

**BARTONVILLE WATER SUPPLY CORPORATION
MINUTES of the BOARD OF DIRECTORS MEETING
MONDAY, OCTOBER 19, 2009 AT 7:00 P.M.**

1. Call to Order

Mr. Kaufman called the meeting of the Board of Directors of Bartonville Water Supply Corporation to order at 7:04 P.M. on Monday, October 19, 2009, at the Corporation office, 1911 East Jeter Road, Bartonville, Texas.

Directors in Attendance:

Larry Kaufman, President
Patrick McDonald, Vice-President
Lloyd Hanson, Secretary-Treasurer
Gracie Egan
Bill Wilkinson
David Moore
Michael Paulson

Staff in Attendance:

Jim Leggieri, General Manager
Dawn Hicks, Office Manager

Consultants in Attendance:

No One Present

Others in Attendance:

No One Present

2. Public Forum for Non-Agenda Items

No one present.

3. Discussion and Action on All Matters Concerning Mr. & Mrs. Craig Irwin's Request to Reconsider Catastrophic Water Loss Adjustment.

Leggieri advised the Board that the Irwin's were cross connected but they have corrected the cross connection and are now in compliance. Motion by Moore and second by Wilkinson to deny the request to reconsider the catastrophic water loss adjustment for the Irwin's. Motion approved unanimously.

4. Approve the Minutes of the September 21st, 2009 Meeting

Motion by Hanson and second by Moore to approve the minutes of the September 21st, 2009 Board Meeting.

5 – Ayes McDonald, Hanson, Moore, Egan, & Wilkinson

1 – Abstention Paulson

5. Approve the September 2009 Disbursements and Financial Report

Motion by Hanson and second by Paulson to approve the Disbursements and Financial Reports for September 2009. Hanson passed out an overview for the Board on Comparative Budget versus Actual Month of and Year to Date items, also Cash Flow and P&L. Hanson reviewed highlights of the P&L statements. Paulson asks if it would be helpful to hire an accountant to come in part-time to work with staff on the Budget analysis and review and security protect the spreadsheets. This will be placed on the Agenda for next month. Motion approved unanimously.

Kaufman announced that the Board would move to Agenda Item #10

10. Discussion and Action on All Matters Concerning Preliminary Budget Items to Include Capital Projects.

Hanson reviewed the Budget Projection for 2009 showing estimates on expected end of year figures. Hanson estimates that BWSC will have 17 new members for 2010, discussed the projected cost to UTRWD based on an estimate of the number of gallons BWSC will use for 2010, and the increase in water rates from UTRWD through September 2010. Hanson explained that the budget for employee benefits for 2009 and 2010 and Insurance and Bonds have been broken out separately for better comparison. The Board would like to see a report on cost involved to operate each pump station. Hanson reviewed the rate schedule to show the base rate would remain the same and the tier rates would increase. Staff will continue to work on UTRWD usage and well water. Leggieri reminded the Board that staff is charged to have water available at all times and staff will continue to work to insure BWSC is using the least expensive water available. No motion required.

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6. Consulting Engineer's Report

In Maroney's absence, Leggieri advised that the paperwork has been submitted to TCEQ for the Stonewood Well. The drillers reported that the startup is still cloudy for the first 2 minutes and then it clears up. The fence will be installed this week. The drillers will start moving equipment in to the Stargate well sight on October 20, 2009. Leggieri reported that Maroney has begun the permit process for the elevated tank. The easements on Mr. Cummings property have been fully surveyed and completed; the easement should be back soon.

7. Discussion and Action on all Matters Regarding the General Manager's Report to Include Possible Discussion and Action on the Following Items:

a) **Stonewood Well #2**

This item was covered in Consulting Engineer's report.

b) **Copper Canyon Rd./Road Project**

Leggieri advised that the road was bored, but the rain has delayed the project, it should be in by the end of the week, a pressure test will be conducted and then they can tie into it by the end of the week ending October 30th, 2009.

c) **FM/Briar Hill/Justin Road**

Nothing to report.

d) **Ground Water Conservation Districts**

Nothing to report.

e) **Elevated Tank Site #2 / Stargate Well**

No discussion.

f) **TX DOT ROW Acquisition**

Leggieri attended the County Commissioners Task Force meeting and they are reconsidering the ROW acquisition.

g) **Update on Remote Read Meter Upgrade**

Leggieri advised that we are 48% complete, and hope to complete 40 more this week.

h) **2009 Capital Project Improvements**

i) **Variable Speed/Frequency Motors/Pumps at Copper Hill Pump Station**

Prime Controls will be out the week of October 19-23 to reset the SCADA at this location.

j) **Hawk Rd./Porter Rd. Water Line Loop**

Covered in Consulting Engineer's report.

8. Discussion and Action on All Matters Concerning Tariff, Including Review and Update BWSC Tariff.

The Board had discussion regarding update to the current BWSC Tariff but in the absence of BWSC's legal counsel it will be deferred to next month. The Board requested a copy of the redline of Section B.

Mr. Kaufman announced break at 8:54PM

Mr. Kaufman announced back in session at 8:57 PM

Hicks passed out the redline copy of Section B. After discussion it was decided that this issue would be held over until the next Board meeting with legal counsel present.

9. Discussion and Action on All Matters Concerning BWSC's Proposed Elevated Tank.

No discussion.

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11. Review Future Agenda Items, Activities, and Announcements.

The next Board Meeting is set for November 16th, 2009. Future Agenda Items should include Executive Session for Salary, Budget, Tariff Updates to include Subdivision Rules and Regulations and Section B, C, & E.

12. Adjournment

Motion by Egan and second by Wilkinson to adjourn. Motion approved unanimously. Meeting adjourned at 9:23 P.M.

TRANSCRIBED BY ROBIN KERN

CERTIFIED BY LLOYD HANSON, SECRETARY-TREASURER