

Minutes of Monthly Board Meeting
Central Bowie County WSC
January 8, 2013

Meeting was called to order by President Calvin Pierce at 6:00 pm.

Public Discussion: None

Approve Minutes: The minutes of the December 4th, 2012 meeting were read. A motion was made by Mr. Atkinson to approve the minutes as read. Seconded by Mr. Hignight. Motion carried. 6/0/0

Secretary/Treasurer: Treasurer's report for December was reviewed. Motion was made by Mr. Braley to approve report. Seconded by Mr. Thompson. Motion carried. 8/0/0

General Manager's Discussion: General Manager discussed operations and maintenance activities. UAW was 16.65% for November. The ratio of bought water vs. sold water thru November was 87.40%. Active connections through November numbered 2619. There have been a few complaints about dirt work associated with the TWDB Waterline Improvements. Mr. Sheridan expressed concern over the waterline being installed 18-23 feet west of the west ROW line of Hwy 98 in the pasture south of his house. He intended for it to be installed no more than 15 feet from the ROW line. General Manager noted that one employee has missed several days of work due to illness.

Old Business:

CCN Amendment: No action

Phase Ia Capital Improvements and TWDB Financing: General Manager reported that construction continues and appears to be ahead of schedule.

PhaseIb/II Rural Development: Motion was made by Mr. Sanford to adopt Resolution 010813 awarding USDA RD PH II Pump Station Improvements to low bidder, We Build. Seconded by Mr. Atkinson. Motion carried 8/0/0. It was noted that the low bid exceeded the budgeted amount. David Perkins of KSA Engineers related that the overall project budget should be on track considering that the waterline portion was under budget and that there are contingency funds. General Manager reported that KAMCO has considered purchasing pipe for the project before loan closing. It was generally agreed that the corporation will make payments to KAMCO only after loan closing and after funds are transferred into the construction checking account.

Consider and take action on applications for service: No action.

Consider and take action on Engineering Services: No action.

New Business:

Consider Budget Re-Alignments: Motion was made by Mr. Sanford to buy 2 new trucks from low bidder, McLarty Ford. Seconded by Mr. Hignight. Motion carried. 8/0/0 In addition to the trucks, funds for signage and 1 new toolbox are authorized. The budget will be adjusted to reflect actual costs incurred. Funds will be re-allocated form Major Equipment Reserve to 2 new budget lines, one for each truck

Non-agenda Items: General Manager discussed annual meeting details. General Manager noted that a video surveillance system for the office might be something to consider. It was generally agreed that no system is desired at this time.

Executive Session: IAW Texas Government Code Chapter 551.074, Personnel Matters, the Board went into executive session at 7:15 pm.

Re-convened in open session at 7:20 pm.

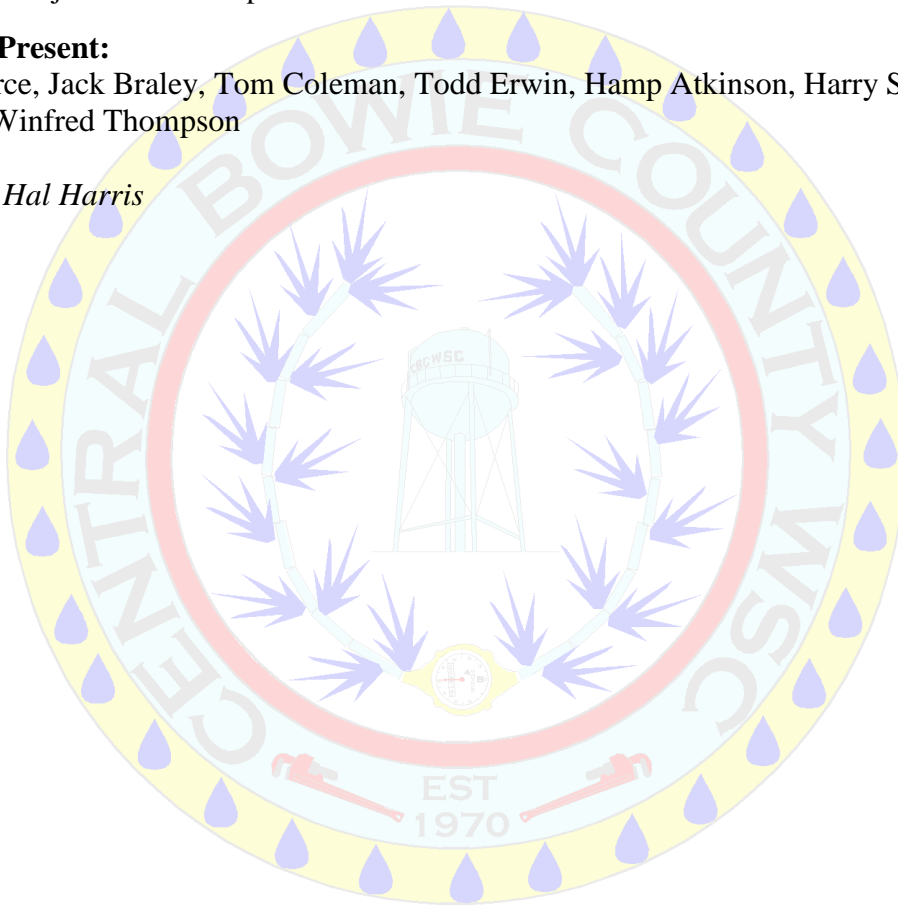
Motion was made by Mr. Atkinson to accept General Manager's job description as drafted and discussed in executive session. Seconded by Mr. Braley. Motion carried. 8/0/0

Meeting was adjourned at 7:20 pm.

Members Present:

Calvin Pierce, Jack Braley, Tom Coleman, Todd Erwin, Hamp Atkinson, Harry Sanford, Harrell Hignight, Winfred Thompson

Manager - Hal Harris



Minutes of Monthly Board Meeting
Central Bowie County WSC
February 5, 2013

Meeting was called to order by President Calvin Pierce at 6:00 pm.

Public Discussion: Judy Shaddix talked to the board about her meter situation and explained her side of the story. She had the meter pulled and membership liquidated in January of 2010. At that time she was led to believe that if she ever wanted to put it back in, it would be no problem. She has now applied for service and quoted \$2,532.50 plus the outstanding balance. She does not believe she should have to pay that, and wants some relief. She explained that she has a renter waiting to move in now, so she needs an answer soon. Mr. Lynch was not present.

Approve Minutes: The minutes of the January 8th, 2013 meeting were read. A motion was made by Mr. Hignight to approve the minutes as read. Seconded by Mr. Erwin. Motion carried. 8/0/0

Secretary/Treasurer: Treasurer's report for January was reviewed. Motion was made by Mr. Thompson to approve report. Seconded by Mr. Minter. Motion carried. 8/0/0 Treasurer reported that funds from money market and checking accounts were transferred to Edward Jones for the purchase of a CD.

General Manager's Discussion: General Manager discussed operations and maintenance activities. UAW was 9.14% for December. The ratio of bought water vs. sold water for 2012 was 87.49%. Active connections through December numbered 2627. General Manager noted that one employee has missed several days of work due to illness. Mr. Billy Jack Sheridan has complained to the General Manager about his garden. General Manager will be seeking an extension to our compliance date as established in the TCEQ Enforcement Order.

Old Business:

CCN Amendment: President Pierce noted that the City of New Boston is interested in dual certification in another area which was not included in our previous agreement.

Phase Ia Capital Improvements and TWDB Financing: General Manager reported that construction continues and appears to be ahead of schedule.

PhaseIb/II Rural Development: General Manager noted that the Phase II loan has closed. Notice to proceed for waterline portion has been issued, dated 2/11/13. Mr. Coleman noted that the interest rate was 2.75%, not 3.25% as listed in Letter of Conditions. A motion was made by President Pierce to open two accounts at Guaranty Bond Bank for USDA payments, Phase I and Phase II. Seconded by Mr. Atkinson. Motion carried. 8/0/0.

