

AGUA SPECIAL UTILITY DISTRICT

Regular Meeting of the Board of Directors
Agua SUD Administration Building
3120 North Abram Road
Palmview, Texas

6:00 p.m., June 1, 2020

MINUTES OF REGULAR MEETING

1. The meeting was called to order by Mr. Lloyd Loya at 6:00 p.m., June 1, 2020, at which time Mr. Loya acknowledged the presence of the following Elected Members of the Board of the Agua SUD:

Directors Present:

Mr. Lloyd Loya
Mr. Cesar Rodríguez, Jr.
Mr. Adolfo Arriaga
Mr. Esequiel Ortiz, Jr.
Mr. Homero Tijerina

Directors Absent:

Mr. Ivan Sandoval
Mr. Franco Lopez

A quorum of the members of the Agua SUD being present, the meeting was duly convened. Invocation was presented by Mr. Albert Alonzo, Asset Manager.

Public Comment: None

2. The Board of Directors reviewed and adopted minutes of the March 23, 2020 Agua Special Board Meeting. The motion was made by Mr. Cesar Rodríguez, Jr. and seconded by Mr. Adolfo Arriaga and was unanimously approved by the Board.
3. The Board of Directors approved to move the July and August regular board meetings from July 6, 2020 to July 13, 2020 and from August 3, 2020 to August 10, 2020. The motion was made by Mr. Cesar Rodríguez, Jr. and seconded by Mr. Adolfo Arriaga and was unanimously approved by the Board.
4. The Board of Directors approved a Non-Standard Service Agreement and 30-year letter for water service to be submitted to Mrs. Florangel Santos, for the cost related to water service for Salinas Garza Subdivision. The motion was made by Mr. Cesar Rodríguez, Jr. and seconded by Mr. Adolfo Arriaga and was unanimously approved by the Board.

5. The Board of Directors approved a Non-Standard Service Agreement and 30-year letter for water service to be submitted to IDEA Public Schools, for the cost related to water service for IDEA Public School La Joya Subdivision. The motion was made by Mr. Adolfo Arriaga and seconded by Mr. Homer Tijerina and was unanimously approved by the Board.
6. The Board of Directors approved authorizing General Manager to negotiate the extension of contract for Water Treatment Chemicals of Liquid Chlorine Gas. The motion was made by Mr. Homero Tijerina and seconded by Mr. Cesar Rodríguez, Jr. and was unanimously approved by the Board.
7. The Board of Directors approved authorizing General Manager to advertise for competitive bids on the purchase of Water Treatment Chemicals to include Liquid Chlorine Gas and Chlorine Dioxide (Sodium Chlorite). The motion was made by Mr. Homero Tijerina and seconded by Mr. Adolfo Arriaga and was unanimously approved by the Board.
8. The Board of Directors approved renewal of contract for an additional year with Mobile 1 Truck Repair for Auto Mechanic Services for District vehicles as written in current contract and selected Reyna's Diesel Services as an additional mechanic for Auto Mechanics Services as recommended by Albert Alonzo, Asset Manager. The motion was made by Mr. Cesar Rodríguez, Jr. and seconded by Mr. Homer Tijerina and was unanimously approved by the Board.
9. The Board of Directors approved renewal of contract for an additional year with Pete's Muffler Shop for Fix Flat Services for District vehicles as written in current contract and as recommended by Albert Alonzo, Asset Manager. The motion was made by Mr. Cesar Rodríguez, Jr. and seconded by Mr. Homer Tijerina and was unanimously approved by the Board.
10. The Board of Directors approved renewal of contract for an additional year with Fiesta Lube Express for Oil Change/P.M. Services (Lube Services) for District vehicles as written in current contract and as recommended by Albert Alonzo, Asset Manager. The motion was made by Mr. Cesar Rodríguez, Jr. and seconded by Mr. Homer Tijerina and was unanimously approved by the Board.
11. The Board of Directors approved a one-year contract renewal with Pathfinders. The motion was made by Mr. Homer Tijerina and seconded by Mr. Cesar Rodríguez, Jr. and was unanimously approved by the Board.
12. The Board of Directors received a presentation by Mr. David Gonzalez, PFM Financial Advisor on Agua Special Utility District Waterworks and Sewer System Revenue Refunding Bonds, Series 2020. The Board of Directors approved a Resolution authorizing the issuance of Agua Special Utility District Waterworks and Sewer System Revenue Refunding Bonds, Series 2020, and authorized other matters related to the foregoing financing. The motion was made by Mr. Esequiel Ortiz, Jr. and seconded by Mr. Cesar Rodríguez, Jr. and was unanimously approved by the Board.
13. The Board of Directors approved the increase of solid waste (trash) collection fees for the City of Sullivan City as requested by City of Sullivan City. The motion was made by Mr. Cesar

