

Approval of Minutes from  
September 16, 2024  
Board Meeting

**REGULAR MEETING  
OF THE BOARD OF DIRECTORS OF THE  
LUMBERTON MUNICIPAL UTILITY DISTRICT**

The regular meeting of the Board of Directors of the Lumberton Municipal Utility District was held on Monday, September 16, 2024, at 6:30 p.m. at the offices of the District pursuant to notice duly posted in accordance with the law. The following members of the Board were present:

Jimmy Burk

David Desormeaux

David Pitchford

Roger Smith

Absent: Nick Carter

Also present were Robb Starr, Mike Tywater, Carla McGallion, BJ Lee-Lewis and Benny Lewis as employees of the District, Jared Defrancis of LJA Engineering, Michael Hackbarth of General Informatics, Pat O'Neil with Wathen, DeShong, & Juncker, LLP and Kate K. Leverett of Germer PLLC as legal counsel for the District.

Agenda Item No. 1: Prayer and Pledge. A quorum being present, the meeting was called to order where the prayer and pledge were led by Director Smith.

Agenda Item No. 2: Public Hearing on Proposed 2024 Tax Rate for an amount not to exceed \$0.206139/\$100 valuation. Director Smith opened the public hearing at 6:33 p.m. for any member of the public to comment on the tax rate.

Agenda Item No. 3: Close Public Hearing on 2024 Tax Rate. There being no comments, the public hearing was closed at 6:35 p.m.

Agenda Item No. 4: Public Comments on Agenda Items. None.

Agenda Item No. 5: Approval of Minutes from August 19, 2024 Board Meeting. The Minutes of the August 19, 2024 meeting were approved with one typo correction on page 3.

Agenda Item No. 6: Presentation by General Informatics on Cyber Security. The Board recognized Michael Hackbarth who provided a detailed presentation regarding the current cyber security services being provided to the District and information regarding additional security services that could be provided in order to mitigate additional cyber security risks. Mr. Starr informed the Board that the District did go through a penetration test which they had very good success.

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and no risks were identified

Agenda Item No. 7: Presentation of 2023-2024 audit of District financial records, Wathen, DeShong, & Juncker, LLP. The Board recognized Pat O'Neil who presented the annual audit. The District's financial statements presented fairly and was issued a clean opinion.

Agenda Item No. 8: Presentation by Engineers for the Wastewater Plant and Collection System Improvements Update by LJA Engineering. The Board recognized Jared Defrancis who provided an update on the wastewater treatment plant. Mr. Defrancis informed the Board there had not been much progress this past month and is still awaiting TCEQ approval. With respect to the lift station project, there is no progress to report at this time.

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Agenda Item No. 9: Final Approval for Longleaf Development Phase I Section A-B, 110 lots. The Board recognized Mr. Starr who informed the Board that Longleaf Development representatives had not provided the needed information by the Board meeting; therefore, it was requested the agenda item be tabled.

Agenda Item No. 10: Adoption of the 2024 Tax Rate for an amount not to exceed \$0.206139/\$100 valuation. Director Smith provided an opportunity once again for any member of the public to provide a comment regarding the tax rate. There being no comments and upon motion duly made by

Director Burke and seconded by Director Desormeaux, the motion to adopt the tax rate at an amount not to exceed \$0.206139/\$100 valuation was passed unanimously.

Agenda Item No. 11: 2024 Notice to Purchaser. The Board recognized Mrs. Leverett who informed the Board the Notice to Purchaser must be approved once a year after the new tax rate is established. The Notice is provided to new property owners in the District and will also be posted on the District's website. After discussion and upon motion duly made by Director Desormeaux and seconded by Director Burke, the motion to approve the Notice to Purchasers was approved unanimously.

Agenda Item No. 12: Manager's Report.

**A. Presentation of Financial Statement and Accounts Payable.** The Board recognized Carla McGallion who presented the account statements and collateral pledges from First Financial Bank showing total deposits of \$32,182,268.93 and collateral pledges of \$42,111,090.76. The Board then was presented with the monthly accounts payable in the amount of \$706,374.95 followed by consideration of the budget to date providing monthly revenues for August 2024 of \$1,192,359.25 and monthly disbursements of \$1,028,588.23 for a monthly operating income of \$163,771.02.

**B. Presentation of Production Report and Operations Report.** The Board recognized Benny Lewis who noted there were no system exceedances or loss time injuries. Mr. Lewis reviewed the overtime comparison by month, the production report as well as the monthly charts and graphs on system operation, customer usage and customer profiles, noting the yearly rainfall being slightly higher than the last two years. The Board was then provided with the vehicle maintenance report and the complaint log showing the lowest amount of complaints in the last several months. The Board then thanked Mr. Lewis and recognized Mr. Starr who presented the District health plan and noted the final determination of items not set forth in the description would be provided.

C. **Presentation of Current Projects.** The Board recognized Mr. Starr who noted he will be teaching a class in Corpus Christi the week of September 23-27.

D. **Presentation of Directors' Reports.** None.

Agenda Item No. 13: Public Comments. None.

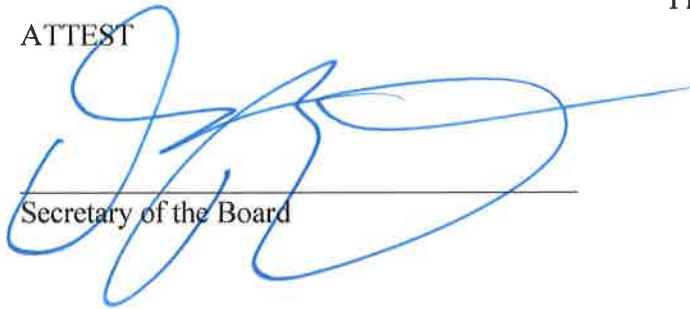
Agenda Item No. 14: Payment of Bills. After discussion and upon motion duly made by Director Pitchford and seconded by Director Burk, the accounts payable were approved for payment as presented.

Agenda Item No. 15: Adjournment. There being no further business, the meeting was adjourned at 7:44 p.m.



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President of the Board

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Secretary of the Board