

March 28, 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 38th Street, Killeen, TX 76543, at 09:00 a.m., on the 28th day of March 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): Robert M. Jacobs, thus constituting a quorum. President Blankenship called the meeting to order at 9:01 am.

Mr. Steve Kana, City of Killeen, was in attendance.

The first item of business was the consent items, which included minutes of the regular Board Meeting, held on February 28, 2018 and February Financial Statements. Pam Oakes, Accountant, went over the financial report. A motion was made by Director Miller to approve the consent items as stated, and seconded by Director Cloud. All members present voted in favor of the motion.

The next item of business was new business: Discuss and consider amending the 2017-2018 budgets and take the appropriate action. Mr. Ricky Garrett, General Manger, addressed each line item to be amended in both the water and sewer budgets. Director Miller addressed the cost of water/wastewater treatment per thousand gallons in comparison to what the district charges so that it can be shared with citizens. Mr. Garrett shared a few costs that staff is still working on to give to the directors.

A motion was made to approve the 2017-2018 budget amendments by Director Miller and seconded by Vice President Farek. All members voted in favor of the motion.

The last item of new business was to discuss and consider revised Order calling Directors Election and take the appropriate action. The first Order Calling Directors Election approved in February board meeting did not have the Judges name or early voting polling location on it. A motion was made by Vice President Farek to approve the revised order 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 32.7mgd and the maximum was 33.4 for this month. The lake level is down about 2.5 feet. Staff continues to perform preventative maintenance throughout the plants. Floc drive repair/installation at Plant 2 are now completed. One rapid mixer shaft is on order. Plant 3 will be taken offline at the end of the week. Cla valve change out and new piping at Killeen Station No. 5 has started. The electrical conduit is in place. New actuators on four valves at the Surge Tanks are also being replaced. Emergency lighting project back on; changing out old bulbs with new LED bulbs. The roof hatch forms are poured, waiting on the hatch to come in. The 30" Cla valve is working very well at Terminal Control.

Stillhouse Water Treatment Plant project is ongoing. Under slab concrete is in place. Sludge hopper pad is ready for concrete pour. The form for the clearwell is underway. The main electrical casing on the electrical building is underway. Contractor continues crushing material for road base.

Ricky Garrett, General Manager, stated that the 2 new employees are working out really well. Ricky will be attending the City of Killeen Workshop next Tuesday to give to the council a status report and update them on the new Stillhouse Water Treatment Plant. Both lake levels are down slightly. Last nights' rainfall was about 1.5". Compost sales increased quite a bit the last 6 weeks. More companies are purchasing product. At the last board meeting, the board authorized Ricky to enter into an agreement with 5 Electric to obtain a lower than 4.2¢KwH. They came in at 3.523¢KwH for June 2021 – 2025 through GEXA.

Upcoming budgets will be a challenge. Wastewater will have to go up 3 - 4¢ per thousand gallons to be able to complete projects needed.

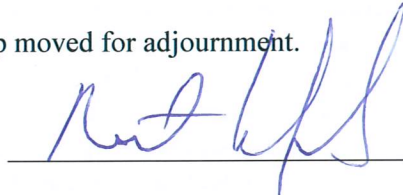
Election order is to be placed on the website and placed in the local newspaper. President Blankenship stated that the City of Killeen Manager is to be notified prior to postings.

Shiloh Terrace, subdivision, where the 48" main transmission line runs through has an easement problem. More research is required to determine exactly where on a particular lot the easement is and if the main transmission line is out or in.

There is a pending change order for approximately \$20,000.00 to adhere to the fire code with the oil field transformers.

Next scheduled regular meeting will be held on April 25, 2018. Budget workshop will be held the same day at 08:30am. Election canvass votes will have to be done within a certain number of days after Election Day of May 5, 2018.

09:50a.m. President Blankenship moved for adjournment.



Robert M. Jacobs, Secretary
Board of Directors

(SEAL)

