

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., July 15, 2019

MINUTES OF REGULAR MEETING

1. The meeting was called to order by Mr. Esequiel Ortiz, Jr. at 6:00 p.m., July 15, 2019, at which time Mr. Ortiz acknowledged the presence of the following Elected Members of the Board of the Agua SUD:

Directors Present:

Mr. Esequiel Ortiz, Jr.
Mr. Cesar Rodriguez, Jr.
Mr. Adolfo Arriaga
Mr. Lloyd Loya
Mr. Rogelio Hernández, III (arrived at 6:11pm)
Mr. Ivan Sandoval
Mr. Homero Tijerina

Directors Absent:

NONE

A quorum of the members of the Agua SUD being present, the meeting was duly convened. Invocation was presented by Mrs. Cynthia Villarreal.

2. The Board of Directors reviewed and adopted minutes for a and b as followed:
 - a. The Board of Directors reviewed and adopted minutes of the June 3, 2019 Agua Board Meeting. The motion was made by Mr. Lloyd Loya and seconded by Mr. Adolfo Arriaga and was unanimously approved by the Board.
 - b. The Board of Directors reviewed the minutes of the June 27, 2019 Agua Special Board Meeting. The motion was made by Mr. Homero Tijerina and seconded by Mr. Adolfo Arriaga, Board President did not call for a vote, vote not held.
3. The Board of Directors approved enabling the Board of Directors or the General Manager to execute resolution for the purchase of 250 acre feet of irrigation water rights from ML Rhodes and to enable ML Rhodes' representatives to work with the TCEQ on all administrative matters. The motion was made by Mr. Cesar Rodriguez, Jr. and seconded by Mr. Lloyd Loya and was unanimously approved by the Board.

4. The Board of Directors tabled Amending Resolutions to remove and add new authorized signers to all of Agua SUD's Bank accounts and Escrow accounts. The motion was made by Mr. Lloyd Loya and seconded by Mr. Adolfo Arriaga and was unanimously approved by the Board.
5. The Board of Directors approved ratifying the advertisement for Agua SUD Credit Card Merchant Services. The motion was made by Mr. Cesar Rodriguez, Jr. and seconded by Mr. Lloyd Loya and was unanimously approved by the Board.
6. The Board of Directors approved ratifying Change Order No. 8 instead of Change Order No. 5 with Mor-Wil, LLC. The motion was made by Mr. Cesar Rodriguez, Jr. and seconded by Mr. Lloyd Loya and was unanimously approved by the Board.
7. The Board of Directors approved the selection of Mobil 1 for Auto Mechanic Services for District vehicles. The motion was made by Mr. Lloyd Loya and seconded by Mr. Cesar Rodriguez, Jr. and was unanimously approved by the Board.
8. The Board of Directors approved the selection of Pete's Muffler Shop for Fix Flat Services for District vehicles. The motion was made by Mr. Lloyd Loya and seconded by Mr. Homero Tijerina and was unanimously approved by the Board.
9. The Board of Directors approved the selection of Fiesta Lube Express for Oil Change/P.M. Services for District vehicles. The motion was made by Mr. Cesar Rodriguez, Jr. and seconded by Mr. Homero Tijerina and was unanimously approved by the Board.
10. The Board of Directors restructured the board officers on a motion to remove Mr. Esequiel Ortiz, Jr. Mr. Lloyd Loya motioned to remove Esequiel Ortiz, Jr., as Board President and seconded by Mr. Cesar Rodriguez, Jr. and was approved 6-1 with a nay by Mr. Esequiel Ortiz, Jr. Mr. Lloyd Loya nominated himself as President and was seconded by Mr. Cesar Rodriguez, Jr. and was approved 6-1, with a nay by Mr. Esequiel Ortiz, Jr. At this point Mr. Lloyd Loya assumed the position as Board President and continued with the meeting. Mr. Adolfo Arriaga motioned to appoint Mr. Ivan Sandoval for Board Treasurer and was seconded by Cesar Rodriguez, Jr. and was approved 6-1, with a nay by Mr. Esequiel Ortiz, Jr.
11. The Board of Directors received a report from the General Manager on operations and finance including:
 - a. 2nd Quarter Investment Report
 - b. TWDB Palmview Sanitary Sewer Improvements
 - c. NadBank Technical Assistance Agreement (Sewer Hook-ups)
 - d. Other business included informing the Board on the dates for the Budget Workshop to be held from July 26 through 27. Also informed the Board about receiving a requested meeting by TWDB on the application that was submitted for the reservoir at the Havana Water Treatment Plant to discuss on what actions would need to be taken.

12. The Board of Directors did not recess into an Executive (closed) meeting 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.

13. The Board of Directors took action in open session regarding item(s) discussed in executive session for the following:

14. Public Comments: NONE

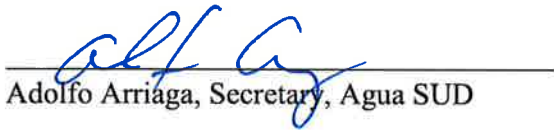
At 6:19 p.m., Mr. Rogelio Hernandez, III moved for adjournment. Motion was seconded by Mr. Cesar Rodriguez, Jr. and was unanimously approved by the Board.

Approved, the 5th of August, 2019



Lloyd Loya, President, Agua SUD

Attested by:



Adolfo Arriaga, Secretary, Agua SUD