

January 24, 2018

The Board of Directors of Bell County Water Control and Improvement District No. 1 of Bell County, Texas met in Regular Session, open to the public, at the office of the district located at 201 South 38<sup>th</sup> Street, Killeen, TX 76543, at 09:00 a.m., on the 24th day of January 2018, and the roll was called of the duly constituted officers and members of the Board.

John Blankenship	President
Don Farek	Vice President
Robert M. Jacobs	Secretary
J Michael Miller	Director
Allen Cloud	Director
Richard Garrett	General Manager

With all said members present except the following absentee(s): none, thus constituting a quorum. President Blankenship called the meeting to order at 9:02 am.

The first item of business was the consent items, which included minutes of the regular Board Meeting, held on November 15, 2017, December Financial Statements and 2017 4<sup>th</sup> Quarter Investment report. Pam Oakes, Accountant, went over the financial report. It was noted that the wastewater treatment is down from last year. President Blankenship stated that if the trend continues, a rate increase will be in order for the upcoming budget year. Ricky Garrett, General Manager went over the 4<sup>th</sup> quarter Investment Report. Regions Investments are now closed; new Texas Class Investment accounts opened and new CDARS investments were opened earlier this month. President Blankenship stated that all funds in ExtraCo should be reviewed for possible transfers into TexPool or Texas Class due to interest rates. A motion was made by Director Cloud to approve the consent items as stated, and seconded by Vice President Farek. All members present voted in favor of the motion.

The next item of business was new business: Discuss and consider final payment to Archer Western Construction Company, Inc., in the amount of \$561,058.83 for completing the digester repairs and all remaining South Wastewater Plant improvements and take the appropriate action.

After a brief discussion about the overall upgrade a motion was made to approve the final payment contingent on the digesters passing our standards of not leaking and resolution of an \$8800.00 change order for repairs of actuators located in the vault by Director Miller and seconded by Secretary Jacobs. All members present voted in favor of the motion.

The next item of business was to discuss and consider Resolution 012418 adopting the Water Conservation Plan and Drought Contingency Plan and take the appropriate action. Director Cloud addressed some issues in the current plan that need to be changed, (i.e. District location-boundaries and several others). A motion was made to table the item until all changes are made to the respective plans by Secretary Jacobs and seconded by Director Miller. All members present voted in favor of the motion.

Staff Reports: Keith Baker, Water Plant Superintendent, informed the board that flows are down. Averaging 25.7mgd and the maximum was 30.9 for this month. Staff continues with preventative maintenance throughout the plants. Plant 2 and 4 rapid mixers are being installed and should be complete by next month. A 600hp raw water pump and motor are being repaired. It requires a complete rebuild on the main VFD drive. Normal down time can be from 4 – 6 months. Bids are being received for the intake structure to intake cleanout and rack replacements. The valve

replacement project on the 24" and 18" main transmission line is now completed. Terminal Control Building project has started. Temporary electrical work completed; roof lifted of building. Several small leaks were found on the 30" main transmission line. Repairs will need to be made while project is underway.

Stillhouse Water Treatment Plant project is ongoing. An outside company came in to check all elevations for accuracy. Main electrical building construction has started. More crew is on site now.

Ricky Garrett, General Manager, stated that there are 2 new contaminants that may affect the district this year; PFOA and PFOS. Our test has come back "no detect". Allen Woelke, CDM Smith Engineering and I met with the City of Killeen to receive confirmation on where the main transmission line will terminate for the SHWTP project.

The new chemical plant, MCG, will have to be contracted with the City of Killeen and the City will have to approve a sewer contract with them. At this time, the only concern to the district could be PH.

The Nolan Creek Advisory committee will sum up this spring. Their results could change the E Coli discharge into the Nolan Creek. If so, it would increase the use of chlorine.

All of the district's permits are due May 2019. The application for renewal is due into the T.C.E.Q. by November 2018.

Staff furloughed a number of needed equipment from the wastewater budget this year due to lack of treatment volume.

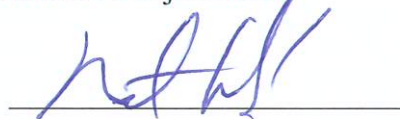
Plant 3 staff has gotten the phosphorous levels down to .5mg/l and will contact T.C.E.Q. that they are ready to discharge into the Trimmer Creek. President Blankenship asked if the district will receive credit for the discharge into the creek before the plant is on-line. It is not a given that the district will receive credit for the water discharged in the creek.

Due to the leaks found in the 30" transmission main at terminal control, a special meeting will be called for next week to approve the change order for repairs.

Next scheduled regular meeting will be held on February 28, 2018. The City of Harker Heights may be interested in becoming a customer of our sewer system. Not too many details available yet.

Items from the Board: none.

10:03am, President Blankenship moved for adjournment.



Robert M. Jacobs, Secretary  
Board of Directors

