

LAKE BONANZA WATER SUPPLY CORPORATION
DIRECTOR BOARD MEETING
May 12, 2016
KOA 19785 Highway 105 West Montgomery, Texas 77356 6:00 P.M

President Mary Wesolick called the meeting to order. Joe Gonzalez, Tracy Michaud, Vice President Lance Molchan, David Miller and Secretary Karen Gonzalez were present and made the quorum.

Lance made a motion to accept the reviewed minutes of April 14th and Tracy seconded. This motion passed. David motioned to accept the reviewed April 30th special meeting minutes and Joe seconded. The motion passed.

Dwayne Wilson from the floor commented he would like approval of a 1 inch line and to know the water rate.

Tracy motioned to approve the reviewed bills for payment. David seconded. The motion passed.

Mike from Wagners gave the Director Report. He stated LBWSC is at approximately 79% capacity. A letter had been sent to TCEQ with information about this from the engineer at Fontaine & Associates. He stated this should clear the capacity violation. Lance motioned to accept the Director Report and David seconded. Motion passed unanimously.

Melanie from Wagners reviewed the Financial Report. She informed the board the SJRA will be making a decision on their rates in June. David motioned to accept the Financial Report. Tracy seconded. The motion passed.

Next Bryan Toldan from McCall Gibson Swedlund Barfoot presented information about his firm and a bid to do LBWSC audits. The cost for the 2014 audit was stated not to exceed \$6,250. The cost for the 2015 stated was not to exceed \$5,500. The Directors asked questions of Mr. Toldan and Karen made a motion to accept the bids for McCall Gibson Swedlund Barfoot PLLC to do LBWSC audits for 2014 and 2015, with the record showing other companies had been explored. Joe seconded this motion. The motion passed unanimously.

Joe motioned to charge a standard water rate for the one inch line of customer Dwayne Wilson. Lance seconded. The motion passed.

Work of earmarking LBWSC funds was moved to the June agenda.

President Mary then informed the Board of a request to know if LBWSC could supply water from developer Steve Bowen for approximately 30 new homes on the corner of Rabon Chapel and Pine Lake. There was discussion concerning the completion of LBWSC's CCN amendment at this time.

Joe motioned to adjourn the meeting and David seconded. Meeting adjourned 7:50 P.M.

Sincerely,

Karen Gonzalez
Secretary, LBWSC