

COUNTY LINE SPECIAL UTILITY DISTRICT

Meeting Minutes

Board of Directors Meeting –March 18, 2024 at 6:30 P.M.

District Office-8870 Camino Real, Umland, Texas 78640

Board Members Present:

Toni Brewer

Robert Diaz

Joe Howe

Tracy Scheel

Rebecca Moore

Others Present:

Mike Gershon with Lloyd Gosselink Rochelle & Townsend, P.C. (CLSUD Legal Counsel)

David Klein with Lloyd Gosselink Rochelle & Townsend, P.C. (CLSUD Legal Counsel) Via Zoom

Allison Nieto with Southwest Engineers Via Zoom

Jeff Kallus with Southwest Engineers Via Zoom

Tom Walker with Southwest Engineers

Bill Fry with Plum Creek Utility-OMMS

Chris Betz, County Line Special Utility District Staff

Jesse Pena with Quiddity Engineering

Humberto Ramos, County Line Special Utility District Staff

Doug Schnautz, County Line Special Utility District Staff

Jennifer Tarbutton, County Line Special Utility District Staff

France Alston, County Line Special Utility District Staff

Tracie Crowell, County Line Special Utility District Staff

Kelton Workman, County Line Special Utility District Staff

Farah Najdawi, County Line Special Utility District Staff

Jo Ann Barrera, County Line Special Utility District Staff

Darlene Cisneros, County Line Special Utility District Staff

Karina Ortega, County Line Special Utility District Staff

The following represents the actions taken by the Board of Directors (Board) of the County Line Special Utility District (CLSUD) in the order they occurred during the meeting. The Board of Directors convened in a meeting at the date, time and location stated above.

A. CALL TO ORDER. Director Brewer called the meeting to order at 6:30 P.M.

B. ROLL CALL. Quorum of the Board was present, with Directors Brewer, Diaz, Howe, Scheel and Moore in attendance.

C. PUBLIC COMMENT. No Public Comment.

D. CONSENT AGENDA:

D.1 Consider and take action to approve the minutes of the February 19, 2024 regular Board meeting. Director Diaz made a motion to approve the Consent Agenda. Director Scheel seconded the Motion and the motion passed unanimously. 5 Aye, 0 Nay.

E. REPORTS. The Board of Directors received the following reports:

E.1 Wastewater Treatment Plant Report. Bill Fry with Plum Creek Utility-OMMS reported the plant had no major issues and the expansion is now complete. Connections continue to be made. Poco Loco Super Mercado is now connected to the wastewater system with eight (8) LUEs (Living Unit Equivalents). Need to schedule a time to meet and discuss commercial rates and rules for connecting.

E.2 Engineer's Report. Allison Nieto with Southwest Engineers reported construction on the Porter Creek Lift Station should start this month. The Porter Creek Force Main is currently under construction and almost complete. Plans are mostly complete for the Porter Creek Gravity Main and hopes to bid next month. Easement acquisition and design is currently underway for the FM 2720 wastewater extension and the commercial area wastewater. Working on preliminary calculations and exhibits for the wastewater CIP amendment. The Texas Commission on Environmental Quality (TCEQ) bond issuance report should be complete by the end of the month. Plans have been approved for eight (8) developments. Plans have been submitted for review for seven (7) developments and service requests and application fees have been submitted for twenty-four (24) developments.

Jeff Kallus with Southwest Engineers reported the contractor is working on the electrical components at the Brooks Well Site and expects the well to be in operation by the end of the month. Construction has started on the reuse plant with an estimated end of the year completion date. Construction is expected to start on the FM 2720 water line by the end of this month and estimated to be completed in May. The San Marcos water line should be complete by mid-April. Designing the elevated storage tank on Misty Lane. Director Howe asked the status of the Brooks Well generator funding, but Mr. Kallus has not heard anything new.

E.3 Capacity Report. Jeff Kallus with Southwest Engineers reported County Line Special Utility District (CLSUD) currently has 6,132 active meters; 2,377 in reserve; 1,068 pending; 4,525 for remaining phases of developments; 10,088 in new service requests and 2,200 for other requests for a total of 26,390.

