

Windermere Oaks Water Supply Corporation

August 24, 2011

MINUTES

Board Members Present – Quorum present

Pat Mulligan, President
Bill Earnest, Director
Ewell Jackson, Director
Dorothy Taylor, Director

Other Officers Present

Kerry Spradley, Vice-President/Asst. Sec.-Treasurer

Meeting was called to order at 6:36 p.m.

Lake Level: 635.24

President Mulligan explained that an emergency meeting had taken place prior to this meeting and that a discussion of an emergency tariff for the transportation of water by truck to the company had been discussed

Approval of previous minutes – President Mulligan entertained a motion to approve the minutes of the previous meetings of July 6, and August 13, 2001. The motion was made by Mr. Jackson and seconded by Mr. Earnest and approved on a vote of 4-0 in the affirmative.

Video Presentation of raw water intake location – President Mulligan made a video presentation from data provided by the LCRA of the location of the raw water intake on Lake Travis and showed a Bathymetry Map from the LCRA which depicts the depth of the lake. The LCRA data indicates that the lake bed bottom is at an elevation of between 620 MSL to 615 MSL and that our intake is currently located over that location. Further President Mulligan explained according to the LCRA that water releases from Starke Dam due to power generation activities would refill this location daily. At a level of 620 MSL this would provide a pool of approximately 50 acre/feet to draw from for water production. He also informed the meeting of a modified intake structure that was being constructed and would be installed that would allow for pumping water nearer the bottom of the location when the water level reached a critical point. He told the meeting that a similar intake structure was already in place at Smithwyck Mills, further up river and that it was producing on a daily basis for that water system.

Discussion of emergency tariff for trucking water – President Mulligan asked Ms. Taylor to present the committee report on transportation options under consideration if the company was required to haul water by truck to the water system. Ms. Taylor explained that 3 different options had been explored. They were as follows: Rent, buy, or contract for a truck with a tank or trailer that would meet specific criteria of size, load volume, and cost. Ms. Taylor reported that the

committee proposed contracting with a water hauling company as being the most reasonable solution at this time.

Next, President Mulligan asked Mr. Earnest to present an explanation of the proposed emergency tariff. Mr. Earnest gave an explanation of the basis for the tariff. He said that based on the number of customers of the company and a monthly usage of 3000 gallons of water 16000 gallons of water per day would have to be hauled in. The emergency tariff would be \$100 per customer. This would be in addition to the existing service tariffs. He said that if a customer used more than 3000 gallons of water and additional \$50 would be charged for the next 1000 gallons. After further board discussion, President Mulligan proposed and will investigate the possibility of hiring a water hauling company in the near future by giving such a company a monetary retainer to insure that the company's needs are met.

Discussion of questions from meeting attendees – Several questions directed to the board from the attendees were taken. The topics of LCRA management of water for power, projected lake levels, and alternatives supplies such as wells generation were discussed. Suggestions were made to read meters more often. President Mulligan explained that this would currently be cost prohibitive but that he would be glad to show customers how to read their own meters. President Mulligan urged anyone who saw landscape irrigation systems running during the day to contact the company so that those customers could be notified that they were not in compliance with the Drought Contingency Plan – Stage 3. When asked how the company would address this issue President Mulligan replied that someone from the company would contact the customer and explain the restrictions that were in place and ask the customer to obey the limits of the rules. If no one could be reached for that service address then the company would manually turn off the irrigation system and or meter and notify the customer.

Old Business

President Mulligan made the announcement that he was implementing Stage 3 restrictions and that a notice would be mailed to the customers within days. He then asked the collective attendees to provide input to the board as to the dollar amounts that should be included in the emergency tariff. An overwhelming majority of the attendees recommended that the rates should be progressively increased dramatically to both promote reduction of use and economic incentive to conserve. Suggestions were made to study a negative methodology such as a punitive rate and a positive methodology such as a discount for low use to affect this result. The board took these under advisement.

New Business – Mr. Spradley made a brief presentation of the recently completed water supply study for the Burnet-Llano County region. This was a study that the company participated in by providing in-kind and economic contributions.

Next Meeting

The next meeting of the Board was left to the call of the President.

Motion to adjourn was made by Mr. Jackson, seconded by Mr. Earnest and approved on a vote of 4-0. The meeting was adjourned at 7:53 p.m.

Respectfully submitted,

Gary N. Martin
Secretary/Treasurer