

LAKE BONANZA WATER SUPPLY CORPORATION
DIRECTOR BOARD MEETING
January 18, 2016
KOA 19785 Highway 105 West Montgomery, Texas 77356 6:00 P.M

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

The minutes were presented by Secretary Karen Gonzalez. Joe motioned to accept the minutes as read. Lance seconded. The motion passed unanimously.

Lance motioned to pay the bills which had previously been reviewed by the Directors. Tracy seconded and the motion passed unanimously.

Mike Pawalowski from Wagners gave the Operation/Director Report. He noted water loss had been average with 5.46% loss. He reported well meters had been calibrated. Director David Miller arrived to the meeting. Joe made a motion to approve the bid from Champion Services Group to add razor wire to the fencing at well site #1 for a bid totaling \$2300 (without sales tax computed in the bid). Tracy seconded. Tracy made a motion to table the generator enclosure construction decision for well site #1. Joe seconded. Motion passed unanimously. Lance made a motion to accept the Directors Report as presented and David seconded. The motion passed.

Melanie White from Wagners presented the Financial Report and reviewed the projected budget for 2016. Tracy motioned to approve the Finance Report and Joe seconded. The motion passed unanimously. The Board agreed for the budget approval action to be on the February agenda.

Next, Karen made a motion to approve paying our dues to continue membership with the TRWA. Lance seconded. Motion passed.

Credential Chairman Mary for this year's Director Election, went over some steps for the upcoming election and pointed out the process followed will be as suggested by the TRWA and the documents that will be used are on the LBWSC website. Karen made a motion to approve the documents on the LBWSC website for the upcoming Director Election. Tracy seconded. The motion passed unanimously. Mary expressed the need to find the third member of the committee.

Mary next discussed a need for approval of legal counsel for the upcoming election if necessary. Karen motioned to approve use of LBWSC Attorney Jack Sommers and David seconded. The motion was approved unanimously.

Mary began discussion on item 4 on the agenda. This resulted in a motion from Lance to approve item 4 that we should study the prospect of drilling a well to the Catahoula to

eliminate SJRA expense. Karen seconded. The motion passed by all but Joe abstaining. Next Joe made a motion to rescind the previous motion and Lance seconded. The motion passed unanimously. Lance made a motion to study the prospect of drilling a well to the Catahoula aquifer. Tracy seconded. The motion passed unanimously. Joe made a motion to elect Mary as the Chairman of a committee to explore and study the prospect of drilling a well to the Catahoula aquifer. Lance seconded and the motion passed unanimously.

Joe related the CCN expansion project being done by J. F. Fontaine and Associates, is still ongoing.

Joe motioned to adjourn and Tracy seconded. Motion passed. Meeting adjourned 8:26 P.M.

Sincerely,

Karen Gonzalez
Secretary, LBWSC