Consider and take action on applications for service: Mr. Atkinson made a motion that Mrs. Shaddix's situation requires immediate action and that the waiting requirements be waived. Seconded by Mr. Coleman. Motion carried 7/0/1. Mr. Coleman moved and Mr. Braley seconded to allow Shaddix to pay \$25.00 per month for 26 months, plus \$400.00 reset, plus \$100.00 membership, plus the outstanding balance of \$302.50, for a total of \$1,452.50 which she can pay in installments. Motion carried. 7/0/1 Mr. Erwin abstained from both votes because of friendship. General Manager reported that Arledge's on FM 561 have contacted their neighbors and nine other landowners have expressed interest in receiving service. However, an extension as was previously discussed would no longer be adequate. The General Manager indicated that in order to best provide adequate service to all those who expressed

interest, the dead ends at Proctor on CR 4241 and Thrapp on FM 561 would have to be connected. The board generally agreed that the corporation would fund some improvements since the corporation would benefit from elimination of two dead end lines. General Manager will obtain a quote from a contractor for the work.

US 82 Project: Motion was made by Mr. Atkinson and seconded by Mr. Hignight to approve TXDOT Driveway Agreement and authorize President Pierce to sign it on behalf of the Corporation. Motion carried. 8/0/0

New Business:

Consider Budget Re-Alignments: General Manager reported that now that the USDA-RD Phase II loan has closed, our employee crime or fidelity bond insurance coverage must be increased to an amount not less than the total annual debt service requirement for all RUS loans. A quote for \$250,000 of coverage has been solicited from our current agent. Mr. Erwin will arrange for additional quote(s) for comparison. General Manager authorized to accept the lowest bid and the budget will be amended as required.

Consider and take action on TRWA Annual Meeting/Proxy: Motion was made to designate Wanda Gabby as Proxy. Motion failed due to lack of second. Motion was made to designate Kevin Spence as Proxy. Motion failed due to lack of second. Motion was made by Mr. Coleman to not have a Proxy. Seconded by Mr. Atkinson. Motion carried. 8/0/0

Consider alternatives for RC ET maintenance/inspections: General Manger noted that the tank's 1 year warranty will expire in March and that a decision must be made about its long term maintenance and inspection. General Manager directed to get quotes from different companies for inspection/maintenance contract.

Executive Session: IAW Texas Government Code Chapter 551.074, Personnel Matters, the Board went into executive session at 7:48 pm.

Re-convened in open session at 8:00 pm.

Motion was made by Mr. Atkinson to amend General Manager's job description as discussed in executive session. Seconded by Mr. Braley. Motion carried. 8/0/0

Non-agenda Items: General Manager noted that the March meeting will be the last one at 6pm. Meetings then begin at 7pm. General Manager requested an assistant. General Manager encouraged President Pierce to avoid Executive Sessions.

Meeting was adjourned at 8:13 pm.

Members Present:

Calvin Pierce, Jack Braley, Tom Coleman, Todd Erwin, Hamp Atkinson, Harrell Hignight, Winfred Thompson, Burl Minter

Manager - Hal Harris

Guest – Judy Shaddix

Minutes of Monthly Board Meeting
Central Bowie County WSC
March 5, 2013

Meeting was called to order by President Calvin Pierce at 6:00 pm.

Public Discussion: None

Approve Minutes: The minutes of the February 5, 2013 meeting were read. A motion was made by Mr. Atkinson to approve the minutes as read. Seconded by Mr. Thompson. Motion carried. 7/0/0

Secretary/Treasurer: Treasurer's report for February was reviewed. Motion was made by Mr. Braley to approve report. Seconded by Mr. Erwin. Motion carried. 8/0/0

General Manager's Discussion: General Manager discussed operations and maintenance activities. UAW was 4.92% for January. The ratio of bought water vs. sold water for January was 79.09%. This ratio will be lower over the next year due to construction activities and associated water use/loss. Active connections through January numbered 2626. General Manager noted that one employee has missed several days of work due to illness.

Old Business:

CCN Amendment: President Pierce noted that the City of New Boston is interested in providing service to another area which was not included in our previous agreement. Mr. Coleman made a motion to give President Pierce authority to sign CCN amendment change with City of New Boston to share CCN where new truck stop or hotel is going. Seconded by Mr. Minter. Motion carried. 9/0/0

TWDB Funded Project: General Manager reported that construction continues. Some pipe installation along FM 3098 is finishing up. Inlet piping modifications on 990 standpipe is nearing completion. KSA is working on a change order to get more funds released.

RD Funded Project: Construction on Phase II waterline project is scheduled to begin next week with bores on I-30. Pre-construction conference for Phase II Elevated Tank was held 2/27/13. Construction to begin in April. Phase II Pump Station Improvements waiting on details to schedule pre-construction conference. Closing instructions for Phase I received. Bidding to begin soon.

Consider and take action on applications for service: No action

US 82 Project: No action

Consider and take action on TRWA Annual Meeting/Proxy: No action.

Consider alternatives for RC ET maintenance/inspections: Mr. Atkinson made a motion to accept service and maintenance proposal by Caldwell tanks and execute contract. Seconded by Mr. Braley. Motion carried. 9/0/0

New Business:

Consider Budget Re-Alignments: Motion was made by Mr. Coleman to re-align budget to make new item for Fidelity Bond and pay legal bills. Funds to be re-allocated from Major Equipment Reserve.

Consider and take action on used tool boxes: It was agreed that used boxes may be purchased from a board member if they meet requirements and are competitively priced at the General Manager discretion.

Consider and take action on Tariff changes: President Pierce suggested that the 2011 TRWA Model Tariff be examined by Directors and noted that changes to our existing Tariff or adoption of the Model Tariff may be in order. Some discussion occurred.

Executive Session: None

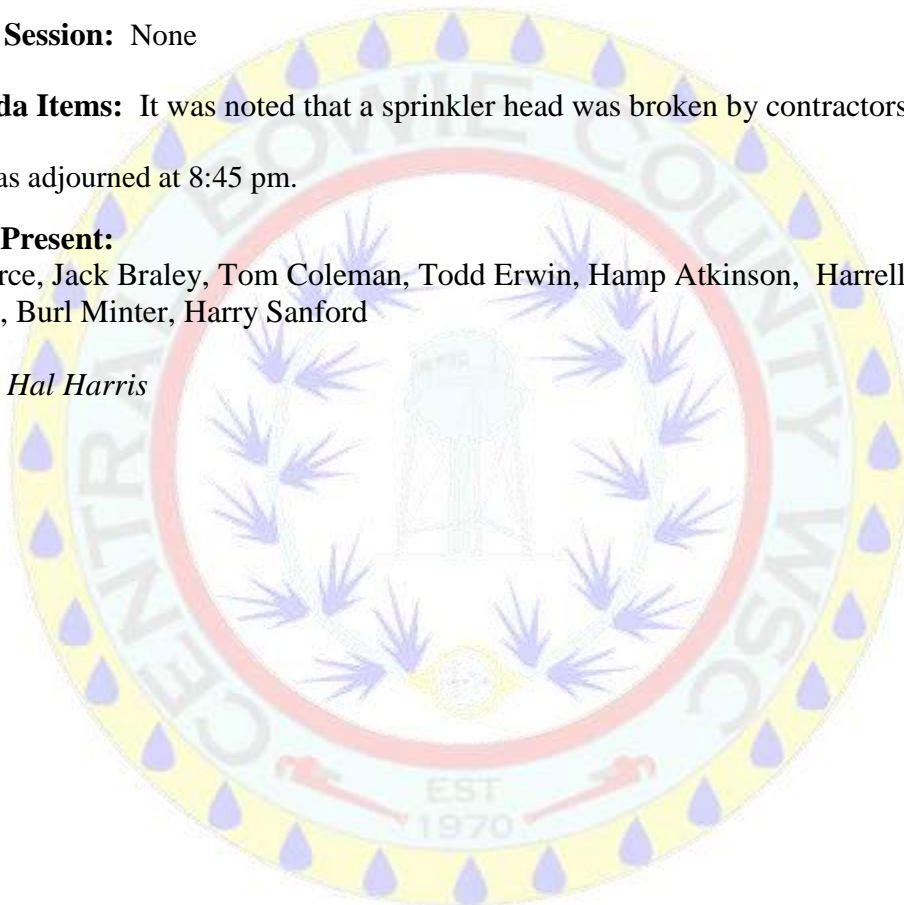
Non-agenda Items: It was noted that a sprinkler head was broken by contractors on Hwy 98.

Meeting was adjourned at 8:45 pm.

