

July 5, 2017

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 38th Street, Killeen, TX 76543, at 09:30 a.m., on the 5th day of July 2017, 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): Robert Jacobs, thus constituting a quorum. President Blankenship called the meeting to order at 9:03 am.

The first item of business was the consent items, which included minutes of the regular Board Meeting, held on May 24, 2017, and May Financial Statements. Ricky Garrett, General Manager, went over the financial report. A motion was made by Director Miller to approve the consent items, and seconded by Director Cloud. All members present voted in favor of the motion.

At 9:05am, Secretary Jacobs joined the meeting.

The next item of business was new business: Discuss and consider a Resolution amending and confirming continuance of the District's Investment Policy and take the appropriate action. Mr. Ricky Garrett, General Manager, recommended to the Board to add Texas Class to the list of Broker/Dealers. This pool diversifies our investments. They only use 52% commercial paper. A motion was made to amend the Investment Policy by adding Texas Class to the list of broker/dealers by Vice President Farek and seconded by Director Miller. All members present voted in favor of the motion.

The next item was to discuss and consider awarding a bid for the construction of the Lake Stillhouse Water Treatment Plant and take the appropriate action. Ricky Garrett, General Manager, noted that the district received four (4) bids for the project. CSA Construction, Inc., Houston, Texas was the low bidder for a base bid of forty one million dollars (\$41,000,000.00). After a brief discussion a motion was made by Secretary Jacobs to award the bid to CSA Construction, Inc. and seconded by Vice President Farek. All members present voted in favor of the motion.

The last new item was to discuss and consider approval for South Wastewater Treatment Plant 3 influent lift station and take the appropriate action. Ricky Garrett, General Manager, informed the board the lift station relies on 4 submersible pumps that are anchored to parallel rails. The support rail brackets need to be replaced due to multiple fixes. Two bids were received and a recommendation was made to award the project to J&K Utility Services for an amount of \$34,210.00. A motion was made by Director Cloud for said amount and seconded by Secretary Jacobs. All members present voted in favor of the motion.

Staff Reports: Keith Baker, Water Plant Superintendent, informed the board that the plant is operating very well. Staff is treating 35.4mgd on average and 45.3mgd maximum. T.C.E.Q inspected the plants on June 6th and 7th; there were no violations. The annual Consumer Confidence Report was also in the local newspaper and showed no violations as well. The plant 1 switchgear project is about 65% complete. The primary feed line is in place. The short circuit study is being reviewed. Staff continues to obtain pricing for the new valve machine approved for purchase. All doors and frames at plant 3 will be replaced. New A/C units are being installed in the control room and lab. One rapid mixer still needs to be installed at plant 2. Additional lighting still required at plant 3 & 4 for security.

Ricky Garrett, General Manager, echoed on the T.C.E.Q inspection. Staff hired two (2) new water plant operators. An SW A operator started on July 3rd and a SW C operator should start next week. The I/E Technician position is not yet filled. The T.C.D.R.S match will be brought before the board at a future regular scheduled meeting. District is currently 98% funded. The cross training program stipend will also be brought before the board for action again in the next few months. The City of Killeen has set up a wastewater plant tour on July 17, 2017. District has received correspondence back from LAN Engineering on the filed claim of the Plant 3 upgrades. They will warranty all work and the work should start within the next 30 days. As soon as the phosphorous levels go down, plant 3 can start discharging into Trimmier Creek.

Items from the Board: Nothing at this time.

09:40am, Vice President Farek moved for adjournment.



Robert M. Jacobs, Secretary
Board of Directors