

**Minutes of Meeting
Board of Directors
Denton County Fresh Water Supply District No. 7
May 10, 2012**

The Board of Directors ("Board") of Denton County Fresh Water Supply District No. 7 (the "District"), met in special session, open to the public, on May 10, 2012, at 6:00 p.m. at 2650 FM 407E, Suite 125, Bartonville, Texas, for which notice was given as required by Chapter 551, Government Code, as amended, and Chapter 49, Texas Water Code, as amended.

The roll was called of the duly appointed members of the Board, to wit:

John Rausch	President
Charles V. Lee	Vice President
Alex Teusink	Secretary
Andrew Kloser	Assistant Secretary
David J. Ware	Assistant Secretary

All members of the Board were present, except Director Teusink, thus constituting a quorum. Also attending the meeting were the following: Mr. Kevin Mercer, District General Manager; Mr. Richard Harned, District Controller; Mr. Kevin Carlson, P.E. of Huitt-Zollars, Inc.; Mr. Max Miller, Ms. Donna Robichaux, and Mr. Adrian Weaver, Board members of Denton County Fresh Water Supply District No. 6 ("No. 6"); District residents; and Mr. Clay E. Crawford of Crawford & Jordan LLP.

1. The President called the meeting to Order at 6:00 p.m.
2. Consideration was next given to public comments. The President opened the meeting to public comments. In that regard, Mr. Bill Featherstone addressed the Board and thanked the Board for its service and noted that he would appreciate the Board revisiting security issues. After noting that there were no other members of the public in attendance at the meeting and desiring to speak, it was determined that no formal action would be needed at this time.
3. Consideration was next given to the status of execution of the Petition to Denton County Commissioners Court requesting enforcement of traffic rules to District roads, and the taking of any actions necessary or appropriate in connection therewith. In that regard, Max Miller briefed the Board as to the status of the Commissioners Court action, advising that said vote for such action was unanimous. He further reported that the Denton County Sheriff's Department will begin enforcing the posted traffic regulations and writing tickets in mid May. Mr. Miller then noted that a process for extending regulations to the future roads in Lantana was approved as well. After a brief discussion on the matter, it was determined that no formal action would be needed at this time.
4. Consideration was next given to the enhancements to existing traffic control at Stacey Lane and Lantana Trail intersection, and the taking of any actions necessary or appropriate in connection therewith. In that regard Mr. Mercer noted that a) the new signage has been installed; b) with regard to the crossing guard, the Denton County Sheriff's Department does not want to

assign a deputy at the crosswalk, but agreed to provide a Sheriff patrol car Deputy to patrol the crosswalk, noting that neither the City of Bartonville Police Department nor any of the others nearby wish to provide assistance. After a brief discussion on the matter, it was determined that no formal action would be needed at this time.

5. Consideration was next given to the amendment of the District's 2012 Operating Budget, a copy of which is attached hereto as Exhibit "A". In that regard, Mr. Harned reported that the District's budget would need to be amended to include an additional budget line item of \$6,000 for October 1, 2012 for crosswalk assistance, and an additional line item of \$2,000 for additional road landscaping funds were necessary for the new subdivisions. After discussion on the matter, it was moved by Director Lee, seconded by Director Ware and unanimously carried that the District's 2012 Operating Budget be amended accordingly.

6. Consideration was next given to the status of the 2012 Directors Election and the taking of any action necessary or appropriate in connection therewith. In that regard, Mr. Crawford advised the Board that a special meeting would need to be held to canvass the District's election between May 15, 2012 and May 23, 2012. After discussion on the matter, Director Rausch moved that the Board approve meeting on Tuesday, May 15, 2012 at 6:00 p.m. to canvass said election. Director Lee seconded said motion, which carried unanimously.

7. Consideration was next given to a discussion regarding an extension of the hike and bike trails, and the taking of any action necessary or appropriate in connection therewith. Mr. Mercer reported that the District Engineer was in the process of preparing a study for the extension of the hike and bike trail from Stacey Lane around Isabel Addition to Lantana Trail, noting that said study would be ready for consideration at the next Board meeting.

8. Consideration was next given to a discussion regarding consolidation of the Lantana Districts. After a brief discussion on the matter, the Board deferred taking any action until the next meeting when the new Board of Directors was in place.

9. The Board next deferred consideration of Executive Session pursuant to Chapter 551, Subchapter D, Texas Government Code, after noting that no further Executive Session was required.

It was noted that the need for a plan to water the landscaping at the entryways should be considered as an item on the next agenda.

10. There being no further business to come before the Board, the meeting was adjourned.



Jim Lieber, Secretary