

**Minutes of the Bartonville Water Supply Corporation  
Annual Meeting of the Membership  
Monday, April 14, 2003  
Crossroads Bible Church  
8101 Justin Road  
Double Oak, TX 75077**

**1. Call to Order**

President Paulson called the Annual Meeting of the membership of Bartonville Water Supply Corporation to order at 7:35 P.M. on Monday, April 14, 2003 at the Crossroads Bible Church, 8101 Justin Road, Double Oak, Texas.

**2. Welcome and Introductions**

President Paulson welcomed the members and introduced the directors, consultants, and staff present.

**Directors in Attendance**

Michael Paulson, President  
Duane Johnson, Vice-President  
Larry Kaufman, Secretary/Treasurer  
Scott Kilpatrick  
Dale Mutschler  
Tom Greaves

**Directors Absent**

Kevin Alberts

**Consultants in Attendance**

Jennifer Drury, CPA  
Ronnie Phillips, Esq.  
Wayne Ginn, P.E., The Ginn Corporation  
Dan Tonn, CPA, with Hankins, Powers, Eastup, Deaton & Tonn, PC

**Staff in Attendance**

Jim Leggieri, General Manager  
Tony Mauldin, Superintendent  
Marcy Gustafson, Administrative Assistant

**3. Credentials Committee Report**

The Credentials Committee reported a quorum was present as the required 10% or 185 members of the 1,851 eligible members were present or represented by proxy. There were 264 members represented by proxy and 17 members were present.

**4. Approve Minutes of the April 8, 2002 Annual Meeting**

The minutes of the April 8, 2002 Annual Meeting were read by Jennifer Drury. Motion by Duane Johnson and second by Lewis Lowe to approve the minutes. Motion approved unanimously.

#### **6. Election of Three Directors and Revision of the By-Laws.**

President Paulson announced Kilpatrick, Mutschler and Johnson's terms had expired and he would entertain nominations for three directors. Mutschler, Kilpatrick, and Hanson were nominated. Motion by Kaufman and second by David Mullins that nominations for directors cease. Motion carried unanimously.

Motion by Lowe and second by Kilpatrick to accept the votes by acclamation. Motion carried unanimously.

President Paulson announced there would be a revision of the By-Laws. Paulson stated in Article IX of the current By-Laws of BWSC it states that the Annual Meeting must always be held on the second Monday in April. Paulson stated the revision would be to set the date for the Annual Meeting for any weekday in April. Paulson stated this would allow for more flexibility in setting the meeting date and possibly allowing for more attendance by members.

Motion by Kilpatrick and second by Lowe to accept the revision of the By-Laws as stated. Motion carried unanimously.

#### **7. Bartonville Water Supply Corporation**

Drury gave a rate presentation. The presentation included the history of BWSC over 38 years, sources of water (current and future), consumption figures, costs, and how rates are determined.

#### **8. Drawings for Prizes**

President Paulson asked for a volunteer to draw the tickets and proxies for the water prizes; Caitlyn, Shelby and Lauren Kilpatrick volunteered.

The proxies of the following members and their credits drawn were:

Donald Barr	5,000 gallons
Gary Carrington	10,000 gallons
Leon Howard	15,000 gallons
David & Kris Curtis	20,000 gallons

The tickets of the following members and their credits drawn were:

Lewis Lowe	5,000 gallons
Larry Kaufman	10,000 gallons
Tom Greaves	15,000 gallons
Dale Mutschler	20,000 gallons

#### **5. 2002 Audit Report**

Dan Tonn, with Hankins, Powers, Eastup, Deaton, & Tonn who performed the 2002 audit, reviewed the 2002 Financial Highlights. Mr. Tonn reviewed the most significant financial transaction that occurred during 2001, the release of the CCN to Lantana. Mr. Tonn stated that the value of the Lantana payment was \$3,000,000 over a ten-year period, which was booked as income receivable. Mr. Tonn stated that the two significant additions to fixed assets were the purchase of the four- acre tract near Saddlebrook for a future well site and the continuing project of installing remote read meters. Mr. Tonn stated that revenues were down due to the decreased water demand and that overall the corporation is in excellent financial health. Copies of the financial highlights were available to the membership and were displayed on the overhead projector. Mr. Tonn answered questions from the membership. Motion by Kaufman and second by Cook to accept the 2002 Audit Report. Motion approved unanimously.

## **10. Adjournment**

Motion by Johnson and second by Kilpatrick that the meeting adjourn. Motion approved unanimously. The meeting adjourned at 8:15 p.m.

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Recorded by Marcy Gustafson, Administrative Assistant

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Certified by Larry Kaufman, Secretary-Treasurer