

PORT O'CONNOR IMPROVEMENT DISTRICT
P.O. BOX 375
PORT O'CONNOR, TX 77982

Pursuant to notice duly posted on March 11, 2016, a **SPECIAL** meeting of the Port O'Connor Improvement District was called to order on Tuesday, March 15, 2016 at 7:00 p.m. in the District's office located at 39 Denman Drive, Port O'Connor, Texas.

CALL TO ORDER

President Allen Juneke called the meeting to order and established that a quorum was present and welcomed everyone.

DIRECTORS PRESENT: Allen Juneke, Joe Newsome, Bryan Redding, Leon Brown and Marshall Bradford

DIRECTORS ABSENT: None

ALSO PRESENT: Donna Grafe-Tucker, General Counsel
Kim Stafford, District Personnel
Jody Weaver, G&W Engineers
Scott Spidle, US Water Utility Group

MEMBERS OF THE PUBLIC PRESENT:

Bobby Raybon	Kayla Meyer
Susan Raybon	David Emery
Nathan O'Neill	Marilyn Miller

ITEMS FOR CONSIDERATION

1. **CONSULTATION WITH SCOTT SPIDLE OF US WATER UTILITY GROUP REGARDING OPERATIONS AND COMPANY REFERENCES**

Scott Spidle addressed the Board regarding an ongoing legal dispute in which USWUG is currently involved. The Board discussed the legal dispute at length with Scott Spidle. The current proposed contract terms were discussed among the Board. No action taken.

2. **REVIEW AND AUTHORIZE TRANSMITTAL OF PROPOSED CONTRACT WITH US WATER UTILITY GROUP FOR OPERATION AND MANAGEMENT SERVICES**

General Counsel presented the latest contract proposal being negotiated. Amendments to the contract were presented to the Board and discussed. USWUG has approved the amendments. Expenditure terms and emergency repairs were discussed, along with monetary authority and

communication protocol. USWUG will be given written notice to contact a selected Board member in the event of an emergency. General Counsel will continue with contract negotiations and present at a Special Meeting.

MOTION: Bryan Redding

SECOND: Joe Newsome

The capital improvements amount stays the same per the contract terms.

Motion Approved: 3-2

Opposed: Leon Brown and Marshall Bradford

MOTION: Joe Newsome

SECOND: Bryan Redding

The major repairs amount stays the same per the contract terms.

Motion Approved: 3-2

Opposed: Leon Brown and Marshall Bradford

MOTION: Marshall Bradford

SECOND: Leon Brown

To table the contract until the Board has time to review and analyze the terms.

Motion Failed: 2-3

Opposed: Allen Junek, Joe Newsome, and Bryan Redding

MOTION: Joe Newsome

SECOND: Bryan Redding

The minor repairs amount stays the same per the contract terms.

Motion Approved: 3-2

Opposed: Leon Brown and Marshall Bradford

3. RETAINING PERSONNEL WHETHER VIA DIRECT HIRE OR CONTRACT LABOR TO ASSIST WITH DISTRICT OPERATIONS

Jody Weaver presented the Board with an Application for Employment recently received by the District. Documents were presented to the Board for relief operations options from USWUG and Third Coast Utility Service. Additional applications received by the District were discussed among the Board.

MOTION: Leon Brown

SECOND: Bryan Redding

To authorize the Board to hire the individual on a probation period, authorize Jody Weaver to contact Third Coast Utility Service to perform services as needed, and authorize Allen Junek to execute the Independent Contractor Agreement.

Motion Approved: 5-0

4. INTERLOCAL AGREEMENT FOR PERSONNEL AND SERVICES WITH
CITY OF PORT LAVACA

Jody Weaver advised the Board that the City of Port Lavaca approved the Interlocal Agreement for Personnel and Services for the District.

MOTION: Leon Brown

SECOND: Marshall Bradford

To approve the Interlocal Agreement for Personnel and Services with City of Port Lavaca.

Motion Approved: 5-0

EXECUTIVE SESSION.

There was no Executive Session.

ADJOURNMENT

MOTION: Marshall Bradford

SECOND: Leon Brown

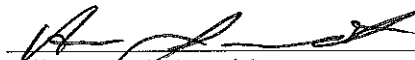
To adjourn the meeting.

The meeting adjourned at 9:30 p.m.

Minutes APPROVED by the Board of Directors on the 14 day of April, 2016.

ATTEST:


Bryan Redding, Secretary


Allen Junek, President