E.4 Easement Report. Tom Walker with Southwest Engineers reported all easements have been acquired for the San Marcos waterline and construction is nearing completion. All easements have been acquired and construction will start soon on the FM 2720 waterline and verbal permissions have been granted to set easements sixty foot (60') inside the property lines due to the future road expansion for the wastewater line along FM 2720. All easements have been signed for the Steelhorn waterline. Craig Scott executed the Amendment for the FM 2001 waterline relocation. An easement meeting was held with the Tract 5 landowner on Cotton Gin Road; they agreed upon a price for the easement but are still negotiating a price for the septic field. A Non-Standard Service Agreement (NSSA) needs to be executed on the Misty Farms development before easement acquisition can begin.

E.5 Financial Report. France Alston with County Line Special Utility District (CLSUD) reported the Logics account has \$24M and interest for the month of February was \$96,000.00. The total for water revenue was \$2,465,169.80, the \$627,039.03 is the accounts receivable we have coming in. February was the first month we billed at the new \$80.00 rate for wastewater. Bottom line for the month was \$1,907,101.74. The check to Peerless Equipment in the amount of \$104,422.50 is for the Brooks Well that started in September of 2022. The check to Hydro Pro Solutions is for meters ordered last year. The budget is still looking good. Humberto Ramos mentioned CLSUD needs to start thinking about adding security to the office building and booster sites, staff will look into this and will try to have a report for the April board meeting. Security was not included in the 2024 budget.

E.6 CRWA, GBRA & ARWA Report. Humberto Ramos with County Line Special Utility District (CLSUD) reported the following.

- HCWTP -Overage: At the November 13th CRWA BOT item I. Approving an annual overage charge procedures from New Gen Strategies & Solutions, LLC was tabled to allow Crystal Clear SUD to hear Chris Ekrut's presentation at a meeting of all participants.
 - On November 29th a meeting of all the participants was held. The outcome was to implement the overage charge presented by Chris Ekrut for the past two years of overages. The Overage will be addressed at the Nov. 8th CRWA BOM. The issue is still unresolved.
 - On December 8th, County Line SUD sent a letter to CRWA BOT, regarding their position on the method and process.
 - On December 15th, Martindale WSC sent a letter to CRWA regarding withholding Operations and Maintenance as a result of violation of its responsibilities under the terms of the Amended and Restated Regional (Hays/Caldwell Counties Area) Water Supply and Treatment Contract.
 - Overage item was on the January 8th CRWA BOT Agenda. A Vote was taken, and item failed.
 - On January 25, 2024 Maxwell SUD representatives, Martindale representatives, CLSUD representatives met with Paul Terrel (attorney for Crystal Clear) to try and resolve the overage issue.
 - On February 8th, Paul Terrel, attorney for Crystal Clear sent an email to Maxwell Attorney (Zach) and CLSUD attorney (Mike) regarding leasing water from each entity in an effort to resolve the overage issue.
 - Demand letter dated February 9, 2024 was sent by Maxwell SUD, CLSUD, and Martindale SUD to CRWA and Crystal Clear SUD.
 - At the February 12th CRWA Board

- Took action to approve resolution CRWA 23-11-078 concerning an Annual Overage Charge Procedure. Which was adopting an annual overage charge procedure developed by NewGen Strategies & Solutions, LLC to be applied when the contractual annual allocation of treated water is exceeded by a participating member of the Amended Restated (Hays/Caldwell Counties Area) Water Supply and Treatment Contract, dated February 9, 2021. Meeting after Executive Session, CRWA passed Resolution CRWA 23-11-078
- On February 15 CRWA sent a letter in response to the February 9th demand letter requesting mediation. Subsequently all entities agreed to seek mediation.

