

MINUTES OF THE BOARD OF DIRECTORS' MEETING
GREATER TEXOMA UTILITY AUTHORITY

MONDAY NOVEMBER 18, 2019

AT THE ADMINISTRATIVE OFFICES
5100 AIRPORT DRIVE
DENISON TX 75020

Members Present: Ken Brawley, Scott Blackerby, Donald Johnston, Stanley Thomas, Anthony Richardson, Matt Brown and Mark Kuneman

Members Absent: Brad Morgan

Staff: Drew Satterwhite, Debi Atkins, Tasha Hamilton, Carolyn Bennett, and Velma Starks

General Counsel: Mike Wynne, Wynne and Smith
Bond Counsel: Kristen Savant, Norton Rose Fulbright

Visitors: Gwyn Jordan, City of Whitewright
Brandon Latimer, City of Whitewright

I. Call to Order

Board Vice President Donald Johnston called the meeting to order at 12:31 p.m.

II. Pledge of Allegiance

Board Vice President Donald Johnston led the group in the Pledge of Allegiance.

III. Consent Agenda

Items marked with an asterisk () are considered routine by the Board of Directors and are enacted in one motion without discussion unless a Board Member or a Citizen request a specific item to be discussed and voted on separately.

IV. * Consider and act upon approval of Minutes of October 21, 2019 Meeting.

V. * Consider and act upon approval of accrued liabilities for October 2019.

Board Member Ken Brawley made a motion to approve the consent agenda items. Board Member Anthony Richardson seconded the motion. Motion passed unanimously.

VI. Citizens to be Heard.

There were no citizens requesting to address the Board.

VII. Presentation of Government Finance Officers Association Certificate of Achievement.

General Manager Drew Satterwhite provided background information for the Board. The recognition received by the Authority for the integrity of its financial reporting began at a time when Debi Atkins was hired as Finance Officer of the Authority. Each year since that time, the Authority has received recognition. This year marks the 29th consecutive certificate of achievement that has been awarded to the Authority. Vice President Donald Johnston read the news release and presented the Certificate to Debi Atkins.

VIII. Consider all matters incident and related to the issuance and sale of "Greater Texoma Utility Authority Contract Revenue Bonds, Series 2019A (City of Whitewright Project)", including the adoption of a resolution approving the issuance thereof and the facilities to be constructed, acquired or improved by the Authority.

General Manager Drew Satterwhite provided background information for the Board. In 2018, the City of Whitewright requested the Authority's assistance with financing a water system improvements project. The City is planning projects which include a new water well, ground storage tank, pump station, re-coating of an elevated storage tank, water line replacements, and appurtenances. At the September 17, 2018 meeting the Board approved the Resolution authorizing the filing of an application for assistance from the TWDB for the City of Whitewright Water System Improvements Projects, not to exceed \$6,350,000. However, the staff worked with the City and engineer over the course of several months following the date of application to reduce the scope of the project and ultimately the amount of funds sought by the City. The City of Whitewright increased their water rates at their April 2019 Council Meeting in anticipation of this upcoming bond issuance.

The total amount of funding (\$3,758,106.) includes three (3) portions 1) Series 2019A (\$1,645,000) which offers a 1.35% interest rate subsidy for 30 years; 2) Series 2019B (\$1,025,000) which offers 0% interest rate for 30 years; and 3) Principal Forgiveness (\$1,088,106) which is not required to be paid back. TWDB estimates the City could save approximately \$2.5 million over the life of the loan by utilizing the DWSRF.

Kristen Savant, Bond Counsel, explained the bond issuance process, to be closed December 20th.

Board Member Scott Blackerby made the motion that GTUA approve the resolution issuing the 2019A bond contingent upon City of Whitewright approving the bond at their next City Council meeting Board Member Ken Brawley seconded the motion. Motion passed unanimously.

IX. Consider all matters incident and related to the issuance and sale of "Greater Texoma Utility Authority Contract Revenue Bonds, Series 2019B (City of Whitewright Project)", including the adoption of a resolution approving the issuance thereof and the facilities to be constructed, acquired or improved by the Authority.

General Manager Drew Satterwhite had provided background information in Item VIII. Kristen Savant, Bond Counsel, explained the bond issuance process. Board Member Ken Brawley made

