

Seis Lagos Utility District

Minutes

Monday, March 18, 2019
Board of Directors Meeting

The Seis Lagos Utility District held a regular meeting and a Public Hearing at the Seis Lagos Clubhouse, 220 Seis Lagos Trail on Monday, March 18, 2019. The following board members were present: Brett Faucett, Brian Holmes, Keith Weinman, and Jeff Henderson. Also present were: Dewane Clark and Anne Faucett. There were 4 people in the audience.

1. B. Faucett called the meeting to order at 6:59 p.m. determined a quorum was present and all legal requirements have been met for posting of meeting notices. He asked all cell phones be turned off or to vibrate.
2. B. Faucett made a motion to convene into Executive Session pursuant to Chapter 551, Texas Government Code to discuss employee policy procedure as well as replacement of board member under Texas Government Code §§551.074 Texas Open Meeting Act. B. Holmes seconded the motion. Motion passed unanimously.
3. Open Session: Reconvene into Open Session at 7:30 p.m. and take any action as a result of the executive session regarding policies and procedures for Seis Lagos Utility District Staff. B. Faucett announced his resignation between late March and April due to moving out of the District.
4. Citizen's Input: No citizen's input.

Discuss Consider and Act on the consent agenda, meeting minutes for February 2019, Financials for February 2019, and Newsletter for April 2019. Motion to approve the consent agenda, meeting minutes for February 2019, Financials for February 2019, and Newsletter for April 2019, seconded by B. Holmes. Motion passed unanimously.

Operator's Report: D. Clark informed board members of Seis Lagos Utility District uniforms for staff, including a uniform cleaning service.

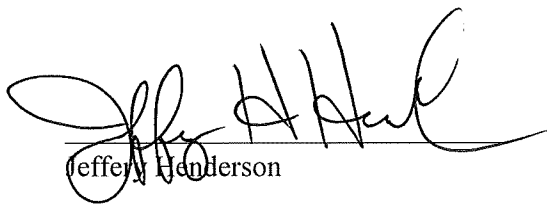
Office Report: A. Faucett discussed hold-ups in website design due to issues with graphics and images on the site. Board members agreed to set the new website as is and update graphics throughout the year.

5. Discuss, Consider, and Act on Installation of stop signs at Samantha and Lakeshore. J. Henderson presented issues with road traffic caused by construction and traffic flow. B. Faucett mentioned adding the radar speed detector to alert drivers prior to stop sign installation. Staff arranged to get with J. Henderson to position the radar speed detector. Tabled for next meeting.

6. Discuss, Consider and Act on Presentation of Plan of Finance by Financial Advisor. SLUD Financial Advisor Andre presented bond options for the sewer and water plant upgrades. Board members were informed of a potential bond amount of roughly \$3,595,000 including the bond amount and closing costs either through revenue bonds, where the bond is paid off by generated revenues, or to call an election for voters to elect a tax upon themselves for SLUD to issue bonds. Andre discussed SLUD financials in relation to qualifying for the bond. Other key factors such as current bonds until 2027, the need for reserve money to update infrastructure including roads, and past financial history will further impact the availability to move forward with revenue bond options. Item discussed, no action taken.

7. Discuss, Consider and Act regarding a Resolution approving the Plan of Finance and direct Staff, Engineer, General Counsel, Financial Advisor and Bond Counsel to prepare an Engineering Report, and other necessary documents, to submit an application to the Texas Commission on Environmental Quality for approval of engineering project and the issuance of bonds. Discussed through previous presentation with Financial Advisor Andre and present engineers. Reviewed plan to address TCEQ, consult with engineers and legal team to consolidate an application by late April early May. Construction is predicted to begin mid-fall of 2019. B. Faucett made a motion of resolution to approve the plan of finance and direct Staff, Engineers, General Counsel, Financial Advisor and Bond Counsel to prepare an Engineering Report and other necessary documents in order to apply to the Texas Commission on Environmental Quality for approval of engineering project and the issuance of bonds. Seconded by B. Holmes. Motion passed unanimously.

8. Adjournment. B. Faucett made the motion to adjourn the Seis Lagos Utility District meeting. K. Weinman seconded the motion. Motion passed unanimously.


Jeffrey Henderson

4-17-19

Date