HCWTP – Improvements/Membrane Replacement/Pipeline

- CRWA Staff submitted a TWDB Swift Application (\$24.9M) for improvements without CLSUD Pipeline. Subsequently, CRWA submitted a TWDB D-Fund application (\$19M).
 - CLSUD Staff met with interim CRWA GM Randy Schwenn on pipeline funding, coordinated effort to achieve funding. CRWA scheduled a meeting with all the entities for the week of March 20th.
- CRWA BOM -Meeting held on March 6th, I was unable to attend due to CLSUD agenda review, but CLSUD staff was able to attend.
 - CRWA BOT met on March 11th (see attached agenda). Items related to CLSUD include all items listed under General Business:
 - Item 7 Presentations/Discussions
 - C. The President of the Board of Trustees will appoint a Mediation Committee to participate in mediation of the dispute concerning the 2021 Restated Water Supply Contract for Hays Caldwell. Appointed to the Mediation Committee were Tim Fouse, Brandon Rohan, Clint Elis, and Martin Poor.
 - D. The President of the Board of Trustees will appoint an Audit Committee of the Board in accordance with Section 49.199 (a)(6)(B) Texas Water Code. – No action taken at this meeting
 - Item 10 General Business
 - B. CRWA 24-02-016 concerning an award to DNT Tanks for a contract to provide construction services for the Hays/Caldwell Water Treatment Plant Project. - DNT Tanks was awarded the contract.
 - C. CRWA 24-03-005 concerning the Recommendation of the General Counsel Selection Committee. Langley & Banack (Ruben Barerra) was selected as the firm for CRWA.
 - D. CRWA 24-03-006 concerning Revisions to the CRWA Procurement Policy. Action to be taken at the next meeting.
 - E. CRWA 24-03-007 Concerning Mediation of the Dispute arising under the 2021 Restated Water Supply Contract for Hays Caldwell. Action was taken to approve mediation.

- Item 11 Executive Session
 - A. General Manager Selection Committee's recommendation for candidate(s) for General Manager position and potential terms and conditions of Employment Contract and related matters.
 - B. Demand letters received from Maxwell SUD, County Line SUD and Martindale WSC related to the 2021 Restated Water Supply Contract for Hays Caldwell, proposed mediation and potential litigation of related claims and disputes.
 - C. Conditions for issuance of permits requested by GCUWCD in connection with CRWA's pending permit applications.
- Item 12 Return to Open Meeting
 - A. CRWA 24-03-004 Concerning the Recommendation of the General Manager Selection Committee. Action was taken to offer Kerry Averyt the General Manager position. Kerry has experience working at SAWS and SARA and is a licensed engineer in the State of Texas.
 - B. CRWA 24-03-008 regarding the Commencement of Litigation Concerning the Dispute related to the 2021 Restated Water Supply Contract for Hays Caldwell. Action was taken to move forward with litigation in the event mediation does not work.

CRWA hired a new general manager who will start March 25, 2024. Director Scheel stated all entities agreed to mediation and a mediator was selected along with a backup.

- CRWA Wells Ranch III Project
 - No agreement has been finalized, only drafted with errors.
 - Gonzales County Underground Water Conservation District. –CRWA is requesting that certain conditions of the 920 AF be excluded as part of the permit requirement. Intent is to use the permitted water for East Central, SHWSC and Green Valley. The district will also require additional mitigation fees and monitoring wells.
- GBRA/Gonzales Carrizo Water Supply Project
 - The hearing is set for the week of April 22, 2024.
 - GBRA is still actively negotiating with the protestants in an attempt to settle. The hearing is set for the week of April 22, 2024.
 - GBRA is anticipating receiving the 100% design packages for the pipelines and booster pump station by the end of this month.
 - GBRA has received approximately 46 appraisals and has initial offers out to 31 landowners for the pipeline easements.
 - Recall CLSUD is contracted for 2,419 AF or 27.63% of total project. In addition, GBRA needs additional funding in the amount of \$19,421,475 to complete the project. CLSUD portion is \$5,366,153.564. GBRA is currently working on the debt schedule.
 - Met with GBRA on February 5th to discuss potential increased cost for CLSUD Financial Plan. Based on this meeting they informed CLSUD the need is \$68M. Waiting on debt schedule from GBRA.

