



Greg Perrin, General Manager
Board of Directors:
Mark Key, President
Calvin Myers, Vice President
William Jackson, Secretary/Treasurer
Travis Crow, Director
Jimmy Skipton, Director

**MINUTES TO REGULAR MEETING
DRIPPING SPRINGS WATER SUPPLY CORPORATION
April 10, 2017**

Immediately following Membership meeting which began 6:00 P.M.

The Board of Directors (the "board") of Dripping Springs Water Supply Corporation met in a regular meeting on April 10, 2017, immediately following the 6:00 p.m. Annual Members Meeting, at the offices of Dripping Springs Water Supply Corporation, 101 Hays Street, Suite 406, Dripping Springs, Texas 78620, pursuant to notice of said meeting being posted in accordance with Chapter 55 of the Texas Government Code, whereupon the roll was called of the Board members, to-wit:

Mark Key – President
Calvin Myers – Vice President
William Jackson – Secretary/Treasurer
Travis Crow – Director
Jimmy Skipton - Director

1. Board convened 6:24pm.
2. Call Roll of Directors – All present.
3. Elect Officers. **MOTION** by Presiding President Mark Key for William Jackson for Sec/Treas. **SECOND** – Crow. **DISCUSSION** – none. **VOTE** – 5-0 all "ayes". **MOTION** by Crow for Key to be President. **SECOND** – Myers. **DISCUSSION** – none. **VOTE** 5-0 "ayes". **MOTION** by Pres/Key for Calvin Myers to be VP. **SECOND** – Crow. **DISCUSSION** – none. **VOTE** 5-0 "ayes".
4. Appoint Credentials Committee. Pres/Key named S/T Jackson, VP Myers, GM Perrin.
5. **MOTION** by Pres Key to designate Pres/Key, S/T Jackson, and GM Perrin as those who have authority to be on bank signature cards enabling them to conduct any and all financial business with any financial institution that DSWSC transacts business with, which includes but not limited to certificates of deposit, checking accounts, savings accounts and safety deposit boxes. **SECOND** VP/Myers. **DISCUSSION** – none. **VOTE** 5-0 "ayes".
6. Citizen Communication. None.
7. General Comments from Directors. None
8. Items to be removed from the Consent Agenda. None.
9. **MOTION** by S/T Jackson to approve the consent agenda items. **SECOND** – Pres Key. **DISCUSSION** – none. **VOTE** 5-0 "ayes".
10. Monthly Financial reports for April, 2017. S/T Jackson briefly explained the financials with \$3.9M current assets, \$9.7M total assets and current liabilities of \$.5M. He pointed out on page 7 that DSWSC is now accounting for the "pass-through" meter expenses separately from the "day to day"



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DSWSC expenses. Jackson also pointed out that the audit charges were budgeted over 2 months therefore showing over budget for this month. Dir Skipton asked for explanation of the equipment expenses and was shown that there were unusual malfunctions of the backhoe, mini excavator and the skid steer. **MOTION** by S/T Jackson to accept the March financials. **SECOND** – Pres Key.
DISCUSSION – none. **VOTE** 5-0 “ayes”.

11. Reports by:

- a) Engineer (J. Wilkinson). No report.
- b) Attorney (P. Haag). No report.
- c) General Manager (G. Perrin). Monthly Operating Report showed production is up to 22 million gallons water. Surface water 55% - Ground water 45%. Perrin pointed out that DSWSC has installed 90 meters in the first 90 days of this year. There was discussion by BOD on whether DSWSC could move the bulk station out of downtown in the future.
- d) Conservation committee report (S/T Jackson). S/T Jackson told of DSWSC changing up the website to make it easier for customers to see conservation articles & links.

Skipped to #15. Develop policy to distribute DSWSC scholarship money. S/T Jackson said he recently visited DSHS and asked the counselors to promote DSWSC scholarships. He reminded the BOD that five \$1,000 individual awards were approved but that there are extra funds from misc income (sales of old meter scrap metal \$8,100) that could additionally be awarded.

Skipped to #13. Proposal from Giles Water Resources. (Handout of proposal is in packet for April 10 regular meeting). Billy Gray, owner of Central Texas Water Maintenance), spoke on behalf of Giles Water Resources. He simply stated that Rutherford Ranch has water and would like to sell it. The BOD decided to table this discussion until a future meeting.

12. Discussion and possible action – Anarene Development (Hays County Municipal Utility District No. 7) Water Service Agreement. A bullet point proposal from Anarene was handed out and is attached to the April 10 regular meeting packet. Graham Hill, one of the owners, explained how their family wants to develop the Ranch and make sure it is done correctly. They want it to be a win-win situation for the Hill family as well as for Dripping Springs. Seth Mearig, PE, went over the bullet points. The project is planning 1700 LUE's with a 20% increase build out that totals 2040 LUE's. Discussion by BOD included how long the project might take till buildout and also how “joint” ownership of some of the infrastructure could be accomplished. Mr. Wilkinson, DSWSC P.E., gave his views and explained that most obstacles relating to this project could be addressed but he wanted to stress the importance of finding additional sources of water that are necessary to cover all currently contracted developments plus this project. There were questions as to how this project would pay reservation fees if it is a wholesale customer versus a retail customer. Mr. Wilkinson thinks there should be more consideration put into addressing all the concerns before making a decision. It was pointed out that with any utility, there will always be ongoing “build out” and constant growth.

8:01pm BOD into Executive Session
8:32 pm BOD out of Executive Session

MOTION by Dir Skipton to proceed with the original 250 LUE's already approved by BOD but there was **NO SECOND**.



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Pres Key told the Anarene people that DSWSC could cover the originally approved 250 LUE's (the actual number approved in September 2016 was 200 LUE's)

Skipped to #14. City of DS Waste Water billing/maintenance and possible management of Blue Blazes water system. This item is postponed until CODS completes their cost of services report.

16. Agenda for next month. CODS, Anarene, DSWSC Scholarships, Bulk water system,
17. Next meeting. 15 May 2017, 6 pm.
18. Adjourn.

William Jackson, Secretary/Treasurer
Dripping Springs WSC