

LAKE BONANZA WATER SUPPLY CORPORATION
DIRECTOR BOARD MEETING
July 13, 2017, Magnolia Room
KOA 19785 Highway 105 West Montgomery, Texas 77356 6:00 P.M

President Mary Wesolick called the meeting to order. Joe Gonzalez, Lance Molchan, Diana Long, Karen Gonzalez and David Miller made the quorum.

Minutes from the June 8th, 2017 minutes were approved with a motion by Lance and seconded by Diana. The vote was unanimous. Diana made a motion to approve the Emergency meeting minutes of June 26, 2017. Joe seconded and the motion passed unanimously. The special meeting on April 29, 2017 minutes were approved with a motion by Lance and a second from Karen. The motion passed unanimously.

Member Daphney Skelton, during public comment, discussed issues concerning her service. She relayed her water has an odor at times, discolored water after the recent main line break and concerns of things she reads on an online site. Mike Pawaloski from C & R stated he would set a time to inspect her concerns at her home.

Director Tracy Michaud arrived to the meeting.

Joe motioned to approve and pay the bills which members had reviewed. Tracy seconded. The vote passed unanimously.

Mike from C & R gave the Director report. He reported Well Site #1 is now pumping 360 to 370 GPMs after the new pump and motor was installed. Enhancements to the auto dialer were done to give better notification of problems. C & R will install two isolation valves on the main line in Holly Estates. David motioned to accept the Director Report with a second by Diana. The motion passed unanimously.

Mike Sullivan with Blyel Engineering was in attendance and explained to the Board information about Sanitary Control Easements that will be needed at property where the new well will be located. Mary stated she is working with a Realtor still on proposed possible lots.

Melanie gave the Finance Report. She reported SJRA was increasing their fee to \$2.64 per thousand gallons and noted LBWSC's current income for the fee being charged had not been sufficient to cover the actual amounts owed. Lance motioned to increase the SJRA fee LBWSC charges from \$2.85 to \$3.35 per thousand gallons effective September 1, 2017. Diana seconded and the motion passed unanimously. Joe motioned to accept the Finance Report and David seconded. The motion passed unanimously.

Mike discussed the financial losses C & R Water Supply was having on some jobs. David motioned to approve new contract changes proposed in a letter dated July 11th, 2017 from

C &R Water Supply increasing tap fees for a 3/4 "line from \$350 to \$525, tap fees for a 1" line from \$700 to \$750, road bore fees to be \$350 and labor rates to be time and a half for emergencies that occur after business hours effective September 1, 2017. Tracy seconded the motion. The motion passed unanimously.

Mary reviewed the newsletter which would go out to customers soon.

The agenda items noted for the August meeting were Tariff Updating, New Well Committee Updates and a President Salary.

Joe motioned to adjourn and Tracy seconded. The motion passed and the meeting was adjourned at 9:07 P.M.

Sincerely,

Karen Gonzalez
Secretary