Chris Betz reported Alliance Regional Water Authority contract for Segment C was signed. This is the segment in our area that will run from Kyle up to Buda and then come in off High Road and connect to CLSUD. A vendor was selected for the contract and was able to negotiate terms which saved \$300,000.00 and thirty (30) calendar days, estimated completion is February 28, 2025. Mr. Betz will visit with the City of Uhland and Graham Moore to make sure all permits have been acquired, and everything is good.

E.7 General Manager's Report and Office Expansion Report. Humberto Ramos with County Line Special Utility District (CLSUD) reported the following.

- **General Manager Report**
 - Hired following staff Customer Service Specialist (Darlene Cisneros on February 20, 2024), Regulatory/Conservation Specialist (Farah Najdawi on February 9, 2024) and a Field Operator (Kelton Workman on February 2, 2024). The new staff were introduced at the meeting. Karina Ortega was also introduced. Ms. Ortega has been with CLSUD for seven (7) years and received a promotion to Supervisor/Manager over Customer Service.
 - Onboarded CLSUD Board Member Rebecca Moore with staff at a lunch meeting. This will be done with each new board member to get them up to speed regarding what is happening.
 - Met with Executive Committee on March 8th to discuss serving outside CLSUD CCN and Water Resources Plan follow up meeting before April 15th CLSUD BOT
 - Continue working with various developers within CLSUD CCN.
 - Regional meetings (see E.6 CRWA & ARWA Report)
 - Will attend Guadalupe County Ground Water Conservation District – March 14th. GWD will be considering rule changes to Wilcox.
 - City of Uhland Meeting(s)
 - Monthly Meeting with Staff – TBD. Will continue to work on priorities for CLSUD: development of a water conservation ordinance by 2nd Q of 2024; wastewater ordinance 1st Q of 2025; Franchise Agreement.
 - City Council Meeting – Meeting held on March 6th; staff attended.
 - City of Kyle
 - Meeting with Mayor Pro-Temp
 - Staff attended the City of Kyle City Council meeting on March 7th.
 - Met with Mayor Pro-Tem Robert Rizzo on February 26th.
 - Met with Councilman Miguel Zuniga on February 29th.

The City of Kyle wants to have regular meetings to help build a better relationship and wants to be better informed of new developments that will require wastewater services with the City of Kyle to insure they have capacity for the development.

- City of Lockhart
 - City Council Meeting – March 19th
 - Lockhart ISD will be building a new school on Misty Lane.
- Project Nora (Mega Site)
 - No new update

Mr. Ramos will attend the Texas Rural Water Association (TRWA) conference in San Antonio March 26-28. District 9 will hold elections. Mr. Ramos suggested naming the reuse plant or maintenance building after Daniel Heideman at his retirement party to be held April 5, Director

Brewer thought this was a good idea. Director Scheel thought the maintenance building should be named after him.

Office Expansion Report:

Jennifer Tarbutton with County Line Special Utility District (CLSUD) reported the committee met in February. A tentative schedule was provided by John Littlefield of Southwest Engineers which consisted of the following dates:

March 30, 2024 – Survey Complete
April 29, 2024 – Civil design submittal to the City of Kyle
August 30, 2024 – City review and permit issuance
September 20, 2024 – Bid
September 16, 2024 – Award
October 25, 2024 – Contract issued.
April 25, 2025 – Construction complete

Humberto Ramos with CLSUD pointed out the CIP showed a cost of \$500,000.00 for the new building, but the actual cost will be much more.

E.8 President's Report. Nothing was reported.

E.9 General Counsel's Report. Mike Gershon with Lloyd Gosselink Rochelle & Townsend, P.C. reported the staff of Lloyd Gosselink, County Line Special Utility District (CLSUD) and Southwest Engineers meet the first (1st) and fourth (4th) Wednesdays of the month to discuss various projects and agreements that need to be worked on.

F. ITEMS FOR ACTION OR DISCUSSION/DIRECTION WHICH WERE TAKEN OUT OF ORDER AND DISCUSSED IN THE FOLLOWING ORDER: F.1-F.10 and then F.12 WERE DISCUSSED IN REGULAR SESSION AND F.13 and F.11 (IN THAT ORDER) WERE DISCUSSED LATER IN EXECUTIVE SESSION.

