

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 23, 2018

MINUTES OF REGULAR MEETING

1. The meeting was called to order by Mr. Roger Hernández, III at 6:00 p.m., July 23, 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. Cesar Rodriguez, Jr.
Mr. Ivan Sandoval
Mr. Adolfo Arriaga
Mr. Homer Tijerina

Directors Absent:

Mr. Esequiel Ortiz, Jr.
Mr. Lloyd Loya

A quorum of the members of the Agua SUD being present, the meeting was duly convened. Invocation was presented by Mr. Dagoberto Soto, Agua SUD Chief Accountant.

2. The Board of Directors reviewed and adopted minutes a. and b. of the June 4, 2018 Agua Board Meeting and the June 25, 2018 Agua Special Board Meeting. The motion was made by Mr. Ivan Sandoval and seconded by Mr. Homer Tijerina and was unanimously approved by the Board.
3. The Board of Directors approved negotiation and purchase of water rights. The motion was made by Mr. Homer Tijerina and seconded by Mr. Ivan Sandoval and was unanimously approved by the Board.
4. The Board of Directors held a lengthy discussion followed by questions. The Board of Director tabled item four on the award of bid for East EDAP – Agua SUD Palmview Wastewater Conveyance System, Lift Station and Force Main, Project 4. The motion was made by Mr. Adolfo Arriaga and seconded by Mr. Cesar Rodriguez, Jr. and was unanimously approved by the Board.

5. The Board of Directors approved Resolution authorizing update of current officers as designated signatories and approved debit card to be issued to General Manager, Mr. Jose E. Saenz with Lone Star National Bank. The motion was made by Mr. Cesar Rodriguez, Jr. and seconded by Mr. Adolfo Arriaga and was unanimously approved by the Board.
6. The Board of Directors approved execution of a Water Service Main Line Contribution Agreement to be submitted to E & A Development, LLC, subject to legal finalizing terms as requested by owner. The motion was made by Mr. Cesar Rodríguez, Jr. and seconded by Mr. Homer Tijerina and was unanimously approved by the Board.
7. The Board of Directors approved a Non Standard Service Agreement and 30 year letter for water service to be submitted to 3F Developers, LLC for the costs related to water service for Salida Del Sol Estates Phase VII Subdivision with single service water connections. The motion was made by Mr. Cesar Rodríguez, Jr. and seconded by Mr. Ivan Sandoval and was unanimously approved by the Board.
8. The Board of Directors approved a Non Standard Service Agreement and 30 year letter for water service to be submitted to Mr. Norberto Salinas for the costs related to water service for Platinum Star Subdivision subject to legal finalizing 30 year letter. The motion was made by Mr. Adolfo Arriaga and seconded by Mr. Homer Tijerina and was unanimously approved by the Board.
9. The Board of Directors approved engineering agreement with Big D Engineering for Salida Del Sol Booster Tank Replacement Project. The motion was made by Mr. Adolfo Arriaga and seconded by Mr. Ivan Sandoval and was unanimously approved by the Board.
10. The Board of Directors authorized General Manager to approve and execute a month to month contract agreement with DPC Industries, Inc. for continual purchase of chlorine gas for Agua SUD Treatment Plants. The motion was made by Mr. Homer Tijerina and seconded by Mr. Ivan Sandoval and was unanimously approved by the Board.
11. The Board of Directors authorized General Manager to advertise for competitive bids on the purchase of Chlorine Gas for Agua SUD Water Treatment Plants. The motion was made by Mr. Adolfo Arriaga and seconded by Mr. Homer Tijerina and was unanimously approved by the Board.
12. The Board of Directors adopted new logo for Agua Special Utility District of the 1st logo at the top left corner hereto attached. The motion was made by Mr. Cesar Rodríguez, Jr. and seconded by Mr. Adolfo Arriaga and was unanimously approved by the Board.
13. The Board of Directors received a report from General Manager on operations and finance including:
 - a. Finance
 - i. May Financials
14. The Board of Directors received a lengthy update from Mr. Reddy Kajuluri, Project Engineer on Agua SUD Palmview sanitary sewer connections.

15. The Board of Directors recessed into an Executive (closed) meeting at 6:36 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. Ivan Sandoval and seconded by Mr. Homer Tijerina and was unanimously approved by the Board.

- a. Discussion regarding C-0667-18-H, City of Palmview vs. Agua Special Utility District; In the District Court of Hidalgo County, Texas, 398th District Court.
- b. Discussion regarding Cause No. C-2178-17-J; Agua Special Utility District vs. Hidalgo County Irrigation District No. 6; In the District Court of Hidalgo County, Texas, 430th Judicial District.

At 7:05 p.m., The Board moved to reconvene in open session and no action was taken in executive session. The motion was made by Mr. Homer Tijerina and seconded by Mr. Ivan Sandoval and was unanimously approved by the Board.

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

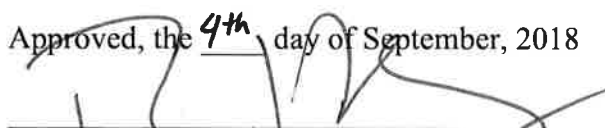
Item 15. a. The Board of Directors took no action on C-0667-18-H, City of Palmview vs. Agua Special Utility District; In the District Court of Hidalgo County, Texas, 398th District Court.

Item 15. b. The Board of Directors approved legal to proceed as instructed in executive session regarding Cause No. C-2178-17-J; Agua Special Utility District vs. Hidalgo County Irrigation District No. 6; In the District Court of Hidalgo County, Texas, 430th Judicial District. The motion was made by Mr. Cesar Rodriguez, Jr. and seconded by Ivan Sandoval and was unanimously approved by the Board.

17. Public Comments: None received.


At 7:06 p.m., Mr. Homer Tijerina moved to adjournment. Motion was seconded by Mr. Ivan Sandoval and was unanimously approved by the Board.

Approved, the 4th day of September, 2018



Roger Hernández, III, President, Agua-SUD

Attested by:



Esequiel Ortiz, Jr., Secretary, Agua SUD