

**SAN PATRICIO MUNICIPAL WATER DISTRICT
MEETING MINUTES
October 13, 2020**

President Billie Jo Tennill called the meeting of the Board of Directors of San Patricio Municipal Water District to order at 2:00 p.m. with the following members and officers present:

**Billie Jo Tennill, President
Troy Mircovich, Vice-President
Alan Miller, Director
Ed Rainwater, Director
Danny Cox, Director
Doil Kellar, Director
Larry Kalich, Director
Thomas Bridges, Director
Brian Williams, Manager
Rebecca Klaevemann, Secretary/Treasurer
Karen Ivey, Assistant Secretary**

Also present was Mallory Gabro-Lightsey, District Engineer, Cliff Ezell, Safety/HR Manager, Jake Krumnow, O&M Manager, attorney Bryan Stone, John Dietz, Technical Services Analyst, Ed Cross and Hamlet Newsom with the Evangeline/Laguna, LP, and joining the meeting by remote access are Don Rodman with the Rodman Company, Scott Baker, with Baker Benefits Administrators, Inc., Larry Grove with Grove & Davis Insurance Agency, and Les Selensky, P.E. with Windshore Engineering, LLC.

Pledge of allegiance to United States flag and the Texas flag.

Pledge of Allegiance and Pledge to Texas flag was led by Director Ed Rainwater.

Public Comment.

1. **Minutes of Meeting July 14, 2020.** Motion was made and seconded to approve the minutes of the August 25, 2020 meeting. Motion carried unanimously.
2. **Evangeline/Laguna, LP (Groundwater).** A presentation regarding Evangeline/Laguna, LP (Groundwater) was made by Ed Cross and Hamlet Newsom. Discussion by Board and staff.
Ed Cross and Hamlet Newsom with Evangeline/Laguna, LP left the meeting at 2:40 p.m.
3. **Self-Funded Health Insurance Renewal with Specialty RX Program, Short Term Disability and Employee Assistance Program.** A presentation was made by Scott Baker of Baker Benefits Administrators, Inc. Discussion by Board and staff. A motion was made and seconded to approve the Baker Benefit partially self-funded insurance renewal at the current coverage levels with Option 2 that implements the Specialty RX Program Agreement presented with the current stop loss carrier Sirius America with the Cigna network and the Reliant Standard short term disability and employee assistance program and remote telephonic physician service for the plan year 11/1/2020-10/31/2021. Motion carried unanimously.
Director Troy Mircovich, Scott Baker with Baker Benefits Administrators, Inc, and Larry Grove with Grove & Davis Insurance Agency left the meeting at 3:03 p.m.
4. **2021 FY Proposed Budget Personnel Costs.** Discussion by Board and staff.
5. **Plant B & Plant C Roofing Improvements.** Les Selensky with Windshore Engineering, LLC outlined the bidding results and made a recommendation. Discussion by District Board and staff. Motion was made and seconded to award the contract to Rodcon Services, LLC for the base bid amount of \$343,600 with an additional contingency of \$120,000 for a total of \$463,600 to cover additional change orders recommended by the engineer (Windshore) and approved by the District. Motion carried unanimously.
Les Selensky, P.E. with Windshore Engineering, LLC left the meeting at 3:39 p.m.
6. **Chemours Treated Water Contract.** Discussion by District Board and staff. A motion was made and seconded to approve the First Amendment to the Treated Water Agreement between the San Patricio Municipal Water District and the Chemours Company FC, LLC and allow the General Manager to execute. Motion carried unanimously.
7. **Air Liquide Treated Water Agreement.** Discussion by District Board and staff. A motion was made and seconded to approve the First Amendment to the Treated Water Agreement between the San Patricio Municipal Water District and Air Liquide Large Industries U.S.L.P. and allow the General Manager to execute.
8. **Steel Dynamics Water Service.** Discussion by District Board, staff and attorney Bryan Stone. A motion was made and seconded to approve the Indemnity and Hold Harmless Agreement between the San Patricio Municipal Water District and Steel Dynamics Southwest, LLC and allow the General Manager to execute. Motion carried unanimously.

a. Portilla Ranch Easement and Restoration Agreements. Discussion by District Board, staff and attorney Bryan Stone. A motion was made and seconded to approve the Water Line Easement with Portilla Ranch Holdings, Ltd. and allow the General Manager to execute after the Indemnity and Hold Harmless Agreement between the San Patricio Municipal Water District and Steel Dynamics Southwest, LLC has been fully executed. Motion carried unanimously.

b. Subordination Agreement. Discussion by District Board, staff and attorney Bryan Stone. A motion was made and seconded to approve the Subordination Agreement Grassland Reserve Conservation Easement Program (USDA-GRP) Contract No. 8374421001MC and its Exhibit "A" entitled Restoration and Post Construction Maintenance Agreement with the USDA and allow General Manager to execute, after the Indemnity with Hold Harmless Agreement between the San Patricio Municipal Water District and Steel Dynamics Southwest, LLC has been fully executed. Motion carried unanimously.

c. Steel Dynamics Raw Water Contract. Discussion by District Board and staff. No action taken.

9. GCGV Asset Holding, LLC MSA Amendment. Discussion by District Board and staff. A motion was made and seconded to approve Amendment 3 to the Master Services Agreement between the San Patricio Municipal Water District and GCGV Asset Holding, LLC and allow the General Manager to execute. Motion carried unanimously.

10. Windstorm Insurance. Discussion by District Board and staff.

11. 48" Treated Water Transmission Line. Discussion by District Board and staff.

12. Regional Water. Discussion by District Board and staff.

13. Economic Development. Discussion by District Board and staff.

14. Manager's Reports

a. Management Reports

i. Water Supply & Demand

ii. Infrastructure & Facilities

iii. Municipal & Industrial Development

iv. Personnel

b. Financial Reports. The Quarterly Investment report for the 3rd Quarter was presented by Secretary/Treasurer Rebecca Klaevemann to the Board as required by the Public Funds Investment Act.

9. Adjourn at 5:04 p.m.



Karen Ivey, Assistant Secretary



Billie Jo Tennill, President