F.1 Discuss, consider, and take action regarding appointing a member to fill vacancy on the County Line Special Utility District Board. Mike Gershon with Lloyd Gosselink Rochelle & Townsend, P.C. discussed this item. Written notices of resignation were received from Directors Ken Dodson (Place 3) on December 27 and James "Rusty" Loep (Place 6) on January 5. Director Ken Dodson's term expires May 2025; Director Rusty Loep's term expires May 2024. Texas Water Code § 49.105(a) mandates that an appointment be made within 60 days of the vacancy and provides that the appointed Director serves for the remainder of the term. Texas Water Code § 49.105(b) states that if a board vacancy is not filled by appointment by the 61st day after the vacancy occurred, a petition signed by more than 10 percent of the registered voters of the district, requesting the board to fill the vacancy by appointment, may be presented to the board. Each Director serves "at large," and not to serve in a limited geographical region like with commissioners courts (by precinct), city council (by place), and some districts. Information was posted to the District's website regarding the vacancies and eligibility requirements. To date, Place 3 has been filled by Rebecca Moore and Place 6 remains vacant. No one came to the meeting wishing to serve on the board. No action was taken.

F.2 Briefing regarding applications to be on election ballot for County Line Special Utility District's May 4, 2024 Directors election and discuss, consider, and take action to declare election uncontested and cancel this election. Recibir información sobre solicitudes para estar en la boleta electoral para la elección de Directores del County Line Special Utility District del 4 de mayo de 2024 y discutir, considerar y tomar medida para declarar la elección sin oposición y cancelar esta elección. Mike Gershon with Lloyd Gosselink, Rochelle & Townsend, P.C. discussed this item. The verbiage for this agenda item must be in English and Spanish and the Certificate and Order also must be in English and Spanish. The Certification of Unopposed Candidate form included in the board packet is required for Director Brewer to complete and sign since she was unopposed for the President place. No action from the board is required on this form. The Order of Cancellation of Directors Election for County Line Special Utility District included in the board packet is required since an election will not be held. Director Scheel made a motion to approve the cancellation of the election. Director Moore seconded the motion and the motion passed unanimously. 5 Aye, 0 Nay

F.3 Presentation on Lead and Copper Rule Revision (LCRR) Program. Farah Najdawi with County Line Special Utility District (CLSUD) gave a presentation on this item. This program is an unfunded mandate issued by the Federal Government and Texas Commission of Environmental Quality (TCEQ). The Lead and Copper Revision Rule, mandated by the EPA and TCEQ, requires all public water systems to submit initial inventories for both customer and system-owned service lines by October 16, 2024. CLSUD has adopted TCEQ-recommended methods to inspect its 6201 dwelling (customer service lines) and its system service lines. These methods involve utilizing historical record reviews, conducting distribution system inspections, and consulting County Appraisal District records. In alignment with TCEQ recommendations, CLSUD conducts inspections by comparing construction dates of the service lines, considering any lines built after July 1988 as lead-free. Ms. Najdawi met with other public water systems to see how they are handling the report and testing. She also contacted the schools and childcare facilities in our service area to make them aware of this project. After contacting these facilities, a form was submitted to TCEQ, and they contacted the facilities for testing. Right now, the project is only testing for lead and reporting our findings, no corrective measure information has been provided if lead is found in the system. Humberto Ramos, Karina Ortega, Jennifer Tarbutton, Farah Najdawi, Daniel Heideman, Elijo Garcia and Leonard Cisneros are working on this project. Chris Betz stated Five Star Concrete did metals test every year and always received a clear result for lead. Director Scheel said she has pictures of the Waterleaf Subdivision showing no lead in the system. Director Howe asked if an exemption could be filed since our system does not have lead, Humberto Ramos said we would be in violation if the report is not filed. No action was taken on this item.

