

**MINUTES OF THE BOARD OF DIRECTORS MEETING
VALLEY MUNICIPAL UTILITY DISTRICT NO. 2
May 17, 2022**

1. Call to Order of the Regular Meeting.

The Board of Directors of the Valley Municipal Utility District No. 2 held a Regular Meeting at 9:00 A.M., May 17, 2022 in accordance with the duly posted notice with a quorum of Directors present as follows:

Roger Nelson	President
Clifford Rowell	Treasurer
Richard Harse	Director
Pat Pace	Director

Absent:

Jim Tipton	Vice-President
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Others present:

Scott Fry	General Manager
Kathy Cunningham	Attorney

2. Elected Directors Take the Oath of Office.

Kathy Cunningham administered the Oath of Office to Clifford Rowell and Richard Harse. She stated that Jim Tipton will have to take the Oath of Office at the next meeting.

3. Election of Board Officers.

Mr. Rowell made a motion to table the election of Board Officers until Jim Tipton could be present. The motion was seconded by Mr. Harse and approved by a unanimous vote of those present.

4. Public Input.

There was no Public Input.

5. Approval of the Minutes of the Regular Board Meeting Held on April 15, 2022.

The Board reviewed the minutes of the April 15, 2022 Regular Board Meeting. Mr. Rowell made motion to approve the April 15, 2022 minutes. The motion was seconded by Mr. Pace and approved by unanimous vote of those present.

6. Approval of Financial Report for the Month of April 2022.

Mr. Fry reviewed the Financial Report with the Board for the month April 2022. Mr. Pace made a motion to approve the Financial Report for the Month of February 2022. The motion was seconded by Mr. Rowell and approved by unanimous vote of those present.

7. Discussion and Action to Purchase Sewer Cleaning Equipment.

Mr. Fry stated that the District had advertised for two consecutive weeks in the Brownsville Herald an Invitation to Bid for the Purchase of a New or Used Sewer Vacuum/Jet Truck. Mr. Fry then stated that the District had only received one bid from DTI Trucks in Denver, CO for a 2011 F550 with 441 miles and Equipped with a Pipe Hunter Vacuum/Jet System, for the amount of \$95,999.00. Mr. Fry then stated that he would fly two employees up to Colorado to receive the vehicle and drive it back to Texas. Mr. Pace made a motion to accept the bid from DTI Trucks for the amount of \$95,999.00 and to authorize the General Manager

to execute the purchase of the Ford F550 Vac Hunter Truck. The motion was seconded by Mr. Harse and approved by a unanimous vote of those present.

8. Discussion and Action on a Request by the River Bend P.O.A. to Clarify the Monthly Billing for the RV Park to Declare Various Pieces of District Property as Surplus and to Authorize the General Manager to Sell those Items.

Mr. Fry stated that Chapter 49 of the Texas Water Code requires that Districts that want to dispose of surplus pieces of property which exceed \$300.00 of value, must take the items before the Board to declare them surplus prior to any sale. Mr. Fry stated that the District had two surplus portable generators, and two used water tower lights which were probably worth more than \$300.00 each, and that he was bringing them before the Board to be declared surplus for the purpose of selling them. Mr. Pace made a motion to declare the two generators and two water tower lights as surplus and to authorize the General Manager to sell them. The motion was seconded by Mr. Harse and approved by a unanimous vote of those present.

9. Updates and Old Business.

Mr. Fry gave an update on the following items.

- a. Resaca Dredging Proposed Project – Mr. Fry stated that he did not have an update on the dredging project.
- b. Potential Wastewater Treatment services from Neighboring Utilities – Mr. Fry stated that he was waiting on the Brownsville PUB to submit their wholesale rate to the District. He added that they had told him that it should be ready by the end of May.
- c. Ovation and Capella Agreement – Kathy stated that she has not heard from Mr. Franklin and that she would work with Mr. Fry to send a legal demand letter to him.

10. General Manager's Report

- **Production and Sales Report-** The reported water loss February 2022 shows a 13.94 % unaccounted for water loss. He stated that this is a normal water loss amount.
- **Production Report-** Mr. Fry discussed the improved production of the R.O. Plant.
- **Raw Water Report-** Mr. Fry discussed the raw water report.
- **Customer Complaints-** There were no customer complaints for the month of May 2022.
- **Operations Report-** The operations report for April-May 2022 was explained.
- **Vehicle Maintenance Report-** The report was presented and reviewed.

11. The Board Entered into Executive Session as Allowed By Government Code 551.074 to Discuss A Personnel Issue and/or Section 551.071(1)(A) to Discuss Pending Litigation.

Mr. Pace motioned to enter Executive Session at 9:57 a.m. The Motion was seconded by Mr. Harse and approved by a unanimous vote of those present. The Board Exited the Executive Session at 10:14 a.m.

12. Discussion and Action Relative to the Executive Session.

The Board directed the General Manager to follow up on medical issues related to employee Javier Ramos.

13. Adjourn.

There being no further business, Mr. Rowell made a motion to adjourn the meeting, seconded by Mr. Tipton at 10:15 a.m.

Roger Nelson

ROGER NELSON, PRESIDENT

ATTEST:

Jim Tipton

JIM TIPTON, PRESIDENT

