

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

October 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, October 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. The following individuals were also present: Mr. John Kirk of Pillar Income Asset Management; Mr. Josh Dennison of Scarborough Lane Development; Kaufman County Constable Jerry Kitchens, Precinct 2; Mr. A.J. Sanders of Triton Consulting Group, LLC; Mr. John Kissling; member of Board of Directors, Kaufman County Fresh Water Supply District No. 1-B; Mr. Bryant Caswell, P.E. of BGE, Inc.; Ms. Kerry Tovery of Dye & Tovery, LLC ("D&T"); Ms. Katie May and Mr. Cameron Robinson of Inframark, LLC ("Inframark"); Ms. Sarah Landiak, attorney and Ms. Genny Lutz, paralegal, each with Winstead PC.

1. Call to Order. The meeting was called to order at 12:07 p.m.
2. Public Comments and Communications. Ms. Landiak 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 September 7, 2023 Board meeting. Following a discussion, Director Bittner moved to approve the minutes as transcribed. Director Baker seconded said motion, which carried unanimously.
4. Patrol Activity Report. Constable Kitchens reviewed with the Board copies of the September 2023 Patrol Report with the Board, a copy of which is attached hereto as Exhibit "A". Next, Constable Kitchens reviewed with the Board a request from Forney Independent School District to consider the establishment of a school zone on the east bound and west bound sides of Falcon Way for the newly opened Dewberry Elementary School. Following a discussion, Director Bittner moved that the Board (i) concur with the establishment of a school zone as depicted in the patrol report; and (ii) accept the patrol activity report. Director Teal seconded said motion, which carried unanimously.
5. Discussion regarding contract for Patrol Services with Kaufman County Constable's Office. Ms. Landiak and Constable Kitchens reviewed with the Board the current

arrangement with Kaufman County Fresh Water Supply District No. 1-C (“KC1C”) to receive patrol services under the terms and provisions of an Interlocal Agreement entered into by and between KC1C and the Constable’s Office. Next, Constable Kitchens reviewed with the Board the current budget for the current year, and proposed increases for 2024. No formal action was taken by the Board.

6. Communications Report. The Board recognized Mr. Sanders who provided an update to the Board on services rendered to maintain the District’s website. No formal action was taken by the Board.
7. Engineer’s Report. Mr. Caswell reviewed with the Board copies of an Engineer’s Report, prepared by BGE, Inc., a copy of which is attached hereto as Exhibit “B”. Mr. Caswell summarized the status of construction projects currently underway within the District.

Mr. Caswell next reported that BGE has contacted Open Spaces TX to request a quote to mobilize herds of goats to clear the creek channels within the District. Members of the Board discussed this option as a way to provide cost savings over traditional land clearing methods. Following an extensive and somewhat entertaining question and answer session among meeting attendees, the Board requested additional information to ensure the safety of goats and possible spectators, utilizing text alerts to provide updates to District residents. Mr. Caswell reported that an estimated 450 goats would be required to clear the creek channels, and that supervision would be provided by Open Spaces TX. Upon motion by Director Bittner, seconded by Director Berry and unanimously carried, the Board authorized District Consultants to request a formal quote from Open Spaces TX to include certain liability terms and conditions to be reviewed by District Counsel.

Mr. Caswell next reviewed a quote from Wildernex, LLC for removal of beavers in the amount of \$2,989.00.

Finally, Mr. Caswell requested District authorization for BGE to prepare and submit documentation to the Texas Commission on Environmental Quality (“TCEQ”) relative to Lead and Copper Rules, as revised. The estimate to complete the work and submit to the TCEQ is \$7,500.00.

Upon motion by Director Bittner, seconded by Director Teal, and unanimously carried, the Board (i) approved the Engineer’s Report; and (ii) authorized BGE to proceed with preparation and submission of documentation to the TCEQ to comply with Lead and Copper Rules.

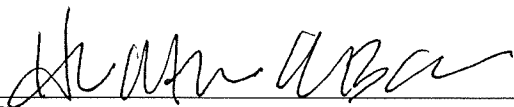
8. Operator’s Report. Mr. Robinson reviewed with the Board copies of an Operator’s Report as of August 2023, a copy of which is attached hereto as Exhibit “C”. Mr. Robinson reviewed account collections, deposit refunds and general operation matters, noting no compliance issues. Following a discussion, Director Bittner moved that the Board approve the Operator’s Report. Director Teal seconded said motion, which carried unanimously.
9. Developer’s Report. No formal report was heard.

10. Resolution Setting Limit on Fees of Office. Ms. Landiak discussed recent changes to Section 49.060, Water Code relative to fees of office. Ms. Landiak noted that the Board may elect to increase the fees of office not greater than the amount of per diem set by the Texas Ethics Commission for members of the legislature under Section 24a, Article III, Texas Constitution. Following a discussion, Director Bittner moved that the Board (i) authorize an increase in per diem fees for Board members to \$221; and (ii) approve the Resolution related thereto, a copy of which is attached hereto as Exhibit "D". Director Teal seconded said motion, which carried unanimously.
11. Bookkeeper's Report. Ms. Tovery presented to and reviewed with the Board copies of a bookkeeper's report and joint utilities facilities and operations reports prepared by D&T, copies of which are attached hereto as Exhibit "E". Next, Ms. Tovery provided the Board with an update regarding amounts due from KC1B and the District for joint utility facilities and operations. Following a discussion, Director Bittner moved that the Board approve the bookkeeper's report and authorize disbursement of funds. Director Teal seconded said motion, which carried unanimously.

Next, Ms. Tovery discussed with the Board a request from Director Gas to authorize reimbursement for expenses relative to Board member attendance at District-related conferences or events. An extensive discussion took place among members of the Board regarding member availability to attend training programs, fees and travel related costs, and possible ways to share information with all Board members. Following a discussion, Director Teal moved that the Board authorize Director Gas' attendance at the Association of Water Board Directors - Directors 201 Workshop on October 13, 2023 in an amount not to exceed \$700. Director Gas seconded said motion, which carried unanimously.

12. Tentative Date for Next Meeting. Upon motion duly made, seconded and unanimously carried, the Board scheduled the next meeting of the Board for Thursday, November 2, 2023, at 12:00 noon, or until further call.

After noting no further business to come before the Board, Director Teal moved that the meeting be adjourned. Director Bittner seconded said motion, which carried unanimously. The meeting adjourned at 1:04 pm.


Secretary

