

**FLYING L PUBLIC UTILITY DISTRICT
REGULAR MEETING – MAY 10, 2021
M I N U T E S**

CALL TO ORDER: The May 10, 2021 regular meeting, of the Flying L Public Utility District; is called to order by President Don Bateman at 6:30 PM. Additional Board Members in attendance are June Baker, Judd Ryan, and Austin Christensen. Nathon Laws is absent. Also, in attendance are Recording Secretary-Leslie Rector, Clerk-Jay Call, Field and Office Administrator-Steve Childers, and Water and Wastewater Operators John Montgomery & Chad Sillers of MOC (Municipal Operations and Consulting).

A quorum was established.

Guest(s) in Attendance: None

PUBLIC COMMENT: None

MINUTES OF PREVIOUS MEETING: After a review of the April 12, 2021 Regular Meeting Minutes a **motion** was made by Christensen, 2nd by Ryan to approve the Minutes from the April meeting. **Unanimous**

Financial Review: Steve went over the Financial Statements, which includes P&L Prev Yr Comparisons, P&L Budget vs Actual, Balance Sheet, Expenses by Vendor Summary, System Totals, Top Usage Accts, Usage & Loss Report, and Well Levels. Well #1 level is 231', and Well #2 is 299'. Sewer income was higher than last year and the maintenance cost was much higher. Although total income was up so were expenses. On the month the net revenue was down \$25,000. There was a 9% water loss recorded.

REVIEW AND PAY BILLS: After reviewing the checks submitted, the Balance Sheet, and the Vendor Summary a **motion** was made by Christensen, 2nd by Ryan to accept the reports and pay the bills with a transfer of \$35,000 from System Account #266 to Operating Account #816 at Bandera Bank. **Unanimous**

Bandera Bank, CDs & Hondo Bank:	\$494,712.78
Savings & CDs at Randolph Brooks FCU:	\$164,234.14
FUND BALANCE:	\$658,946.92

TCEQ Inspection Progress & Actions: John Montgomery (MOC) said responses for all of the Alleged Violations (AV) & Observations were sent to the TCEQ Investigator, Susan Roberts; and we should expect to receive a response in about 3 weeks. The AV responses will either be cleared or a time frame will be given to clear them. Some have been completed and many are in the works for completion. The new road for access to Lift Station B and the back-up power generators will take the longest to complete.

REPORT OF MONTHLY WORK PROJECTS AND OPERATION: Steve reports there were two water leaks: one on Stone Crest which was caused by the line not being buried deep enough and the other on the putting green behind the 19th Hole Restaurant. MOC completed a compliance audit on the sewer and water system and found several items that should be done to comply with TCEQ Rules. He and the Board will prioritize the list to start accomplishing each item. For example the water wells require windsocks because of the chlorine tanks at that location and the chlorine tanks need to have an Auto Switch-over Valve connected to the two tanks. Five alarm auto-dialers will be installed at the water tanks, sewer plant, and lift stations. The swivel arm at the sewer plant needs repair, surge protectors need replacing, and there is a valve at the sewer plant on the side of the digester that needs replacing because it cracked during this year's winter storm. A Class "B" test was completed last week at the Sewer Plant. The Sewer Plant is looking and operating better. Additional work recently completed: removed brush from the fence, hauled contaminated soil off, leaking valves repaired, cleaned drying beds, and A 1 Septic removed sludge from the lift stations. Hector Berreles is a new contractor we are working with for small jobs. He is the one that fixed the leak at the 19th Hole and on Stone Crest. He will also handle some taps. MOC has identified all the dead-end water lines and will be flushed monthly. The water loss audit showed an 11% loss. Well #1 pumps 40 gallons a minute and Well #2 pumps 400 gallons a minute.

Community Valve Project: "Area 1" has been completed at a cost of about \$10,000. The Roads in Area 1 include Glenvalley, Knollwood, Valley View, and Oak Hills. These valves are scheduled to be exercised every 6 months going forward.

Water Tanks Inspection & Cleanout: Ron Perrin Water Technologies performed the water tank inspections last month and also vacuumed out the sediment from both tanks on April 28th.

Stocking of Basic Parts: It has become evident that we need to have basic plumbing parts on hand. MOC will assist in suggesting what parts to stock.

Other Projects: Update on the pending Insurance Claim. Jay Call reported that she hasn't filed the claim yet, so she will add the cracked valve at the Sewer Plant to that insurance claim. The amount without the cracked valve is \$3,452.26 less the deductible of \$250. The items included in this claim are the pond pump, cleaning up the sewer spill, back-flow valve repair, cleaning the drying beds, and excavating soil.

OLD BUSINESS (Discuss and Consider)

Drought Restrictions: Chad Montgomery said every time you go in or out of a drought restriction you are supposed to notify TCEQ by email. No change was recommended to the restriction level. **Tabled**

NEW BUSINESS (Consider for Action and Review):

Approve MOC as Operator: A motion was made by Christensen, 2nd by Ryan to hire MOC as our Water and Sewer Operator. **Unanimous**

Cyber Training Class: All Board members and employees are required to take the Cyber Security Training 2021. Go to the website and watch the video then take the test. Print the results and turn them in to the office. To be completed by next meeting.

Access to Lift Station B: A more secure road base access is being required by TCEQ. Direct access is between two unimproved lots owned by the same person. The initial offering from the owner was to sell both lots for \$75,000. It was suggested by the PUD lawyer to negotiate a new easement that specifically outlines the use of the easement for an access road to the lift station. The last option would be to acquire by condemnation the land to use for its purposes. Since Nathon has spoken with the owner it was decided he should continue the negotiations after the Board decides it's top offer to purchase the lot(s).

Budget Amendments and 21-22 New Budget: Currently the Budget is at a \$31,000 loss and by the end of the physical year, probably closer to \$60,000. Steve will work up a budget for next month and budget amendments for year-end figures.

Trash Issues & Policies: Republic raised our rate and charged us multiple times for overages at a rate of \$28 per cu/yd. They have returned to the original rate and lowered the overage rate to \$5 pre cu/yd, giving us a credit of \$595.80. The Board knows of someone that will pick up large items for a fee and take them to the dump. This could be an on-going service for the community. The Board will look into a new camera system next month.

Approve Auditor: Eric Ede and Company has been contacted in regards to completing this year's audit. The cost will be the same as last year. A motion was made by Christensen, 2nd by Ryan to hire Eric Ede for this year's annual audit. **Unanimous**

Administrator Salary: Steve just wanted the Board to know that he personally is no longer paying any portion of MOC's fee since they have been hired as the new systems operator and not just a consultant.

Next Meeting: The next month's regular meeting date for the Flying L PUD is scheduled for Monday, June 14, 2021 at 6:30 PM.

Adjourn: A motion was made by Baker, 2nd by Ryan to adjourn the meeting at 8:08 PM. **Unanimous**

Presented for review and approval,
Leslie L. Rector, Recording Secretary
for the Flying L Public Utility District