

LAKE BONANZA WATER SUPPLY CORPORATION
DIRECTOR BOARD MEETING
December 8, 2016
KOA 19785 Highway 105 West Montgomery, Texas 77356 6:00 P.M
Magnolia Hall

President Mary Wesolick called the meeting to order. Joe Gonzalez, Karen Gonzalez, Tracy Michaud, Diana Long and Lance Molchan were present and made the quorum. Director David Miller had informed he would not be able to attend.

Joe made a motion to accept the minutes from the November meeting which had been reviewed by Directors. Lance seconded and it was passed unanimously.

Member Sara Barcenas was present to ask for a refund on a reconnect fee she incurred. President Mary discussed LBWSC policy and the Board took no action.

Diana made a motion to pay the bills all Directors had reviewed. Tracy seconded and the motion passed unanimously.

Melanie from C & R presented the Director Report. There was 6.66% water loss for November. Electrical field Services will check the repair work as there was burnt wire from the well to the building at well site #1. Mary reported we needed another bid for the installation of the hydro tank and the engineer decided it best to place the pressure tank on the lower right side of the boosters. Mary relayed Joe Gonzalez's valve had been opened and excessive water left running for a good period of time. This was followed by discussion by the Directors. The Board highly felt it had been vandalism targeted to the LBWSC. Lance motioned to credit the usage on the account and his base fee remain the only amount due on the account for the month of December. Tracy seconded and the motion passed unanimously. Mary then discussed using Larry Forrester as counsel for the well project and our attorney Jack Sommers as support when needed. Tracy motioned to accept the Director Report and Joe seconded. This was passed unanimously.

Melanie then presented the Financial Report. She had an engagement letter for the LBWSC 2016 audit for signature. Lance was tasked to review the letter and report back to the Board. Melanie also presented an Information Request Form from Sara Barcenas that will be quite extensive. Total funds in all accounts was reported as \$878,622.44 and net income reported as \$7,611.26. Next, the 2017 budget was reviewed and discussed. Joe made a motion to accept the 2017 budget as agreed in the meeting and Lance seconded. The vote was unanimous. The total amount agreed for 2017 being \$577, 711.40. Karen relayed the Chase Bank CD will be matured December 19, 2016. Lance made a motion to close the Chase account and move the funds into a present Woodforest money market account. Diana seconded. Motion passed.

Mary reported the final document and maps for the amended CNN have not yet been received.

Lance motioned to use a realtor Mary recommended (Vicky) for the search of property for the new voted for and proposed well site.

Lance proposed delaying the January newsletter. The new meters agenda item planned for January as well was removed. Items for January for the agenda were suggested as a 5 year capital Improvement plan, property search update, pressure tank and Catahoula well update and the credential committee report.

Joe made a motion to adjourn and Tracy seconded. Motion passed unanimously at 8:21 P.M.

Sincerely,

Karen Gonzalez
LBWSC Secretary