

NUECES WATER SUPPLY CORPORATION

Minutes – Regular Meeting
July 17, 2018

Board Members Present:

Alice J. Black
Donald Lundmark
Sherry Zimmerman

Board Members Absent:

Mike Benton
Ruth Ann Smith

Staff Present:

Carola G. Serrato
Frances De Leon
Jo Ella Wagner
Jacob Hinojosa

Guests Present:

Johnny Calderon
Bishop Mayor Tem Miller

1. Call to Order.

Ms. Alice J. Black, President, called the Regular Meeting to order at 10:00 a.m. at the South Texas Water Authority Boardroom, 2302 East Sage Road, Kingsville, Texas. A quorum was present.

2. Citizen comments.

Ms. Black opened the floor for citizen comments. No comments from the public were made.

3. Approval of Minutes.

Ms. Zimmerman made a motion to approve the minutes of the June 20, 2018 Regular Meeting as presented. Mr. Lundmark seconded the motion. All voted in favor.

4. Treasurer's Report/Payment of Bills.

The following financial reports were presented for the Board's review and approval:

Treasurer's Report as of June 30, 2018

Account Activity for General Account for June 1, 2018 to June 30, 2018

Account Activity for Operations Account for June 1, 2018 to June 30, 2018

TEXPOOL Participant Statement for 06/01/2018 – 06/30/2018 for General Account

TEXPOOL Participant Statement for 06/01/2018 – 06/30/2018 for Security Deposit Account

The following bills were presented for payment:

Walker Partners \$ 7,630.00
Engineering Services through May 29, 2018 – Golden Acres

LNV, Inc. \$ 7,250.00
Professional Services – Driscoll Bypass Waterline Adjustment

Willatt & Flickinger, Attorneys at Law \$ 2,895.50
Professional Services – June 2018

Right of Way Service, Inc. \$11,468.00
Driscoll Relief Route

LNV, Inc. \$ 4,300.00
Professional Services – Driscoll Bypass Waterline Adjustment

Walker Partners \$ 1,635.00
Engineering Services through June 26, 2018 – Golden Acres

Mr. Lundmark made a motion to approve the Treasurer's Report and payment of the bills as presented. The motion was seconded by Ms. Zimmerman. All voted in favor.

5. Customer Concern Mr. Johnny Calderon – Complaint regarding reservice fees for Account #1067 – Gilbert Rodriguez, member.

Mr. Johnny Calderon approached the Board and requested assistance in making the reservice of the account affordable. He explained that he left the residence after his wife's death and has since had trouble catching up on his bills. He said has been living at the residence for two months with no running watering or electricity. He added that a friend will be helping him pay for the service. The Board reviewed the charges which total \$780.58 and explained that even if the \$206.50 charge for the inactive months was waived, all of the remainder including the bad debt must be paid. Ms. Serrato pointed out that except for one case, the reservice fees have never been waived. Ms. Black stated that the Board can consider waiving the \$206.50, but the remainder would need to be paid up front. Ms. Zimmerman stated that she would like to consider a payment plan. Ms. Serrato stated that Mr. Calderon has indicated that he has \$200 available so dividing the remaining \$574.08 into two payments would be just a little more that he has at this time. Ms. Zimmerman made a motion to waive the \$206.50 charge and allow Mr. Calderon to divide the \$475.08 balance into two payments. Mr. Lundmark seconded. All voted in favor.

6. Bishop Courts apartment complex south of FM 70 on east side of US 77/I 69.

Ms. Serrato distributed and reviewed emails between legal counsel Bill Flickinger and Bishop attorney Ken Fields pertaining to transferring the Bishop Courts area from NWSC's CCN to the City of Bishop. She also read a draft Agreement Transferring Retail Water Service Area and added that some changes are needed and that the exhibits that are referenced still need to be

included. Mr. Lundmark made a motion to authorize Ms. Serrato and Board President Alice Black to execute the agreement once it is complete. Ms. Zimmerman seconded the motion and all voted in favor.

Bishop Mayor Tem Miller then informed the Board that the City Council has approved payment of the \$45,086.65 settlement. Ms. Serrato told him that the documents would be forwarded to the City after contacting Mr. Flickinger.

7. Nueces County Application to the Texas Water Development Board for facilities to serve the Cyndie Park II WSC and Banquete Pump Station Improvements.

Ms. Serrato reported that progress continues on the Cyndie Park projects. She reviewed the layout of the Banquete Pump Station Improvements and described how the pump station will be separated into two in order to service Banquete and NWSC individually. She explained that the elevated storage tank will be demolished and South Texas Water Authority will need to install a hydropneumatic tank for Banquete. In addition, something needs to be worked out on the three pumps which currently belong to NWSC. Nueces County will be responsible for advertising for construction. She stated that would provide further updates as information becomes available.

8. All matters pertaining to NWSC waterline adjustments for TxDOT Relief Route in Driscoll, Texas.

Ms. Serrato stated that invoices related to this project have started being received and will be reimbursed by TxDOT. She stated that the requested forms have been submitted to Mr. Gregg Lane of TNP, TxDOT's consultant, and the metes and bounds descriptions have been provided by LNV. She presented two TxDOT Form ROW-U-40's (Signature Authority) authorizing her to sign the utility agreement or any other necessary forms for the relocation of NWSC's waterlines for the Driscoll Relief Route at the north section and south section. Ms. Zimmerman made a motion to approve Form ROW-U-40 for both the north and south sections of the project. Mr. Lundmark seconded. All voted in favor.

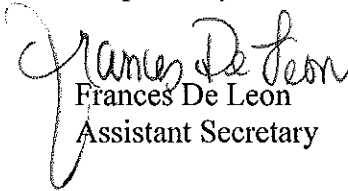
9. Request from AquaTexas to provide service to Golden Acres and Golden Acres Distribution Modeling and Technical Memorandum, Walker Partners.

Ms. Serrato presented a revised Technical Memorandum (TM) from Walker Partners showing that the most cost effective approach to provide 100% of Golden Acres' water supply is construction of a parallel 3" waterline on CR 77 between FM 70 and CR 6. She added that the TM has been provided to AquaTexas and she believes they will want to negotiate a contract for 100% of Golden Acres' needs. She requested authorization to use the services of legal counsel for negotiating a contract. Mr. Lundmark made a motion to utilize the services of legal counsel to negotiate a contract with AquaTexas for 100% of Golden Acres' needs. Ms. Zimmerman seconded. All voted in favor.

10. Adjournment.

With no further business to conduct, Ms. Black adjourned the meeting at 10:53 a.m.

Respectfully submitted,


Frances De Leon
Assistant Secretary