



CAPE ROYALE UTILITY DISTRICT

1330 CAPE ROYALE DRIVE
COLDSRING, TEXAS 77331

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The board of directors (The Board of Cape Royale Utility District of San Jacinto County, Texas) held a board meeting on April 15th, 2021 at 3:00pm at the district conference room, 1330 Cape Royale Drive, Coldspring, San Jacinto County, Texas.

Present from the Board: Dale Toronjo, Richard Masterson, Alex Onjanow, Lynn Watkins, Douglas Pulgini

Present from the District: Larry Clark, Elaine Russell, Heather McCann, Mike Jacobs

1. Call to order
2. No visitors were present
3. No person(s) from the Cape Royale POA were present
4. The agenda for the meeting was distributed to the board and approved.
5. The minutes of the previous board meeting were reviewed and approved as written.
6. There were no customer comments this month
7. Elaine Russel presented an annual request for the resolution affirming the Federal Trade Commission's identity thief rules and policies, known as the Resolution Affirming Identity Theft Prevention Program. In accordance with the FTC adopted 16 CFR 681, the existing CRUD 2009 program was reviewed for continuance. There were no changes needed to be made at this time. Alex Onjanow motioned to approve the Resolution, Richard Masterson 2nd the motion. The motion was approved.
8. Elaine Russell presented the most recent Tax Assessor-Collectors Report and as of this date the taxes are 98.1% collected. No other issues.
9. A discussion was presented concerning a written request from resident 52371 requesting relief of previous years CRUD taxes and standby fees for property recently purchased as a Cape Royale POA sale. The lot was previously in forfeiture with the POA and the request is from a resident adjacent to the property. In collaboration with the Cape POA to get the lot in new resident paying hands, the board decided to waive the base amount of taxes and standby fees up to 2020 in the amount of \$418.83. The total amount including penalty, interest and attorney fees is \$1,004.73. Alex Onjanow motioned to approve the transaction, Lynn Watkins 2nd the motion. The motion was approved.
10. A discussion was presented by Alex Onjanow and Larry Clark concerning the CRUD's position for future situations of unpaid taxes and like matters. It was determined that a steadfast policy needs to be in place for future request. The Board agreed that as a policy, no tax and standby fees waivers would be granted. Alex Onjanow motioned to approve the new policy, Richard Masterson 2nd the motion. The motion was approved. The new policy will be sent to an attorney for review and compilation.
11. Larry Clark presented the General Managers Report. There was a discussion concerning a Certa-Lock connection failure on Well #3, where the contractor Alsay refused Larry's request



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that the failure be covered under warranty. The matter was resolved and a new replacement motor was installed at a cost of approximately \$27,000.00. There were no other significant issues.

12. Mike Jacobs presented the Operators Report with no issues or concerns.
13. Heather McCann presented the March 2021 Bookkeepers Report with no issues.
14. Alex Onjanow motioned to accept all reports as written. Richard Masterson 2nd the motion. The motion was approved.
15. No other pending business
16. Meeting was adjourned by Dale Toronjo at 3:45pm
17. Next meeting will be held May 18, 2021 at 3:00pm.

Submitted by: Doug Pulgini