

WINDERMERE OAKS WATER SUPPLY CORPORATION

424 COVENTRY ROAD, SPICEWOOD, TX 78669

NOTICE OF ANNUAL BOARD MEETING

The Board of Directors of the **Windermere Oaks Water Supply Corporation**
Saturday February 1, 2020 No earlier than 11 a.m., but immediately following the
conclusion of the WOWSC Annual Members Meeting

at the Spicewood Community Center, 7901 Co Rd 404, Spicewood TX, 78669

TAKE NOTICE THAT A MEETING OF THE ABOVE-REFERENCED BOARD OF DIRECTORS OF WINDERMERE OAKS WATER SUPPLY CORPORATION will commence at the time and location as noted above to consider and act by motion, resolution or otherwise upon any matter in connection with the subjects as listed below. This public meeting is being held pursuant to Texas Government Code § 551.001 et seq. All deliberations of the Board shall be made in Open Meeting unless made in Executive Session pursuant to Government Code, Chapter 551, Subchapter D to discuss an item listed below or under the specified agenda item for Executive Session. In the event of an Executive Session, no action will be taken by the Board until the Board has closed the Executive Session and returned to the noticed Open Meeting. All open and closed meetings shall be recorded if required in accordance with Government Code, Chapter 551, Subchapters B and E, respectively. Members who desire to address the Board regarding an item on the agenda during an open meeting may do so before consideration of the item by the Board during the public comment portion of the agenda. All public comments shall be subject to the Public Comment Policy adopted by the Board on November 20, 2019.

AGENDA:

- 1) Call to Order.
- 2) Roll call.
- 3) Comments from citizens and members who have signed sign-up sheet to speak (3-minute limit per person).¹
- 4) REPLACEMENT OF VACANCY -- Article 8, Section 9 of the WOWSC Bylaws state that “[a]ny vacancy occurring in the board of directors may be filled by affirmative vote of the remaining directors, though less than a quorum of the board. A director elected to fill a vacancy shall be elected for the unexpired term of his predecessor in office.” In view of lack of applicants for Place 4 director position, the Board may appoint a member to fill this seat.
- 5) OFFICER ELECTION – The Board will elect its president, vice-president, and secretary-treasurer for 2020.
- 6) CONSIDERATION OF RATE INCREASE OR SPECIAL ASSESSMENT – In view of: (a) a total cost of over \$100,000 in upgrades to WOWSC utility infrastructure contracted in 2019 and budgeted for 2020, (b) significant, unexpected legal costs incurred in late FY 2019 in defense of the corporation, (c) expectations for unprecedented additional legal costs for FY 2020 in the amount of \$250,000 or more (d) a rate analysis by TRWA which confirmed that the water system rates were underestimated for 2019 operating expenses, and (e) a projected loss of \$180,000 in 2020 without a rate increase, the Board will consider and take possible action on a rate increase and corresponding tariff amendments.

¹ The Board is not allowed to take action on any subject presented that is not on the agenda, nor is the Board required to provide a response; any substantive consideration and action by the Board will be conducted under a specific item on a future agenda.

- 7) SELECTION OF AUDIT TYPE – The firm performing an audit of the 2019 WOWSC books has asked the Board to consider the type of audit it would prefer. The Board will consider among options for a modified cash-, GAAP-, or tax-basis audit.
- 8) New business and discussion and possible action on agenda for next meeting, already scheduled for February 11.¹
- 9) Set date, time, and place for next meeting.
- 10) Adjourn.

The undersigned certifies that this notice has been duly and properly posted at least 72 (seventy-two) hours preceding the scheduled meeting in a place accessible to the public at all times, at the corporation's office located at 424 Coventry, Spicewood, Texas 78669, and this notice has been provided to the Burnet County Clerk or on the corporation's Internet Web site for posting at least 72 (seventy-two) hours preceding the scheduled meeting pursuant to Section 551.054, Texas Government Code.

A handwritten signature in black ink, appearing to read "Joe Gimenez". The signature is stylized with a large initial "J" and "G".

Joe Gimenez, Board President