

MINUTES OF
LAKE MCQUEENEY WATER CONTROL AND IMPROVEMENT DISTRICT NO. 1

May 18, 2022

The Board of Directors (the "Board") of Lake McQueeney Water Control and Improvement District No. 1 (the "District") met in regular session in person, open to the public, on the 18th day of May, 2022, at Lake Breeze Ski Lodge, 225 Ski Lodge Road, McQueeney, TX 781234, inside the boundaries of the District, and the roll was called of the members of the Board:

Robert L. Worth, Jr.	President
Paul A. Mueller	Vice President
Lindsey Gillum	Secretary
David Doughtie	Treasurer/ Assistant Secretary
John Ewald	Assistant Vice President

and all of the above were present, thus constituting a quorum.

Also present at the meeting were: members of the public whose names are listed on the attached sign-in sheet, including newly elected director, Michele Norris; Calep Estes and Michael Willett of Touchstone District Services; and Nellie Connally and Jane Miller of Allen Boone Humphries Robinson, LLP.

Members of the public and consultants attending the meeting via videoconference are listed on the participant list attached to these minutes.

PUBLIC COMMENT

Ms. Connally reviewed the District's public comment policy (the "Policy") prior to opening the floor and line for the Board to receive public comment.

Mr. Dodson suggested that the Board consider holding a town hall meeting to discuss projected permitting and construction schedules and factors that might affect those timelines.

There being no members of the public wishing to make public comment at this point on the agenda, Director Worth moved to the next agenda item.

MINUTES

The Board reviewed the minutes of the March 16, 2022, regular meeting. Director Doughtie moved to approve the minutes, as submitted. The motion was seconded by Director Gillum and passed unanimously.

2022 DIRECTORS ELECTION

The Board reviewed the certified returns from Guadalupe County for the District’s May 7, 2022, Directors Election. Ms. Connally presented an Order Canvassing Returns and Declaring Results of Directors Election, reflecting the following results, as indicated in the certified returns:

<u>Candidate Name</u>	<u>Votes</u>
Michele Norris	178
David Doughtie	180
Bob Dodson	38

Director Worth, President of the Board, noted the completion of the canvass of the returns of the election pursuant to Section 67.004(g), Texas Election Code. After review and discussion, Director Mueller moved to adopt the Order Canvassing Returns and Declaring Results of Directors Election, reflecting that Michele Norris and David Doughtie have been elected to the Board of Directors each to serve a four-year term, and direct that the Order be filed appropriately and retained in the District’s official records. Director Ewald seconded the motion, which passed by unanimous vote.

The Board considered approving a Certificate of Election, reflecting the election of Michele Norris and David Doughtie to the Board of Directors of the District each for a four-year term.

Ms. Connally reviewed the Sworn Statement, Oath of Office, and Official Bond for Director Norris and the Sworn Statement and Oath of Office for Director Doughtie.

After review and discussion, Director Gillum moved to (1) approve the Certificate of Election and the distribution of same to Directors Norris and Gillum, and direct that the Certificate of Election be filed appropriately and retained in the District’s official records; and (2) approve the Sworn Statements, Oaths of Office, and Official Bond and direct that the documents be filed appropriately and retained in the District’s official records, and that the Oaths of Office be filed with the Secretary of State, as required by law. Director Mueller seconded the motion, which passed by unanimous vote.

REORGANIZE BOARD AND AUTHORIZE FILING OF DISTRICT REGISTRATION FORM

The Board considered reorganizing the Board of Directors and filing an updated District Registration Form with the Texas Commission on Environmental Quality (“TCEQ”), reflecting the terms of the newly elected directors and the reorganization of the Board. Following review and discussion, Director Mueller moved to (1) appoint Michele Norris to serve as the Assistant Vice President of the Board of Directors; and (2)

authorize filing of the updated District Registration Form with the TCEQ and direct that the District Registration Form be filed appropriately and retained in the District's official records. Director Norris seconded the motion, which passed by unanimous vote.

The Board also concurred that Director Norris will serve as the Board liaison for the purpose of coordinating communication to and with the Friends of Lake McQueeney ("FOLM").

TEXAS OPEN MEETINGS ACT TRAINING AND PUBLIC INFORMATION ACT TRAINING

Ms. Connally next distributed and reviewed a memorandum regarding Texas Open Meetings Act and Public Information Act training requirements for Directors and encouraged Director Norris to receive her training as soon as possible and forward her certificate of completion to ABHR for inclusion in the District's permanent records.

CONFLICT OF INTEREST DISCLOSURES

Ms. Connally reviewed a Memorandum from ABHR regarding conflict of interest disclosure required under Chapter 176 of the Texas Local Government Code and disclosure forms adopted by the Texas Ethics Commission, a copy of which is attached. Ms. Connally stated that pursuant to Chapter 176 of the Texas Local Government Code, the District will maintain a List of Local Government Officers. Ms. Connally reviewed the List of Local Government Officers. After review and discussion, Director Mueller moved to approve and authorize execution of the List of Local Government Officers and direct that the List be filed appropriately and retained in the District's official records. Director Gillum seconded the motion, which passed by unanimous vote.

AUDIT FOR FISCAL YEAR END APRIL 30, 2022

Director Doughtie presented and reviewed a proposal to conduct the District's audit for the fiscal year ending April 30, 2022. After review and discussion, and upon a motion made by Director Mueller and seconded by Director Norris, the Board voted unanimously to approve the proposal.

FINANCIAL AND BOOKKEEPING MATTERS

Director Doughtie reviewed the bookkeeper's report, a copy of which is attached. Discussion ensued regarding the impact of costs related to litigation and open records matters related to the matter of *Bruington v. Lake McQueeney WCID No. 1, et al.* Director Gillum requested that the District bookkeeper submit some of the related invoice for expense to the District's insurance as a claim for payment.

Following review and discussion, Director Worth moved to approve the bookkeeper's report and payment of invoices, as presented. Director Gillum seconded the motion, which passed unanimously.

The Board took no action on the proposed amendment to Bookkeeping Services Agreement.

The Board conducted its annual review of the District's Investment Policy, and Ms. Connally stated that neither ABHR nor the bookkeeper have any recommended changes.

Ms. Connally reviewed a Resolution Establishing Authorized Depository Institutions and Adopting List of Qualified Broker/Dealers with Whom the District May Engage in Investment Transactions. She next reviewed a list of qualified broker/dealers provided by Municipal Accounts & Consulting, L.P.

After review and discussion, Director Gillum made a motion to (1) adopt a Resolution Regarding Annual Review of Investment Policy and to direct that a copy of the resolution be filed and retained in the District's records; and (2) adopt a Resolution Establishing the Authorized Depository Institutions and Adopting List of Qualified Broker/Dealers with Whom the District May Engage in Investment Transactions, and direct that the Resolution be filed appropriately and retained in the District's official records. Director Mueller seconded the motion, which passed unanimously.

UPDATE FROM ENGINEERING COMMITTEE

Director Mueller provided an update regarding dam engineering and design and projected start of construction schedules.

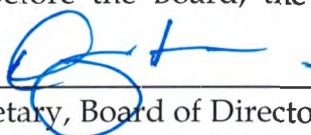
MATTERS RELATED TO GUADALUPE-BLANCO RIVER AUTHORITY ("GBRA")

There was no discussion for this agenda item.

MEETING SCHEDULE

The Board concurred to hold its next meeting on July 20, 2022, at 4:00 p.m.

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



Secretary, Board of Directors

