

LAKE BONANZA WATER SUPPLY CORPORATION  
DIRECTOR BOARD MEETING  
February 11, 2016  
KOA 19785 Highway 105 West Montgomery, Texas 77356 6:00 P.M

President Mary Wesolick called the meeting to order. Lance Molchan, David Miller, Joe Gonzalez and Karen Gonzalez made the quorum. Tracy Michaud was absent.

Secretary Karen Gonzalez read the minutes of the previous meeting. Joe motioned to accept the minutes as read and Lance seconded. The motion passed unanimously.

LBWSC member Johnny Gonzalez from the floor suggested the Board set a limit on the length of the Board meetings.

Joe motioned to pay the bills that had been reviewed by all members present. David seconded. The motion passed.

Mike Pawalowski from Wagners services gave the Operations Report. He relayed the new electrical work at Well site #1 had been completed. He relayed a suggestion from the electrician saying a crossbar on the doors would enhance the security of the building. The Board agreed for him to do this. He noted he placed a gravel supply at site #1 for repairs as needed. Melanie added she was waiting to be notified of the date the razor wire would be placed on the top of the fence at the site. Lance made a motion to accept the report and David seconded. The motion passed unanimously. Mike stated he will check on the water test sample results he took in October and let Mary know.

Melanie White presented the Financial Report. She reported the audits for years 2014 and 2015 were set to be done. The decision to move forward was delayed until the upcoming March meeting as President Mary will do some research of auditors. Next, Lance made a motion to approve the 2016 Budget for LBWSC as just agreed by the Board for the total amount of \$431,809.40. Joe seconded and the motion passed unanimously.

Next Mary called on Joe to discuss the TCEQ violation letter concerning our "Minimum Water System Capacity Requirements". Joe had talked with TCEQ and recommended that Fontaine & Associates and Mike from Wagners Services interface concerning this issue, and also the TCEQ (Houston Region) to handle this.

Credential Chairman Mary updated the Board about milestones preparing for the upcoming annual meeting and election. She advised because of timelines there may be need for a special meeting. David agreed to get the signs needed for this meeting.

Lance reported the progress of getting information to drill a possible well to the Catahoula aquifer. He noted extensive information needs to be gathered before application for any funding. He presented benefits for a new well, temperature issues and other information in handouts to members.

Joe motioned to adjourn the meeting. David seconded. Meeting adjourned at 7:55 P.M.

Sincerely,

Karen Gonzalez  
Secretary, LBWSC