Members Present:

Calvin Pierce, Jack Braley, Tom Coleman, Todd Erwin, Hamp Atkinson, Harrell Hignight, Winfred Thompson, Burl Minter, Harry Sanford

Manager - Hal Harris



Minutes of Special Board Meeting
Central Bowie County WSC
March 21, 2013

Meeting was called to order by Calvin Pierce at 7:31 pm.

New Business:

Election of Officers:

Mr. Atkinson moved that all officer positions remain the same. Seconded. Motion carried. 7/0/0

Calvin Pierce was elected President.

Jack Braley was elected Vice-President.

Tom Coleman was elected Secretary/Treasurer

Committee Appointments:

A motion was made, seconded and carried that the credentials committee members remain the same:

Mr. Hignight and Mr. Thompson.

City of New Boston CCN:

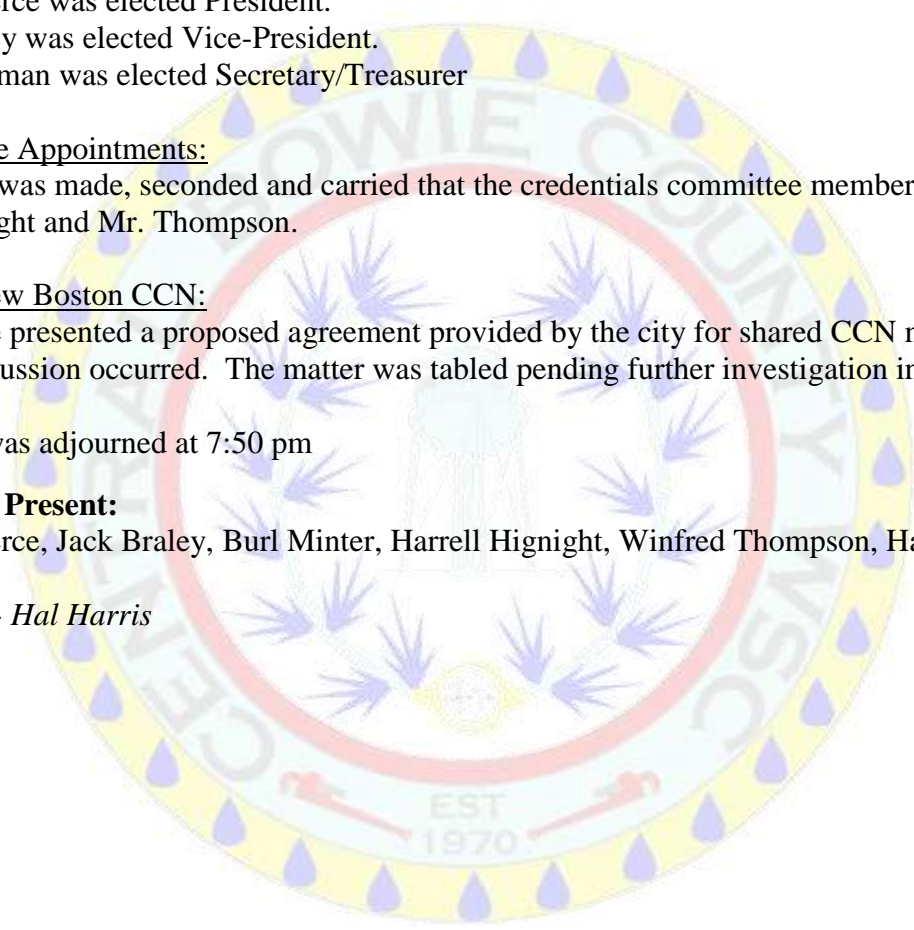
Mr. Pierce presented a proposed agreement provided by the city for shared CCN near I-30 and US 82. Some discussion occurred. The matter was tabled pending further investigation into legal description.

Meeting was adjourned at 7:50 pm

Members Present:

Calvin Pierce, Jack Braley, Burl Minter, Harrell Hignight, Winfred Thompson, Harry Sanford, Hamp Atkinson

Manager - Hal Harris



Minutes of Annual Meeting
Central Bowie County WSC
March 21, 2013

Meeting called to order by Presiding Director, Calvin Pierce, at 7:00 pm.

Invocation was given by Harrell Hignight.

Mr. Pierce made last call for ballots and announced that fourteen (14) members were present at the meeting. Ninety-eight (98) proxies/ballots were received prior to the meeting. No ballots were executed at the meeting. Mr. Pierce announced that a quorum of the membership was present and that the meeting could proceed.

The minutes of the March 15, 2012 annual meeting were read.

Motion was made to approve minutes as read by Mr. Burl Minter. Motion was seconded by Mr. Winfred Thompson. Motion carried.

Election Auditor directed to count ballots.

General Manager discussed 2012 income and expenses, 2013 budget, and water conservation. Corporation net worth on 1 Jan 12 was \$5,100,262.00, up \$604,717.00 from 1 Jan 2011.

There was some discussion from the floor regarding the waterline improvements and activities along US 82 initiated by Mrs. Ann Roberts and Mr. Carl Hughes.

Election Auditor delivered the written election results. Mr. Pierce announced the results as follows:

Burl Minter(85 votes), Harry Sanford(84 votes), and Jack Braley(78 votes) were elected as Directors. There were no objections.

Door prizes were awarded.

Meeting was adjourned at 7:30 pm.

Minutes of Monthly Board Meeting
Central Bowie County WSC
April 2, 2013

Meeting was called to order by President Calvin Pierce at 7:00 pm.

Public Discussion: None

Approve Minutes: The minutes of the March 5, 2013 and March 21, 2013 meetings were read. A motion was made by Mr. Atkinson to approve the minutes as read. Seconded by Mr. Thompson. Motion carried. 7/0/0

Secretary/Treasurer: Treasurer's report for March was reviewed. Motion was made by Mr. Minter to approve report. Seconded by Mr. Hignight. Motion carried. 7/0/0

General Manager's Discussion: General Manager discussed operations and maintenance activities. UAW was 7.72% for February. The ratio of bought water vs. sold water through February was 79.28%. Active connections through February numbered 2626.

Old Business:

CCN Amendment: Mark Mayo of the City of New Boston ("City") discussed proposed agreement for shared CCN. Motion was made by Mr. Coleman to share CCN near Carpco with City and sign agreement with City to not service existing customers of theirs, and they not service existing customers of ours in the shared CCN. New customers will have choice. Seconded by Mr. Hignight. Motion carried. 6/1/0

TWDB Funded Project: General Manager reported that pipe installation is complete and that the 990 standpipe is being filled. Additional dirt work, clean up, re-seeding, etc. is all that remains to be done. KSA submitted a change order, but TWDB will not release any additional funds until the contract work is completed and the certificate of approval is issued by TWDB.

RD Funded Project: Construction on Phase II waterline project has begun at CR 4243, FM 3098, and FM 1840/I-30. Pre-construction conference for Phase II Pump Station Improvements is scheduled for Thursday, April 4, 2pm. Phase I bidding will begin soon.

Consider and take action on applications for service: No action

US 82 Project: Multiple copies of driveway easement executed.

Consider and take action on Tariff changes: Some discussion occurred. Motion was made by Mr. Atkinson to table until next meeting. Seconded by Mr. Sanford. Motion carried. 7/0/0

New Business:

Consider Budget Re-Alignments: Some discussion occurred about salaries, organization, personnel, and contract services. No actions were taken

2012 Financial Audit: Lanny Walker presented the 2012 audit. It was an excellent report. There was a \$527,000.00 increase in net assets over the previous year.