F.4 Discuss, consider, and take action regarding appointing a member to Canyon Regional Water Authority Board of Trustees. Humberto Ramos with County Line Special Utility District (CLSUD) discussed this item. Mr. Ramos term on the CRWA Board of Trustees expires May 2024 and he would like to continue to serve. He took Doug Schnautz's place on the board when he became general manager of CLSUD. Director Scheel made a motion to reappoint Humberto Ramos for the continuation on the upcoming opening on the CRWA Board of Trustees. Director Diaz seconded the motion and the motion passed unanimously. 5 Aye, 0 Nay

F.5 Discuss, consider, and take action regarding appointing a member to Canyon Regional Water Authority Board of Managers. Humberto Ramos with County Line Special Utility District (CLSUD) discussed this item. Mr. Ramos currently serves on the CRWA Board of Managers and would like to

continue to serve after his term expires May 2024. Director Scheel made a motion to reappoint Humberto Ramos for the Canyon Regional Water Authority Board of Managers. Director Moore seconded the motion and the motion passed unanimously. 5 Aye, 0 Nay

F.6 Discuss, consider, and take action regarding Contract Change Order #1 from Lowden Excavating for the County Line Special Utility District – SH21 San Marcos Waterline. Humberto Ramos with County Line Special Utility District (CLSUD) discussed this item. This change order would allow Lowden Excavating to extend the 16" waterline into the booster site located on Hwy 21 and install a 16x8 cross, a 16" cap and an 8" cap. The change order is in the amount of \$22,367.00. Director Scheel made a motion to approve Change Order in the amount of \$22,367.00. Director Moore seconded the motion and the motion passed unanimously. 5 Aye, 0 Nay

F.7 Discuss, consider, and take action to award the "tie in" of the SH21 San Marcos waterline to the County Line Special Utility District booster site to James Radtke Construction. Humberto Ramos with County Line Special Utility District (CLSUD) discussed this item. This improvement is needed for the actual "tie in" of the new Hwy 21 San Marcos water line to the CLSUD booster site located on Hwy 21. The "tie in" will include connecting to the proposed cross awarded in Item F.6 above; constructing all piping and valves to operate the meter and CLA Val valve; and tie into the booster tank with a hot tap on the 16" line at the ground storage tank. Bids were received from three (3) contractors: James Radtke Construction in the amount of \$33,500.00; Lowden Excavating in the amount of \$38,776.00; and Alterman in the amount of \$58,300.00. Mr. Ramos recommended going with Radtke since he was the lowest bidder. Director Scheel made a motion to approve a "tie in" contract to Radtke for \$33,500.00. Director Diaz seconded the motion and the motion passed unanimously. 5 Aye, 0 Nay

F.8 Discuss, consider, and take action to approve Task Order 05-03-24-2 to amend the Land Use Assumptions and 2022 Water Capital Improvements Plan. Humberto Ramos with County Line Special Utility District (CLSUD) discussed this item. The Capital Improvements Plan (CIP) needs to be amended to account for the needed infrastructure to provide service to the high growth in the area. Amending the CIP will also allow us to determine the correct impact fee to charge the developers and allow us to include the improvements in Reimbursement Resolutions in the bond sales. This Task Order in the amount of \$20,000.00 will engage Southwest Engineers to make an Amendment to the Water CIP. Director Scheel made a motion to approve Task Order 05-03-24-2 to amend the Land Use Assumptions and 2022 Water Capital Improvements Plan. Director Moore seconded the motion and the motion passed unanimously. 5 Aye, 0 Nay

F.9 Discuss, consider, and take action to approve Task Order 05-03-24-1 to amend the Amended Land Use Assumptions and Wastewater Capital Improvements Plan 2023. Humberto Ramos with County Line Special Utility District (CLSUD) discussed this item. The Capital Improvements Plan (CIP) amendment is needed for the construction of infrastructure to provide service to the high growth in the area. This Task Order in the amount of \$20,000.00 will engage Southwest Engineers to make an Amendment to the Wastewater CIP. Director Scheel made a motion to approve Task Order 05-03-24-1 to amend the Land Use Assumptions and 2023 Wastewater Capital Improvements Plan. Director Moore seconded the motion and the motion passed unanimously. 5 Aye, 0 Nay