Rodríguez, Jr. and seconded by Mr. Adolfo Arriaga and was unanimously approved by the Board.

14. The Board of Directors approved to accept recommendation by S & B Infrastructure to reject bids for Agua SUD's Palmview Wastewater Collection System, Phase I, Group A&G (Line G7-a1 and Line A1-O) due to following: not receiving the schedule of value from the contractor and the amount was doubled from the original bid value. S&B also recommended to request quotes from current contractors through a change order if possible. The motion was made by Mr. Adolfo Arriaga and seconded by Mr. Homer Tijerina and was unanimously approved by the Board.
15. The Board of Directors approved Change Order No. 17 with Mor-Wil for Palmview Wastewater Collection System, Phase 1, Main Lift Station and Forcemain Conveyance System (Project 4). The motion was made by Mr. Cesar Rodríguez, Jr. and seconded by Mr. Adolfo Arriaga and was unanimously approved by the Board.
16. The Board of Directors approved agreement with TxDOT for waterline relocation due to the La Joya bypass. The motion was made by Mr. Cesar Rodríguez, Jr. and seconded by Mr. Adolfo Arriaga and was unanimously approved by the Board.
17. The Board of Directors received a report from the General Manager on operations and finance including:
 - a. April Financials
 - b. 1st Quarter Investment Report
 - c. TWDB Palmview Sanitary Sewer Improvements
 - d. NadBank Technical Assistance Agreement (Sewer Hook-ups)
 - e. General Manager gave a brief update on the Press Conference with Congressman Henry Cuellar regarding the Sewer Hook Up Project.
18. The Board of Directors recessed into an Executive (closed) meeting at 6:43 p.m. under Texas Gov. Code Section 551.001 Consultation with Attorney, 551.072 Regarding Real Property, 551.073 Prospective Gift, 551.074 Personnel Matters and 551.076 Security. The motion was made by Mr. Adolfo Arriaga and seconded by Mr. Cesar Rodríguez, Jr. and was unanimously approved by the Board.

ITEM 18. a. TWDB Palmview Sanitary Sewer Improvements Project.

ITEM 18. b. Discussion on Agua SUD 2020 Board Election

At 7:21 p.m., The Board moved to reconvene in open session and no action was taken in executive session. The motion was made by Mr. Adolfo Arriaga and seconded by Mr. Esequiel Ortiz, Jr. and was unanimously approved by the Board.

19. The Board of Directors took no action in open session regarding item(s) discussed in executive session for the following:

ITEM 18.a. The Board of Directors took no action on TWDB Palmview Sanitary Sewer Improvements Project.

ITEM 18b. The Board of Directors authorized General Manager and Legal to proceed as discussed in executive session regarding Agua SUD 2020 Board Election. The motion was made by Mr. Esequiel Ortiz, Jr. and seconded by Mr. Adolfo Arriaga and was unanimously approved by the Board.

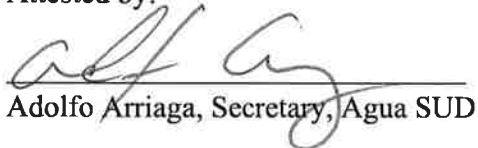
At 7:22 p.m., Mr. Cesar Rodríguez, Jr. moved for adjournment. Motion was seconded by Mr. Adolfo Arriaga and was unanimously approved by the Board.

Approved, the 14th of September, 2020



Lloyd Loya, President, Agua SUD

Attested by:



Adolfo Arriaga, Secretary, Agua SUD