Executive Session: None

Non-agenda Items: General Manager noted that the first Tuesday in September and the first Tuesday in October inconveniently occur very early in each month. Motion was made by Mr. Sanford to change both the September and the October meeting dates to the second Tuesday of September and the second Tuesday of October. Seconded by Mr. Braley. Motion carried. 7/0/0

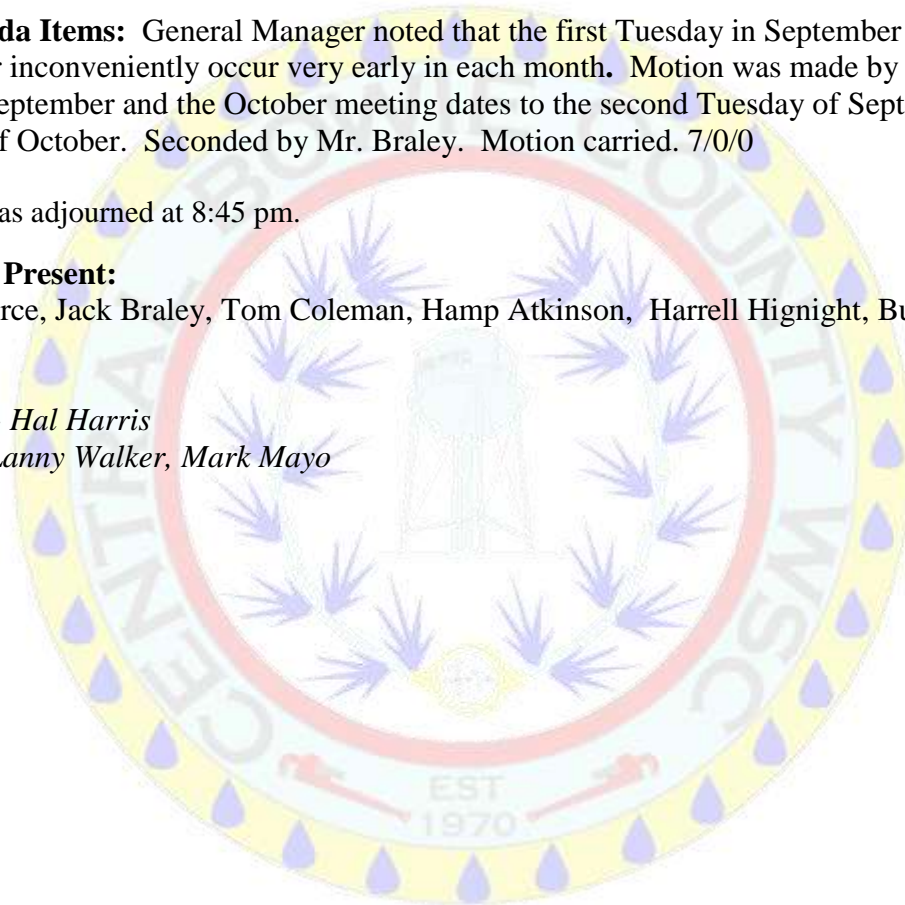
Meeting was adjourned at 8:45 pm.

Members Present:

Calvin Pierce, Jack Braley, Tom Coleman, Hamp Atkinson, Harrell Hignight, Burl Minter, Harry Sanford

Manager - Hal Harris

Guests – Lanny Walker, Mark Mayo



Minutes of Monthly Board Meeting
Central Bowie County WSC
May 14, 2013

Meeting was called to order by Vice-President Jack Braley at 7:00 pm.

Public Discussion: Sue Arledge spoke on behalf of people seeking water on FM 561 between I-30 and US 259.

Approve Minutes: The minutes of the April 2, 2013 meeting were read. A motion was made and seconded to approve minutes. Motion carried. 7/0/0

Secretary/Treasurer: A motion was made by Mr. Thompson to use the 1st National Bank of Hughes Springs with deposits of money in CDs. Seconded by Mr. Sanford. Motion carried. 7/0/0

Treasurer's report for April was reviewed. A motion was made and seconded to approve report. Motion carried. 7/0/0

General Manager's Discussion: General Manager discussed complaints, personnel, and operations and maintenance activities. UAW was 9.16% for March. The ratio of bought water vs. sold water through March was 80.66%. Active connections through March numbered 2628.

Old Business:

CCN Amendment: General Manager noted that the agreement was revised after the last Board of Directors meeting, however, some changes were recommended by our attorney. The agreement is still being revised. No action was taken on Resolution 051413g.

TWDB Funded Project: General Manager reported that additional dirt work, clean up, re-seeding, etc. is all that remains to be done.

RD Funded Project: Construction on Phase II waterline project and elevated tank continues. Phase I bidding is in progress. Bid opening will be May 30th.

Consider and take action on applications for service:

Arledge - The lack of progress on obtaining a cost estimate for installing facilities to provide service along FM 561 was discussed. Mr. Atkinson volunteered to query the contractor the next time he sees him. General Manager will check with contractor on progress and provide basic specifications for waterline installation to Mrs. Arledge. One of the interested parties will attempt to get another contractor to provide a quote. It was agreed the Corporation would cover up to \$30,000.00 of the costs associated with this project. In addition, the equity buy-in fee would be bartered out based on contributions made by individuals towards construction.

Chase – General Manager discussed Mr. Chase's meters near FM 1840 and Hwy 98. Mr. Chase would like to move them to Hwy 98, however, no facilities are currently in place. General Manager proposed that CBCWSC attempt to eliminate a dead-end main in the process with Mr. Chase paying the cost associated with extending the line to his property and the Corporation paying for the remainder. General Manager was directed to provide more details.

Obenoskey - Mr. Obenoskey would like to move his meter approximately 500 ft. east along US 67, however, no facilities are currently in place. General Manager proposed that CBCWSC attempt to eliminate a dead-end main in the process with Mr. Obenoskey paying the cost associated with extending the line to his property and the Corporation paying for the remainder. It was generally agreed that the Corporation would fund the remainder.

US 82 Project: No action.

Consider and take action on Tariff changes: Motion was made by Mr. Coleman to adopt Resolution 051413a, amending the Tariff, relating to re-naming of Capital Development Fee and other changes. Seconded by Mr. Thompson. Motion carried. Seconded by Mr. Sanford. Motion carried. 7/0/0

Consider and take action on 2012 Financial Audit: Motion was made by Mr. Atkinson to approve 2012 Financial Audit. Seconded by Mr. Sanford. Motion carried. 7/0/0

New Business:

Consider Budget Re-Alignments: General Manager directed to check on handheld radio, but no changes to budget at this time. Capital Improvements were discussed, but no changes to budget at this time. There was no interest in AMR meters. It was generally agreed that additional funds for uniform expenses were authorized. General Manager directed to obtain an accurate figure. It was generally agreed that additional funds for insurance were authorized. There were no changes to grounds or salaries. Overtime is to be avoided and is authorized only as required for on-call individual and emergencies.

Resolutions 051407b, 051413c, 051413d, 051413e, 051413h, 051413i, and 051413j: Motion was made by Mr. Coleman to adopt Resolutions. Seconded by Mr. Hignight. Motion carried. 7/0/0

Resolution 051413f: No action

Election of Officers: A motion was made and seconded to elect Harrell Hignight as President. Motion carried. 7/0/0

Committee Appointments: Tom Coleman appointed to Standing Credentials Committee in place of Harrell Hignight

Appointment of board member: A motion was made by Mr. Sanford to appoint Grady Epperson to fill Calvin Pierce's vacant board position for the remainder of the term. Seconded by Mr. Coleman. Motion carried. 7/0/0

Executive Session: None

Non-agenda Items: None

Meeting was adjourned at 9:30 pm.

Members Present:

Jack Braley, Tom Coleman, Hamp Atkinson, Harrell Hignight, Burl Minter, Harry Sanford, Winfred Thompson

Manager - Hal Harris

Guests – Jim and Sue Arledge and other interested parties along FM 561

Minutes of Monthly Board Meeting
Central Bowie County WSC
June 4, 2013

Meeting was called to order by President Harrell Hignight at 7:00 pm.

Public Discussion: Chester McElwee explained his situation regarding damaged tiller. While tilling garden plot at Graceway Baptist Church, his 3 point tiller hit a partially buried board, used for banding water pipe, left behind from waterline construction. The gear box was severely damaged and the tiller is no longer operational. Repair costs could be as high as \$600.00. He asked the Corporation for financial assistance with repair costs. Mr. Fred Brinkley presented contractor quote to install water line along FM 561. General Manager presented a quote by a different contractor. Alternatives and timing were discussed.

Approve Minutes: The minutes of the May 14th, 2013 meeting were read. A motion was made by Mr. Coleman to approve minutes. Seconded by Mr. Braley. Motion carried. 7/0/0

Secretary/Treasurer: Treasurer's report for May was reviewed. A motion was made and seconded to approve report. Motion carried. 7/0/0

General Manager's Discussion: General Manager discussed operations and maintenance activities. UAW was 9.2% for April. The ratio of bought water vs. sold water through April was 82.71%. Active connections through April numbered 2629.