F.10 Discuss, consider, and take action regarding amendment(s) to the Personnel Policy Manual adopted December 17, 2021. Humberto Ramos and Jennifer Tarbutton with County Line Special Utility District (CLSUD) discussed this item. This item was on the agenda last month, but Director Howe

had requested comparisons with other utilities in the area. Ms. Tarbutton did a comparison with Canyon Regional Water Authority (CRWA), Crystal Clear, Maxwell Special Utility District and City of Kyle. The proposed changes would include increased vacation time (any unused vacation time would be paid out upon separation from the company if leaving on good terms and if two (2) weeks' notice was given); ability to accrue up to 288 hours of sick time (accrued time would not be paid out upon separation from the company); five (5) days of paid bereavement leave (at the general manager's discretion); and fifteen (15) holidays plus one (1) floating day. Part-time employees would not be entitled to any of these benefits. Director Scheel wanted to make sure staff have been briefed on these changes and are fine with them, Mr. Ramos stated meetings have been held with staff and they are fine with these changes. Director Howe stated he was good with these changes based on the comparisons provided. Director Scheel made a motion to approve. Director Diaz seconded the motion and the motion passed unanimously. 5 Aye, 0 Nay

F.11 Discuss, consider, and take action regarding Amended and Restated Regional (Hays/Caldwell Counties Area) Water Supply and Treatment Contract, Water Transportation and Wheeling Agreement between Maxwell SUD and CRWA, CRWA staff's draft Memorandum of Understanding, and CLSUD's demand letter to CRWA. This item was discussed second (2nd) in executive session. No action was taken on this item in executive session or regular session.

F.12 Discuss, consider, and take action authorizing the acquisition of the following easements and property in support of the District's water pipeline infrastructure projects.

- A. **Tract 1, FM 2720 RUC Holdings** – Per Mr. Walker, this will be picked up on the extension.
- B. **Tract 5, Camino East, Lennar** – Per Mr. Walker a decision might need to be made next month.
- C. **Misty Lane Easement** – Per Mr. Walker we are still waiting on the developer.

Tom Walker with Southwest Engineers, Inc., and Humberto Ramos with County Line Special Utility District (CLSUD) discussed this item. The item was included on the agenda in case action was needed. No action was taken on this item.

F.13 Discuss, consider, and take action regarding the transfer of wastewater CCN service area from Gristmill Utility Company to County Line Special Utility District, and the Sewer CCN Service Area Transfer Agreement between Gristmill Utility Company and County Line Special Utility District. This item was discussed first (1st) in executive session. No action was taken in executive session. Director Scheel made a motion to approve Humberto Ramos to enter into negotiations and execute a contract with Mr. Greenberg of Grist Mill Utility and developer, Scott Miller. Director Diaz seconded the motion and the motion passed unanimously. 5 Aye, 0 Nay

G. BOARD MEMBER ITEMS OR FUTURE AGENDA ITEMS. No Future Items were given.

H. EXECUTIVE SESSION. Director Scheel made a motion to adjourn into Executive Session and read the following: County Line Special Utility District reserves the right to adjourn into executive session at any time during the course of this meeting to discuss any of the matters listed above, as authorized by Texas Government Code Sections 551.071 (consultation with attorney), 551.072 (deliberations about real property), 551.074 (personnel matters), 551.076 (deliberations about security devices), and 551.087 (deliberations regarding economic development negotiations).

Director Diaz seconded the motion and the motion passed unanimously. 5 Aye, 0 Nay. Meeting entered executive session at 8:12 P.M. to discuss items F.13 and F.11 in that order. Director Diaz made a motion to leave executive session. Director Scheel seconded the motion and the motion passed unanimously. 5 Aye, 0 Nay. Meeting left executive session and entered back into regular session at 9:09 P.M. No action was taken while the meeting was in executive session.

I. ADJOURNMENT. Director Diaz made a motion to adjourn the meeting and Director Moore seconded the Motion, Motion passed unanimously. 5 Aye, 0 Nay Meeting was adjourned at 9:11 P.M.



Date 4/22/24

Toni Brewer
County Line SUD, Board President