

Following a discussion Director Regan moved that the Board (i) accept the Engineer's report; (ii) authorize award of a contract for construction of a water line extension from the Windmill Farms Pump Station to Walden Pond and Water Meter to Wilson Contractor Services, LLC.; and (iii) approve all pay estimates and change orders as recommended by the District Engineer. Director Sorenson seconded said motion, which carried unanimously.

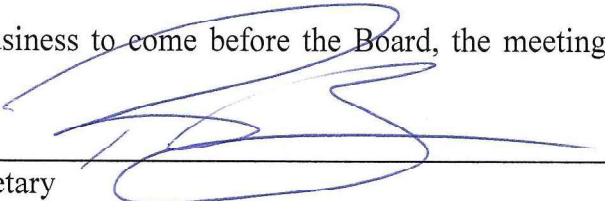
5. Developer's Report. Mr. Lemke discussed the status of construction and development within the Windmill Farms subdivision. No formal action was taken by the Board.
6. Operator's Report. Mr. Robinson reviewed with the Board copies of an Operator's Report, a copy of which is attached hereto as Exhibit "B". Mr. Robinson stated that repair work for the clarifier until has been delayed due to staffing shortages caused by Covid-19. Finally, Mr. Robinson addressed a reported non-compliance matter, noting that the matter has been investigated and reported to be the result of an error at the lab, and no further action is required. Following a discussion, Director Sorenson moved that the Board accept the Operator's Report. Director Regan seconded said motion, which carried unanimously.
7. Bookkeeping Report, Payment of Invoices, Current and Proposed Budget Matters, Bank Resolutions, and related Bookkeeping matters. Ms. Toverly reviewed with the Board copies of the Operating Expense Cash Report – General Fund and Joint Utility Facilities and Operations report prepared by D&T, copies of which are attached hereto as Exhibit "C". Following a discussion, Director Regan moved to approve the bookkeeper reports; and authorize disbursement of funds. Director Peterson seconded said motion, which carried unanimously.
8. 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 Sorenson, seconded by Director Peterson, 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 1:10 p.m. The Board reconvened the meeting in open session at 1:13 p.m. No formal action was taken by the Board.

9. Order Calling Directors Election. Ms. Landiak presented to and reviewed with the Board an Order Calling Directors Election for May 7, 2022, a copy of which is attached hereto as Exhibit "D". Ms. Landiak noted that terms of office for Director Regan and Director Sorenson will expire in 2022. Following a discussion, Director Regan moved that the Board adopt the Order Calling Directors Election for May 7, 2022, as presented. Director Sorenson seconded said motion, which carried unanimously.
10. 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 10, 2022 at 1:00 pm, or until further call.

After noting that there was no further business to come before the Board, the meeting adjourned at 1:25 pm.

  
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Secretary