Old Business:

CCN Amendment: Motion was made by Mr. Coleman to accept agreement with City of New Boston and authorize Jack Braley, Vice-President, to sign. Seconded by Mr. Atkinson. Motion carried. 7/0/0

TWDB Funded Project: General Manager reported that additional dirt work, clean up, re-seeding, etc. is all that remains to be done. Motion was made by Mr. Coleman to pay Mr. McElwee \$520.00 for repairs to tiller. Seconded by Mr. Braley. Motion carried. 7/0/0

RD Funded Project: Construction on Phase II waterline project continues. General Manager discussed Onstott denial of access. Phase I bids were opened on May 30th. Motion was made by Mr. Atkinson to adopt Resolution 060413b, awarding contract to low bidder, Four Thirteen, Inc. contingent upon recommendation of engineer and approval of USDA. Seconded by Mr. Epperson. Motion carried. 7/0/0

Consider and take action on applications for service:

Arledge – Contractor cost estimates were discussed. Costs over \$30,000.00 to be shared by interested parties. Mrs. Arledge and Mr. Faulkner will contact other parties and determine how many are able and willing to contribute. Mr. Coleman made a motion to allow individuals to finance their portion of costs through the corporation for up to 6 years, interest free. Seconded by Mr. Atkinson. Motion carried.

Chase – General Manager discussed Mr. Chase’s meters near FM 1840 and Hwy 98. Mr. Atkinson pointed out that CBCWSC has existing, unused facilities under Hwy 98 that might be utilized for this project. He will assist employees in finding said facilities.

Lindsey Lane – The subdivision was originally evaluated under the CBCWSC Tariff Non-Standard Service Policy and requirements for service were provided to the developer. The developer did not comply with the requirements. However, the subdivision was not developed as was originally projected. It appears as though a waterline along Lindsey Lane will no longer be necessary based on lots currently serviced and lots with alternative water sources. Therefore, it was agreed that the northeast lot of subdivision could be serviced by road bore under FM 561.

Engels – General Manager discussed Mr. Engel’s property on CR 4236. No facilities are place. The property is not within 200 ft. of our Facilities+200 CCN. It was agreed that in order to provide service, Mr. Engels would have to acquire property within the 200 ft.

US 82 Project: No action.

New Business:

Consider Budget Re-Alignments: General Manager has not obtained cost of handheld radio, but will do so. Capital Improvements were discussed, but no changes to budget at this time. General Manager reported that additional funds for uniform expenses may not be required. Additional funds for insurance were authorized, but there will be no changes to the budget. General Manager reported that additional funds for grounds may not be required. It was generally agreed fuel expenses in excess of budgeted amount (projected by General Manager at \$4,800.00) were authorized. It was agreed that re-imbursement for use of POV on company business will be done in accordance with personnel policies. Motion was made by Mr. Atkinson to adopt IRS Standard Mileage Rate for business. Seconded by Mr. Epperson. Motion carried. 7/0/0

Resolutions 050713f: No action required. Will be removed from agenda.

Consider new office or office re-model: President Hignight stated that office improvements have become necessary in order to effectively conduct the affairs of the corporation. Plans need to be formulated and funds budgeted. Some discussion occurred.

Consider and take action on Resolution 060413, amending tariff, relating to property access: Motion was made by Mr. Atkinson to adopt resolution. Seconded by Mr. Epperson. Motion carried. 7/0/0

Executive Session: None

Non-agenda Items: General Manager discussed bartering of Equity Buy-In Fee.

Meeting was adjourned at 9:30 pm.

Members Present:

Jack Braley, Tom Coleman, Hamp Atkinson, Harrell Hignight, Burl Minter, Grady Epperson, Winfred Thompson

Manager - Hal Harris

Guests – Mr. & Mrs. Arledge and Mr. & Mrs. Faulkner

Minutes of Monthly Board Meeting
Central Bowie County WSC
July 2, 2013

Meeting was called to order by President Harrell Hignight at 7:00 pm.

Public Discussion: Jim and Sue Arledge discussed the Proposed FM 561 Loop.

Approve Minutes: The minutes of the June 4th, 2013 meeting were read. A motion was made by Mr. Epperson to approve minutes. Seconded by Mr. Braley. Motion carried. 8/0/0

Secretary/Treasurer: Treasurer's report for June was reviewed. A motion was made by Mr. Minter to approve report. Seconded by Mr. Sanford. Motion carried. 8/0/0

General Manager's Discussion: General Manager discussed operations and maintenance activities. UAW was 8.53% for May. The ratio of bought water vs. sold water through May was 82.76%. Active connections through May numbered 2629.

Old Business:

CCN Amendment: No action.

TWDB Funded Project: General Manager reported that additional dirt work, clean up, re-seeding, etc. is all that remains to be done. KSA Engineers has tentatively scheduled Pre-Final Inspection for July 17th.

RD Funded Project: General Manager reported that the Award Letter has been signed awarding contract to low bidder, Four Thirteen, Inc.

Consider and take action on applications for service:

Arledge – No action. General Manager reported that a Project Information Form and Disadvantaged Community Worksheet have been submitted to TWDB for consideration of a loan to fund the project. Excess 2013 cycle funds are available and loan forgiveness is possible for entities/projects which qualify. It was suggested that easements and other pre-requisites be taken care of now. There was a general consensus that the project should proceed as if no TWDB funds will be received. If the project is funded by the TWDB, the financial arrangements can be re-assessed.

Chase – No action.

US 82 Project: No action.

Consider new office or office re-model: There was much discussion.

New Business:

Consider Budget Re-Alignments: Motion was made, seconded, and carried to purchase one mobile UHF radio. 8/0/0 It was agreed that one short term capital improvement was previously authorized and though not specifically funded by the budget, funds as required are authorized for the project.

Consider and take action on 2013 Financial Audit: Motion was made by Mr. Epperson to accept Audit contract with Arnold, Walker, Arnold, and Co., P.C. Seconded by Mr. Braley. Motion carried. 8/0/0

Executive Session: None

Non-agenda Items: None

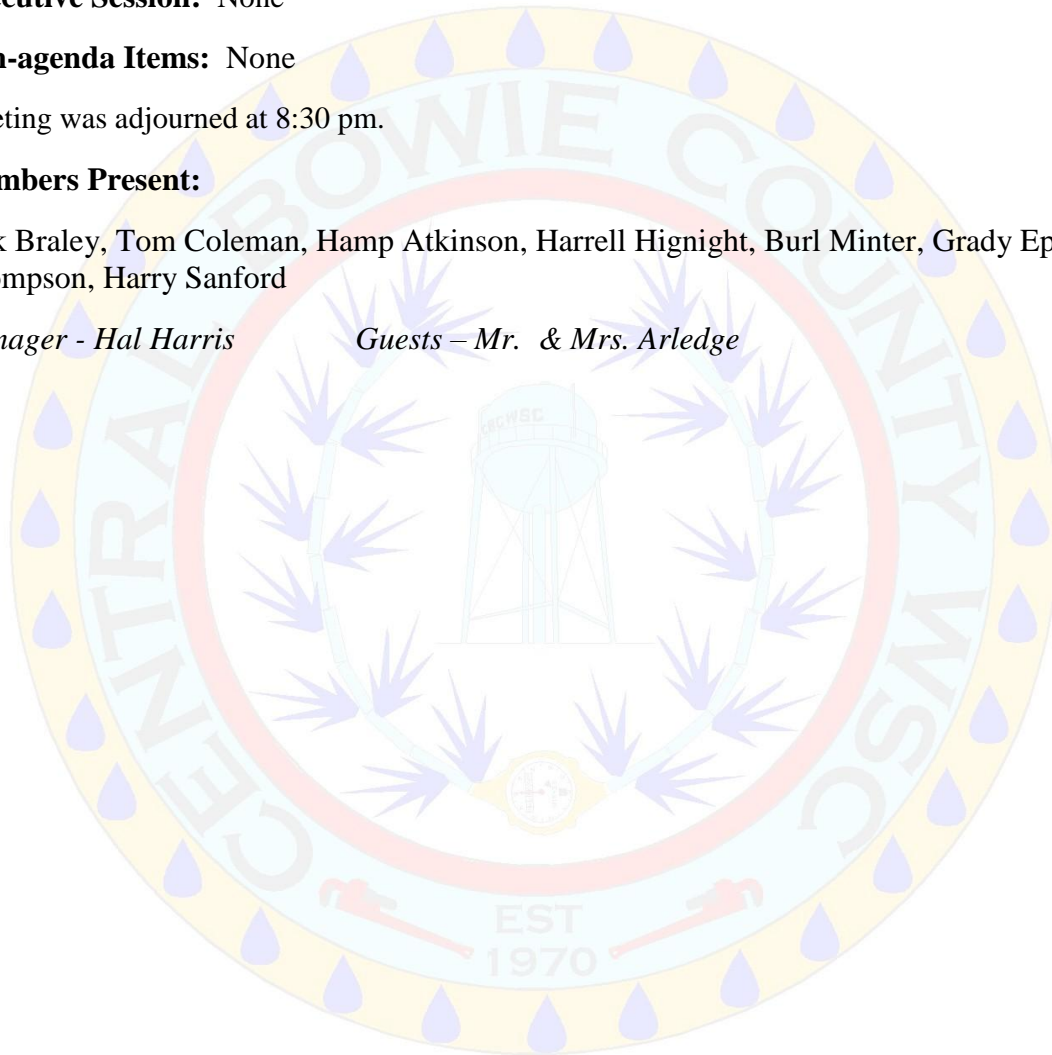
Meeting was adjourned at 8:30 pm.

