

**Minutes of the Bartonville Water Supply Corporation
Board of Directors Meeting
Monday, February 12, 2007
Bartonville Water Supply Corporation Office
1911 East Jeter Road
Bartonville, Texas 76226**

1. Call to Order

Vice President Hanson called the meeting of the Board of Directors of Bartonville Water Supply Corporation to order at 7:05 P.M. on Monday, February 12, 2007 at the Corporation office, 1911 East Jeter Road, Bartonville, Texas.

Directors in Attendance
Lloyd Hanson, Vice President
Gracie Egan, Secretary-Treasurer
Bill Wilkinson
Patrick McDonald
Michael Paulson

Directors Absent
Larry Kaufman
David Moore

Staff in Attendance
Jim Leggieri, General Manager
Jennifer L. Drury, Controller

Consultants in Attendance
Ronnie Phillips, Esquire
Kerry Maroney, P.E. Biggs & Matthews

Others in Attendance
Jon Mills, G & A Consultants

Vice President Hanson announced that they would move to Item # 17

17. Discussions and Action on the Final Water Plan for the Camryn Downs Subdivision in the Town of Double Oak.

Motion by Paulson and second by Wilkinson to approve the Final Water Plan for the Camryn Downs Subdivision in the Town of Double Oak.

Motion approved unanimously.

Vice President Hanson announced that they would move to Item # 18

18. Discussions and Action on the Final Water Plan for Jernigan Heights Commercial Development in the Town of Flower Mound.

Motion by Wilkinson and second by Egan to approve the Final Water Plan for Jernigan Heights Commercial Development in the Town of Flower Mound, contingent on Mr. Maroney's recommendations.

Motion approved unanimously.

2. Executive Session.

Vice President Hanson announced at 7:15 pm that the Board would convene in Executive Session concerning:

- A) All Matters Concerning the Chinn Chapel Pump Station and the Chapel Springs Subdivision, Pursuant to Government Code, Section 551.071.**
- B) All Matters Related to the Denton Independent School District's and Republic Property Group's Request for CCN Release Pursuant to Government Code, Section 551.071.**
- C) All Matters Concerning The Ginn Corporation's Final Engineering Invoice for the Stargate Pump Station, Pursuant to Government Code, Section 551.071**

The Board took no action and reconvened in open session at 7:40 pm.

3. Public Forum for Non-Agenda Items.

No one present.

4. Approve the Minutes of the January 15, 2007 Board Meeting.

Motion by Wilkinson and second by Egan to approve the minutes of the January 15, 2007 Board Meeting.

3 Ayes – Hanson, Egan, Wilkinson
2 Abstentions – McDonald, Paulson

5. Approve the January 2007 Disbursements and Financial Reports.

Motion by Paulson and second by Wilkinson to approve the January 2007 Disbursements and Financial Reports.

Motion approved unanimously.

6. Consulting Engineer Report.

Mr. Maroney advised that the matter would be discussed further under Agenda Item #14 and Agenda #15. No Action Taken.

7. Legal Counsel Report.

No discussion. No Action Taken.

8. General Manager's Report.

Leggieri asked to board if they had any questions.

No Action Taken.

9. Controller's Report.

No Action Taken.

10. Discussions and Action on All Matters Concerning the Chinn Chapel Pump Station and Chapel Springs Subdivision.

Motion by McDonald and second by Paulson to proceed with litigation concerning the Chinn Chapel Pump Station and Chapel Springs Subdivision.

Motion approved unanimously.

11. Discussion and Action on All Matters Related to the Denton Independent School District's and Republic Property Group's Request for CNN Release.

No discussion. No Action Taken.

12. Discussion and Action on All Matters Concerning The Ginn Corporation's Final Engineering Invoice for the Stargate Pump Station.

Motion by Wilkinson and second by Paulson to proceed with a unilateral release concerning the Ginn Corporation's Final Engineering Invoice for the Stargate Pump Station.

Motion approved unanimously.

13. Discussions and Action on All Matters Pertaining to the Annual Meeting Including Setting the Date, Time, Location and Approval of the Official Notice, Proxy and Agenda.

Motion by Paulson and second by McDonald to approve the 2007 Annual Meeting on April 16, 2007 at 7:30 pm. at Crossroads Bible Church and Approve the Official Notice, Proxy, and Agenda.

Motion approved unanimously.

14. Discussions and Action on All Matters Concerning Denton County's Plans for the Proposed Widening of Copper Canyon Road.

No discussion. No Action Taken.

15. Discussions and Action on All Matters Concerning Water Well Drilling Program.

After discussion, board decided to re-bid for the Water Well Drilling Program.

No Action Taken.

16. Discussions and Action on All Matters Concerning Final Acceptance of the S. Copperwoods Lane Waterline Extension and Release of Retainage to H2M.

Leggieri explained that the final water samples had been completed. So no action was necessary at this time. No Action Taken.

19. Discussions and Action on All Matters Concerning Mr. Ron Johnson's Request to Waive the Reconnection Fees Charged for Disconnection for Non-Payment.

Motion by Egan and second by McDonald to follow the Tariff regarding the Reconnection Fees for Disconnection of Non-Payment and the adjustment be denied according to policy and procedure.

Motion approved unanimously.

20. Discussions and Action on All Matters Concerning Updating BWSC's Tariff for Non-Potable, Bulk water Sales.

Motion by Paulson and second by Egan to eliminate BWSC's Tariff for Non-Potable, Bulk Water Sales.

After discussion by the Board, Paulson withdrew his original motion and McDonald made a motion and second by Egan to have a tier system being 0 – 60,000 gallons at the current rate of 20,000 – 40,000 gallons and 60,001 gallons or more at the current rate of 60,000 – 80,000 gallons for Non-Potable, Bulk Water Sales.

Motion approved unanimously.

21. Review Future Agenda Items, Activities, Announcements, and set date for the March 2007 Meeting.

Future Agenda Items shall include a Preliminary Audit and an update on the Wells. The next Board Meeting will be held March 26, 2007.

22. Adjournment.

Motion by McDonald and second by Egan to adjourn the meeting at 9:10 pm.

Motion approved unanimously.

Recorded by Jennifer L. Drury

Certified by Gracie Egan, Secretary-Treasurer