

AGUA SPECIAL UTILITY DISTRICT

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

6:30 p.m., June 4, 2018

MINUTES OF REGULAR MEETING

1. The meeting was called to order by Mr. Roger Hernández, III at 6:30 p.m., June 4, 2018, at which time Mr. Hernández acknowledged the presence of the following Elected Members of the Board constituting a quorum of the Agua SUD:

Directors Present:

Mr. Rogelio Hernández, III
Mr. Lloyd Loya
Mr. Esequiel Ortiz, Jr.
Mr. Cesar Rodriguez, Jr.
Mr. Ivan Sandoval

Directors Absent:

Mr. Homer Tijerina

A quorum of the members of the Agua SUD being present, the meeting was duly convened. Invocation was presented by Juan Arevalo with Centro Familiar Cristiano Church.

2. The Presiding Officer, Rogelio Hernández, III, called for consideration of the installation of the newly elected Board of Directors. The Mayor of City of Sullivan City, Leo Garcia, administered the oath to Mr. Ivan Sandoval. The Mayor of City of La Joya, Jose "Fito" Salinas, administered the oath to Mr. Adolfo Arriaga. Mr. Ramiro Loya, Father of Mr. Lloyd A. Loya, administered the oath to Mr. Lloyd A. Loya. Dr. Armando O'caña, administered the oath to Mr. Cesar Rodriguez, Jr. All four elected Board Directors, Ivan Sandoval, Adolfo Arriaga, Lloyd A. Loya and Cesar Rodriguez, Jr. executed the Oath of Office forms. At this point the newly and elected Board Directors took their position.
3. The Board of Directors recessed the Board Meeting at 6:44 p.m. The motion was made by Mr. Ivan Sandoval and seconded by Mr. Esequiel Ortiz, Jr. and was unanimously approved by the Board.
4. The Board of Directors reconvened the Board Meeting at 7:01 p.m. The motion was made by Mr. Cesar Rodriguez, Jr. and seconded by Mr. Lloyd Loya and was unanimously approved by the Board.

5. The Presiding Officer, Mr. Roger Hernández called a nomination for the office of President. Mr. Roger Hernández was nominated for President by Mr. Esequiel Ortiz, Jr. and by acclamation Mr. Roger Hernández assumed the position of Board President. Mr. Roger Hernández called a nomination for office of Vice-President. Mr. Cesar Rodriguez, Jr. was nominated for Vice-President by Mr. Lloyd Loya and by acclamation Mr. Cesar Rodriguez, Jr. assumed the position of Vice-President. Mr. Roger Hernández called a nomination for office of Board Secretary. Mr. Lloyd Loya was nominated for Board Secretary by Mr. Ivan Sandoval and Mr. Lloyd Loya declined the nomination of Board Secretary. Mr. Esequiel Ortiz, Jr. was nominated for Board Secretary by Cesar Rodriguez, Jr. and by acclamation Mr. Esequiel Ortiz, Jr. assumed the position of Board Secretary. Mr. Roger Hernández called a nomination for the office of Board Treasurer. Mr. Adolfo Arriaga was nominated for office of Board Treasurer by Mr. Roger Hernández and Mr. Lloyd Loya was also nominated for the office of Board Treasurer by Mr. Cesar Rodriguez, Jr. Mr. Roger Hernández called for a vote for Board Treasurer; four (4) votes were casted for Mr. Lloyd Loya and two (2) votes were casted for Mr. Adolfo Arriaga. Mr. Lloyd Loya assumed the position of Board Treasurer.
6. The Board of Directors reviewed and adopted minutes a., b., c., d. and e. of the March 5, 2018 Agua Board Meeting, the April 2, 2018 Agua Board Meeting, the April 17, 2018 Agua Special Board Meeting, the May 7, 2018 Agua Board Meeting and the May 14, 2018 Agua Special Board Meeting. The motion was made by Mr. Mr. Cesar Rodriguez, Jr. and seconded by Mr. Esequiel Ortiz, Jr. and was unanimously approved by the Board.
7. The Board of Directors approved selection of Caballero Governmental Affairs and approved to enter into negotiations with the Government Relations Consultant. The motion was made by Mr. Esequiel Ortiz, Jr. and seconded by Mr. Lloyd Loya and was unanimously approved by the Board.
8. The Board of Directors approved to move the regular meeting in July to July 23, 2018 at 6:00p.m. The motion was made by Mr. Cesar Rodriguez, Jr. and seconded by Mr. Lloyd Loya and was unanimously approved by the Board.
9. The Board of Directors approved ratification of ESRI agreement for GIS licenses. The motion was made by Mr. Esequiel Ortiz, Jr. and seconded by Mr. Cesar Rodriguez, Jr. and was unanimously approved by the Board.
10. The Board of Directors authorized purchase of liquid vacuum chemical feed devices from JCS Industries, Inc. as sole source provider. The motion was made by Mr. Lloyd Loya and seconded by Mr. Esequiel Ortiz, Jr. and was unanimously approved by the Board.
11. The Board of Directors received a brief comment by the General Manager, Mr. Eddie Saenz regarding his gratitude in the support that was given to him in becoming the General Manager in the last board meeting, and with that his contract for engineer on retainer will wind down and recommends selection of engineer of record by the Board. The Board of Directors approved selection of M2 Engineering and authorized General Manager to enter into negotiations with M2 Engineering as the Engineer of Record for Agua SUD. The motion was made by Mr. Lloyd Loya and seconded by Mr. Cesar Rodriguez, Jr. and was unanimously approved by the Board.


12. The Board of Directors received presentation by Mr. Reddy Kajuluri, Project Engineer on Change Order No. 4 with L&G Construction. The Board of Directors received recommendations from Mr. Eddie Saenz, General Manager and Mr. Frank Garza, Agua's Legal, regarding the Change Order No. 4 with L&G Construction on the additional time requested. Questions were asked followed by a lengthy discussion. The Board of Directors approved Change Order No. 4 with L&G Construction for additional time subject to escrow account being funded and approved by Engineer, General Manager and Agua's Legal. The motion was made by Mr. Lloyd Loya and seconded by Mr. Cesar Rodriguez, Jr. and was unanimously approved by the Board.
13. The Board of Directors received a report from Interim General Manager on operations and finance including:
 - a. Finance
 - i. April Financials
 - b. TWDB Palmview Sanitary Sewer Improvements
14. The Board of Directors received an update from Mr. Eddie Saenz, General Manager on the upcoming Texas Water Development Board meeting and received an update report from Mr. Reddy Kajuluri, Project Engineer on Agua SUD Palmview sanitary sewer connections.
15. The Board of Directors authorized General Manager to schedule new Director's Board training as prescribed by Chapter 7201. Agua Special Utility District and Agua SUD By-Laws. The motion was made by Mr. Lloyd Loya and seconded by Mr. Adolfo Arriaga and was unanimously approved by the Board.
16. The Board of Directors did not take items into executive session.
17. Public Comments: None received.

At 7:36 p.m., Mr. Ivan moved to adjournment. Motion was seconded by Mr. Adolfo Arriaga and was unanimously approved by the Board.

Approved, the ^{23rd} day of July, 2018


Roger Hernández, III, President, Agua SUD

Attested by:


Esequiel Ortiz, Jr., Secretary, Agua SUD