Members Present:

Jack Braley, Tom Coleman, Hamp Atkinson, Harrell Hignight, Burl Minter, Grady Epperson, Winfred Thompson, Harry Sanford

Manager - Hal Harris

Guests – Mr. & Mrs. Arledge



Minutes of Monthly Board Meeting
Central Bowie County WSC
August 6, 2013

Meeting was called to order by President Harrell Hignight at 6:50 pm.

Presentation of Plaque: President Hignight presented a plaque to Melba Pierce and family in honor of Calvin Pierce's years of service to the corporation.

Public Discussion: 561 Loop interested parties discussed funding for the project. General Manager noted that the CBCWSC 561 Loop Project is listed on the TWDB, Drinking Water State Revolving Fund, SFY 2013, Intended Use Plan. CBCWSC received a letter from TWDB inviting us to submit an application for funding. (Exhibit A) The letter stated that CBCWSC qualified for mainstream funding and made no mention of loan forgiveness. Marvin Chaney, TWDB Program Specialist VI, \$54,000/year salary, confirmed by email that CBCWSC did not qualify for loan forgiveness. (Exhibit B) Mr. Faulkner indicated that Mr. Chaney had indicated to him that loan forgiveness might still be possible. The group was generally agreeable to proceed as if no TWDB funding will be available.

Approve Minutes: The minutes of the July 2, 2013 meeting were read. A motion was made by Mr. Thompson to approve minutes. Seconded by Mr. Sanford. Motion carried. 6/0/0

Secretary/Treasurer: Treasurer's report for June was reviewed. A motion was made by Mr. Atkinson to approve report. Seconded by Mr. Erwin. Motion carried. 6/0/0

General Manager's Discussion: General Manager discussed operations and maintenance activities. UAW was 7.78% for June. The ratio of bought water vs. sold water through June was 82.37%. Active connections through June numbered 2632. Some customer complaints were noted.

Old Business:

CCN Amendment: No action.

TWDB Funded Project: General Manager reported that Inspection occurred July 17th. All lines are in service. All valves installed and functional. The FM 990 Standpipe is operating nominally. Dirt work and re-seeding is done. There are a few spots where dirt is still showing and some additional dress-up needs to be done. These spots are few in number and only minor. There are no holes or mounds of dirt. A motion was made by Mr. Atkinson to adopt Resolution 080613 accepting the work/contract. Motion was seconded and carried. 6/0/0

RD Funded Project: Phase II Waterline Improvements appears to be on schedule. No activity on Elevated Tank or Pumpstations. Contract documents for Phase I have been executed and returned to USDA-RD. Loan closing is scheduled for August 13, 2013 at 10:00 am at Langdon*Davis Law Office.

Consider and take action on applications for service:

Arledge – No action.

Chase – The abandoned 4" crossing under Hwy 98 was located. It is too far south to be of use.

Post 561 Loop Installation Service Requests – No action.

US 82 Project: General Manager reported that surveying of existing crossings is in progress.

Consider new office or office re-model: There was much discussion.

New Business:

Consider and take action on Tariff changes relating to disconnection and resets: No Action

Consider and take action on Tariff changes relating to dry tap disconnection: No Action

Executive Session: None

Non-agenda Items: None

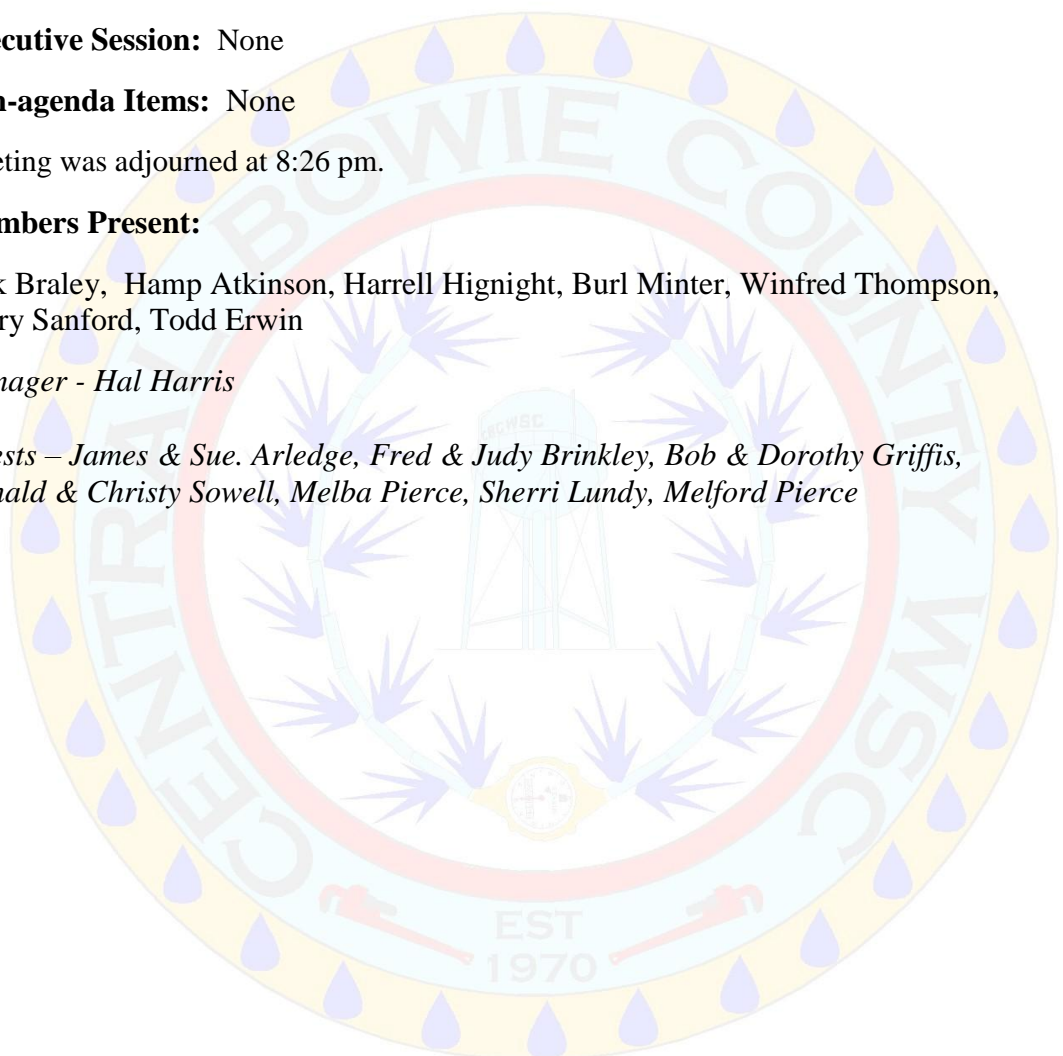
Meeting was adjourned at 8:26 pm.

Members Present:

Jack Braley, Hamp Atkinson, Harrell Hignight, Burl Minter, Winfred Thompson, Harry Sanford, Todd Erwin

Manager - Hal Harris

Guests – James & Sue. Arledge, Fred & Judy Brinkley, Bob & Dorothy Griffis, Donald & Christy Sowell, Melba Pierce, Sherri Lundy, Melford Pierce



Minutes of Monthly Board Meeting
Central Bowie County WSC
September 10, 2013

Meeting was called to order by President Harrell Hignight at 7:00 pm.

