

May 24, 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 24th day of May 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): none, thus constituting a quorum. President Blankenship called the meeting to order at 9:30 am.

The first item of business was the consent items, which included minutes of the regular Board Meeting, held on April 26, 2017, and April Financial Statements. Pam Oakes, Accountant, went over the financial report. A motion was made by Secretary Jacobs to approve the consent items, and seconded by Vice President Farek. All members present voted in favor of the motion.

The next item of business was new business: Receive a report from CDM Smith Engineering regarding the Stillhouse Water Treatment and transmission line project. Mr. Allen Woelke and Danny Shannon represented CDM Smith. Mr. Woelke gave a power point presentation on the latest plant proposal layout due to the increase in costs over the past 3 years. There will be a pre-bid meeting on May 31, 2017. The bid opening will take place on June 21, 2017. And a special board meeting held on July 6, 2017 to award the contract. The plant construction should take approximately 30 months. Phase 2 of the project, the transmission line, is 75 – 90% complete with design phase. The geotech is complete on the river crossing. The pipeline should take less than 1 year to construct. President Blankenship stated that General Cox was a key player in getting the 404 permit from the Corps of Engineer approved to allow project to move forward.

Staff Reports: Keith Baker, Water Plant Superintendent, informed the board that for the plant is operating very well. Staff is treating 26.8mgd on the low side and 41.4mgd on the high side. The contractor is getting the short circuit study together for the Plant 1 switchgear project. Plant 2 should be put back in service the 1st or 2nd week of June. The chemical feed and rapid mixer should be installed prior to start up. The new transmission line mapping system is completed; staff will be trained on knowing where all the cut offs are located as well as the valves in case of a line issue.

Ricky Garrett, General Manager, stated to the board that staff has been reviewing investment pools and that this item will be brought back to the board at the next scheduled regular meeting. The retirement plan match is currently 1.5 to 1 match and will be brought back to the board to increase it to 2.0 to 1 match. No additional cost is required due to the generous change made a number of years ago. The only change is the funded ratio will change from 96% to 94%. The

zebra mussel trial is going to be postponed to the fall during low season. If it works as good as reported, it could cause some foul odors due to temperature of water.

Items from the Board: Director Miller inquired if the new Stillhouse Water Plant intake lines will be copper coated. Mr. Garrett stated that they would be.

At 10:20am, the board went into executive session to discuss possible litigation between contractor and district.

At 10:55am, the board reconvened back in open session. No motion made on legal matters.

10:56am, President Blankenship moved for adjournment.



Robert M. Jacobs, Secretary
Board of Directors