

ORANGE COUNTY WATER CONTROL & IMPROVEMENT DISTRICT NO. 2

MINUTES OF THE REGULAR MEETING HELD JULY 13, 2015

The Board of Directors of the Orange County Water Control and Improvement District No. 2 (the "District") met beginning at 4:04pm on July 13, 2015 in the District's office at 2526 Western Avenue, West Orange, Texas, 77630.

The following Directors were present: Mr. Tom Woolley, Mr. Jerry Foreman, and Ms. Linda Premeaux. A quorum was present at all times during the meeting. Also present were: Mr. Daniel Tatum, Superintendent; Mr. Joel Steirman, Independent Auditor; Mr. Alan Sanders, District's Legal Counsel; Mr. Nestor Barroeta of Schaumburg and Polk, District Engineer; and Mrs. April Lombardo, Office Manager.

ITEM #1 OPENING OF MEETING: Mr. Woolley opened the meeting at 4:04 PM.

ITEM #2 RECOGNIZE GUESTS: Grayling Mouton, Joy Jacobs, Rick Bourque and Kate Osborn.

ITEM #3 OPEN THE FLOOR FOR COMMENTS: None at this time.

ITEM #4: CUSTOMER COMPLAINTS AND/OR REQUEST FOR ADJUSTMENTS:

MRS. JACOBS – C&E LET'S PARTY:

Mrs. Jacobs had her meter changed, the meter tested within approved limits. The new meter has only had 1,000 gallons of usage, and hasn't shown any indication of a leak. The board decided to adjust her last bill of June \$275.13. The board agreed to this one time adjust (for this year) for the last 12 months, minus the highest 3 bills and the lowest 3 bills, which averaged to be \$58.63. An adjustment was made of -\$216.50. Mrs. Premeaux made a motion to approve and it was seconded by Mr. Foreman. Motion passes without exception.

ITEM #5: APPROVAL OF MINUTES: Mr. Foreman made a motion to approve the minutes, and Mrs. Premeaux seconded the motion. Motion passed without exception.

ITEM #6: ATTORNEY'S REPORT: None that isn't otherwise included on the Agenda.

ITEM #7 ENGINEER'S REPORT: Mr. Barroeta submitted his written report for the month, and conducted the following discussion.

TWDB 2012 CWSRF: Mr. Barroeta stated that the plans and specs for the project have been signed, sealed and delivered to Mr. Tatum for his review and also to the Water Development Board. The public hearing documentation has been turned in to the environmental consultant, and has included that into his final report. The consultant has sent the report to the Water Development Board for their final review.

West Orange 2013-2014 TCDBG Project: Mr. Barroeta said bids were taken on 06/30/15 and a recommendation to award bid was made to T. Johnson.

West Orange 2015-2016 TCDBG Project: Mr. Barroeta reminded us that we have scored number 11 out of 14 applicants. They would have to get something like 3.5 million to fund all the way down to our level.

ITEM #8 SUPERINTENDENT'S REPORT:

Copper limit (.0089) was barely over our limit this past month.

The auto sampler is down and the employees are back to pulling samples throughout the night. It is in for repair, which is under warranty, and should be back in 4-6 weeks.

District pumped 9,954,000 gallons of water, we sold 6,804,000 gallons. We sold 68% of the water we pumped. District was able to account for 78% of the water that we pumped.

217 customers were on the delinquent list & 27 on the cutoff list.

Mr. Tatum discussed a bid to take the digester all the way down and remove the sludge. Mr. Foreman made a motion to approve the bid for \$8027.50 for this one time removal. The motion was seconded by Mrs. Premeaux. Motion passed without exception.

Mr. Tatum brought several bids to the board for a new commercial grade lawn mower. Mrs. Premeaux made a motion to approve a \$5250 lawn mower from K&S. Mr. Foreman seconded the motion. Motion passes without exception.

Mr. Tatum discussed a company that is trying to create an online backflow management system. They will maintain backflow records and require testers to upload info online. They will also send out the yearly letters. The service is free of charge to the district. This issue will be tabled until the next board meeting, when more info can be provided.

South side orbital is down, he provided two quotes, one from Placo for \$8900 and one from Pemsco \$3500. Motion to approve repairs by, Mr. Foreman, seconded by Mrs. Premeaux. Motion passed with no exception.

ITEM #9 REGULATORY ENFORCEMENT ACTIONS No additional comments at this time.

ITEM #10 CAPITAL IMPROVEMENTS, REPAIRS, MODIFICATIONS OR REPLACEMENTS TO THE DISTRICT'S POTABLE WATER AND/OR WASTEWATER SYSTEMS:

Mr. Sanders updated the Board of Directors on the issue of the BP settlement; The litigates in the BP case settled the environmental and economic loss claims for punitive fines for approximately 18 billion dollars. Texas stands to get about 2.3 billion dollars.

ITEM #11 FINANCIAL MATTERS:

- A. Auditors Report: Mr. Steirman recommended that the board table the audit findings until the next meeting so that they can review the packet.

ITEM #12 BILLS TO BE PAID: Motion to pay the submitted bills in the total of \$135,938.62 by Mrs. Premeaux and seconded by Mr. Foreman. Motion passed without exception.

ITEM #13 CLOSED SESSION REGARDING SUPERINTENDENT, STAFF, LEGAL AND FISCAL ADVISORS:

The Closed Session began at 6:02PM and ended at 6:33PM No final votes were taken regarding the Closed Session Agenda Items after the Board of Directors reconvened into Open Session. At this point the Items were for discussion, only.

ITEM #14 SANITARY SEWER OVERFLOW (“SSO”) AGREEMENT: Mr. Bourque, an Engineer with Schamburg and Polk, notified the board that a letter to TCEQ has to be sent by the end of July to show a plan of action for the next year. A suggested plan of action is:

- (1) take on the private leaks, severe leaks first – A letter will be sent to the customer stating that they have a leak, and that they need to repair it, or the district will repair it and they customer will be charged.
- (2) Rehab concrete pipes
- (3) Point repairs on PVC pipes.

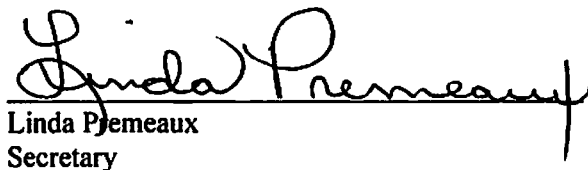
The board tabled this discussion until the next meeting to have time to review and ask questions and follow up with the engineers. Mr. Sanders will review our ordinances and see what we can do legally if we have to repair items on the customer’s property. In the mean time Mr. Tatum will try to seek an extension on the July report.

ITEM #15 BOARD OF DIRECTORS VACANCY: discussed in closed session.

ITEM #16 SPECIAL MEETING OR FUTURE REGULAR MEETING MATTERS REGARDING DATE/TIME/PLACE: No change at this time.

ITEM #18 CONSIDER ANY SPECIAL MEETING BEFORE THE NEXT REGULAR MEETING: Special meeting to be set for 07/27/15 @ 4pm

ITEM #19 ADJOURNMENT: A motion to adjourn was made by Mrs. Premeaux seconded by Mr. Foreman. Motion passed without exception. Meeting ended at 6:36 P.M.


Linda Premeaux
Secretary