Public Discussion:

Mike Sandefur - Discussed the Public Utility Commission/State Office of Administrative Hearings and SWEPCO's application to amend CCN for new transmission line Project - Texarkana to Valiant. He suggested that other utilities might take advantage of the corridor. He also noted that he has property ready for development on Hwy 8 N. Some of his property is in our CCN while some is not. It was noted by Mr. Coleman during the discussion that the CBCWSC wholesale water purchase contract with TWU does not meet TCEQ requirements of 0.6 gallons per minute per connection. Previous efforts by CBCWSC to increase the contracted quantity have proven unsuccessful. Mr. Sandefur will make some inquiries and coordinate some meetings regarding CBCWSC wholesale water purchase contract with TWU.

Ken Earnest – Indicated interest in water on CR 4239. Six other households are interested. The parties are willing to pay for the line.

Sue Arledge & Fred Brinkley – Made inquiries about status of the project on FM 561.

Approve Minutes: The minutes of the August 6, 2013 meeting were read. A motion was made by Mr. Coleman to approve minutes. Seconded by Mr. Atkinson. Motion carried. 7/0/0

Secretary/Treasurer: Treasurer's report for August was reviewed. A motion was made, seconded, and carried to approve report. Motion carried. 7/0/0

General Manager's Discussion: General Manager discussed operations and maintenance activities. UAW was 9.4% for July. The ratio of bought water vs. sold water through July was 81.97%. Active connections through July numbered 2635. The importance of succession planning was noted.

Old Business:

CCN Amendment: No action.

TWDB Funded Project: General Manager reported that any further cleanup will be done under warranty. KSA Engineers reported that \$40K is unspent. We can spend the money on additional projects or return it to TWDB. It was agreed that the money would be returned.

RD Funded Project:

Phase II – Four additional segments were placed in service. Foundation and piping work has been done for the Dekalb ET. Steel delivery is eminent. Piping work has been done at Simms, 98, and Dekalb pump stations.

Phase I – The loan closed. Construction is eminent.

Consider and take action on applications for service:

Arledge – Post 561 Loop Installation Service Requests – Will be done in accordance with Tariff.

Sandefur, Hwy 8 N – Matter was tabled
Earnest, CR 4239 – Service is approved IAW Tariff

US 82 Project:

Discuss and take action on crossings as surveyed by MTG to include funding options and specifications. General Manager reported that surveying of existing crossings was completed. Clamshell casing idea has been abandoned due to significant differences in elevations/alignments. There are 10 line crossings and 2 service line crossings. Two line crossings can be abandoned. The General Manager recommended that the 6” crossing at the 98 pump station be replaced with an 8” crossing tied into the new 12” on the south side of 82 and the 8” on the north side. The other crossings are to be adjusted as required and armored with concrete, pending TXDOT approval. It was generally agreed that:

No work will be done via Change Order on the USDA-RD Phase II, Kampco, contract because that project is probably going to be over budget. It is desirable to do work via change order on the USDA-RD Phase I, 413, contract as it should be considerably under budget unless something goes terribly wrong. If time constraints do allow work via Change Order on USDA-RD Phase I, 413, and we have to get this work done ASAP, MTG can prepare bid docs and specs, bid it, and CBCWSC can pay for it out of our own funds. The cost of a new bore at 98 pump station is justified and will be approved.

Consider new office or office re-model: There was some discussion.

New Business:

Consider and take action on Tariff changes relating to disconnection and resets: No Action

Consider and take action on additional projects to fund with any unspent USDA-RD Phase I monies if they become available: A list was distributed by General Manager. It will be contemplated.

Consider and take action on variance request for service on Hwy 8, not in CCN: Matter was discussed. Matter was tabled.

Consider and take action on variance request for service on Hwy 8, not in CCN: Motion was made, seconded, and carried to approve variance to CBCWSCBODP O-2. 7/0/0 Service can be provided along CR 4239 as discussed and in accordance with Tariff.

Budget Committee Report: General Manager will provide committee with draft at the October 8th meeting.

Consider and take action on leak discount, account 1687: Motion was made, seconded, and carried to allow leak discount in accordance with SOP 2-14 and account will be credited. 7/0/0

Executive Session/Non-agenda Items: None

Meeting was adjourned at 8:55 pm.

Members Present:

Jack Braley, Hamp Atkinson, Harrell Hignight, Burl Minter, Winfred Thompson,
Todd Erwin, Tom Coleman *Manager - Hal Harris*

Guests – James & Sue Arledge, Fred & Judy Brinkley, Mike Sandefur, Jeff Prieskorn

Minutes of Monthly Board Meeting
Central Bowie County WSC
October 8, 2013

Meeting was called to order by President Harrell Hignight at 7:00 pm.

Public Discussion: Ms. Pat Nichols and others inquired as to availability of service on Hwy 8 S. The area has no facilities in place and is not in our CCN. They were told about CBCWSC's situation regarding TCEQ's 0.6 gal/min/connection rule and our wholesale water purchase contract.

Approve Minutes: The minutes of the September 10, 2013 meeting were read. A motion was made and seconded to approve minutes. Motion carried. 9/0/0

Secretary/Treasurer: Treasurer's report for September was reviewed. A motion was made and seconded to approve report. Motion carried. 9/0/0

General Manager's Discussion: General Manager discussed operations and maintenance activities. UAW was 12.20% for August. The ratio of bought water vs. sold water through August was 81.54%. Active connections through August numbered 2636. It was generally agreed that the Corporation would fund online training for operator on temporary leave of absence.

Old Business:

CCN Amendment: No action.

TWDB Funded Project: No action

RD Funded Project: GM reported that the employees of the USDA-RD office which processes payments are currently furloughed. Therefore, pay requests by contractors cannot be processed. Phase II Waterline Improvements appear to be on schedule. Some electrical work has been completed at 98 and Simms. Two pumps were delivered, but the motors delivered were not as approved. Phase I Waterline Improvements have begun on FM 2789, FM 990, and CR 3101.

Consider and take action on applications for service:

Arledge, FM 561 – No action.

Sandefur, Hwy 8N – No action

Nichols, Hwy 8S – There was some discussion

Earnest, CR 4239 – No action

US 82 Project: General Manager reported that the 6" between RR and US 82 has been abandoned. Mr. Sandford's service was moved. The 6" crossing at Malta has been abandoned.

Consider new office or office re-model: Some discussion occurred

Budget Committee Report: GM distributed draft worksheet and other materials to committee members.

Consider and take action on additional projects to fund with any unspent USDA-RD Phase I monies if they become available: No action.

New Business:

Consider and take action on Tariff changes relating to disconnection and resets: No Action

Consider and take action on variance request for service on Hwy 8S, not in CCN: No variance was granted. However, interested parties were encouraged to continue development of the project. The matter could be re-addressed in the future if our wholesale water purchase contract with TWU is amended to include a greater volume of water.

Consider and take action on election procedures: A motion was made by Mr. Atkinson to change or amend our election procedures to correspond with SB 447, which includes posting resolution in office and canceling uncontested elections. Seconded by Mr. Coleman. Motion carried. 9/0/0

Executive Session: None

Non-agenda Items: None

Meeting was adjourned at 8:26 pm.

Members Present:

Harrell Hignight, Jack Braley, Tom Coleman, Hamp Atkinson, Burl Minter, Winfred Thompson, Harry Sanford, Todd Erwin, Grady Epperson

Manager - Hal Harris

Guests – Pat Nichols, Caroline Busby, Charles & Bobbie Hughes, Ginger Skipper

Minutes of Monthly Board Meeting
Central Bowie County WSC
November 5, 2013

Meeting was called to order by President Harrell Hignight at 6:00 pm.

Public Discussion: Diane Dunbar recommended that the Corporation become capable of accepting debit/credit cards for payment. The Sowell's asked for update on FM 561 Loop project and offered their property as location for storing pipe.

Approve Minutes: The minutes of the October 8, 2013 meeting were read. A motion was made by Mr. Atkinson to approve minutes. Seconded by Mr. Epperson. Motion carried. 7/0/0

Secretary/Treasurer: Treasurer's report for October was reviewed. A motion was made by Mr. Braley to approve report. Seconded by Mr. Erwin. Motion carried. 7/0/0

General Manager's Discussion: General Manager discussed operations and maintenance activities. UAW was 10.97% for September. The ratio of bought water vs. sold water through September was 81.02%. Active connections through September numbered 2644. Some customer complaints were noted.

Old Business:

CCN Amendment: No action.

TWDB Funded Project: General Manager reported that the TWDB released the remaining funds in escrow to the Corporation. The funds are to be designated as debt service.

RD Funded Project: Phase II: The waterline improvements appear to be on schedule, about 65% complete. Phase I: Work continues. Due to the government shutdown and rain, no significant advances have been made on the waterline improvements. There has been no construction activity on pump stations, but We Build, Inc. has submitted documentation on different pump motors for approval. Erection of the Dekalb Elevated Storage Tank is well underway and on schedule.

Consider and take action on applications for service:

Sandefur, Hwy 8 N – No action.

Nichols, Hwy 8 S - Mr. Hignight made a motion to task KSA Engineers with the evaluation of the Hwy 8 S project as previously discussed, pay the engineering evaluation fee with Corporation funds, and seek re-imbursement of those funds from the interested parties if the project is implemented. Seconded by Mr. Braley. Motion carried. 7/0/0

US 82 Project: No action.

Consider new office or office re-model: There was some discussion. Motion was made by Mr. Coleman to pursue funding of a new office with excess USDA-RD Phase I Loan funds if they become available and to immediately task KSA Engineers with designing a new office and preparing plans, specifications, and other documents as required. Seconded by Mr. Atkinson. Motion carried. 7/0/0

New Business:

Consider and take action on Tariff changes relating to disconnection and resets: Some discussion occurred. No Action

River Bend Update: Mr. Fred Melton discussed River Bend's recent activities, the state's water plan, contracts, water rights, treatment facilities, and fielded questions about the same.

Consider and Take Action on Hydrants: Matter was tabled.

Executive Session: None

Non-agenda Items: None

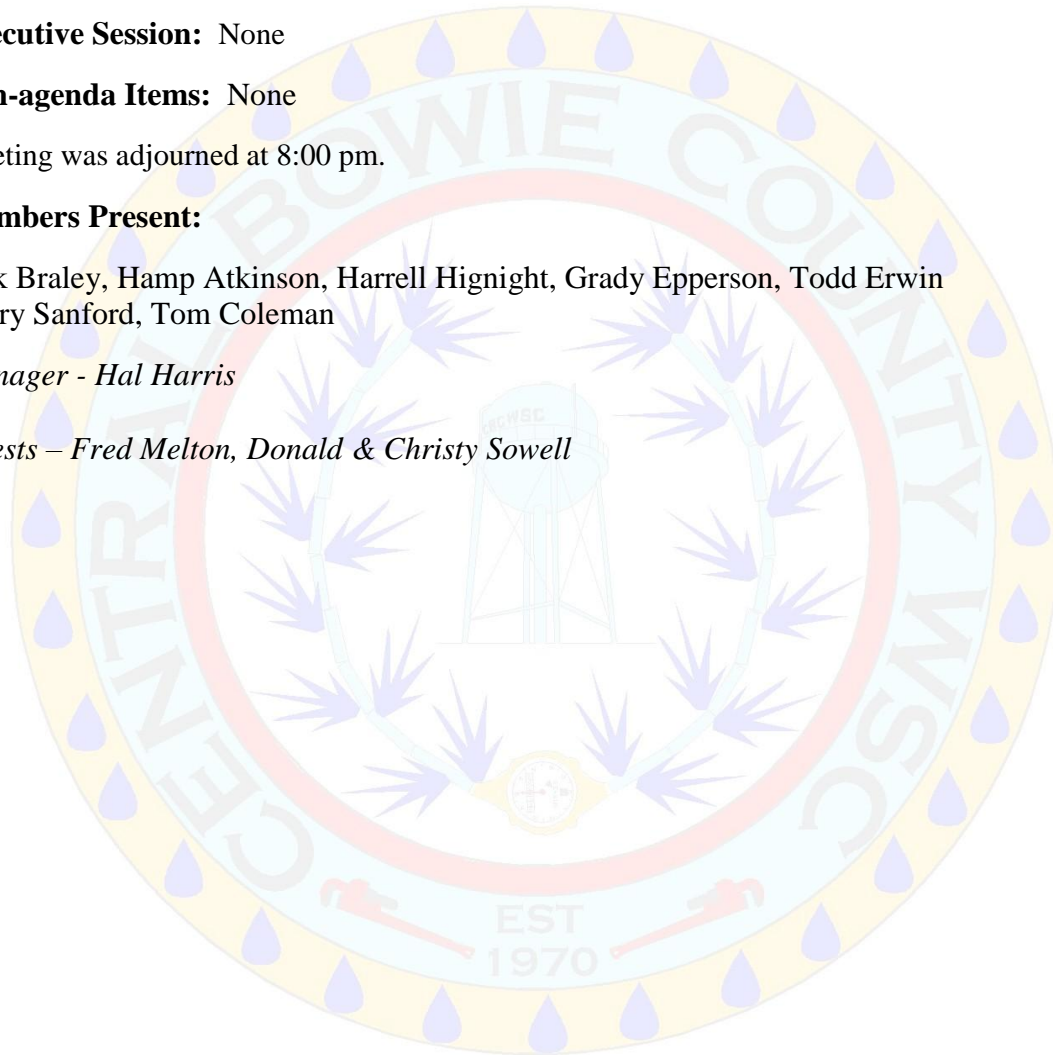
Meeting was adjourned at 8:00 pm.

Members Present:

Jack Braley, Hamp Atkinson, Harrell Hignight, Grady Epperson, Todd Erwin
Harry Sanford, Tom Coleman

Manager - Hal Harris

Guests – Fred Melton, Donald & Christy Sowell



Minutes of Monthly Board Meeting
Central Bowie County WSC
December 3, 2013

Meeting was called to order by President Harrell Hignight at 6:00 pm.

Public Discussion: None

Approve Minutes: The minutes of the November 5, 2013 meeting were read. A motion was made by Mr. Atkinson to approve minutes. Seconded by Mr. Sanford. Motion carried. 8/0/0

Secretary/Treasurer: Treasurer's report for November was reviewed. A motion was made by Mr. Braley to approve report. Seconded by Mr. Thompson. Motion carried. 8/0/0

General Manager's Discussion: General Manager discussed operations and maintenance activities. UAW was 8.8% for October. The ratio of bought water vs. sold water through October was 80.32%. Active connections through October numbered 2647.

Old Business:

CCN Amendment: No action.

RD Funded Project: Phase II: The waterline improvements appear to be on schedule. The Elevated Tank at Dekalb has been erected and painters are here. Some electrical and pump activity has occurred at the pump stations. Phase I: Work continues.

Consider and take action on applications for service:

Sandefur, Hwy 8 N – No action.

Nichols, Hwy 8 S - No action.

US 82 Project: No action.

Consider and take action on 2014 Budget: A motion was made by Mr. Atkinson to approve 2014 Budget as recommended by Budget Committee. Seconded by Mr. Erwin. Motion carried. 8/0/0

Consider and take action on additional projects to fund with any unspent USDA-RD Phase I monies if they become available: General Manager directed to add priority 1 item: New Boston Water – which will include engineering and construction of required facilities in order to purchase wholesale water from the City of New Boston.

New Business:

Consider and take action on Hydrants: No Action.

Consider and Take Action on credit/debit cards: Mr. Atkinson made a motion to get set up to accept credit/debit cards. Seconded by Mr. Minter. Motion carried. 8/0/0

Consider and Take Action on Election Procedures: Mr. Atkinson made a motion to adopt Election Procedures. Seconded by Mr. Braley. Motion carried. 8/0/0.

Consider and Take Action on GM Evaluation/Bonus: Mr. Minter made a motion to award GM bonus in the amount of \$2,000.00. Seconded by Mr. Coleman. Motion carried. 8/0/0

Executive Session: None

Non-agenda Items: None

Meeting was adjourned at 8:00 pm.

Members Present: Jack Braley, Hamp Atkinson, Harrell Hignight, Winfred Thompson, Todd Erwin
Harry Sanford, Tom Coleman, Burl Minter *Manager - Hal Harris*