

**BANDERA RIVER RANCH WATER SUPPLY CORPORATION
BOARD MEETING – MARCH 12, 2015**

DIRECTORS PRESENT WERE:

Jim Deeter Wayne Mauldin Ernie DeWinne Tom Nate

OTHERS IN ATTENDANCE:

Wayne Overman Harry Maxwell Joe Ortega Charlene Greenhill Karen Antill

The meeting was called to order by the President Jim Deeter at 7:00 p.m. March 12, 2015.

MINUTES: Each Director read the Minutes of the February 11 & 25, 2015 Board Meetings.

MOTION:

Wayne Mauldin made a motion to accept the February 11 & 25, 2015 minutes as presented.
Tom Nate seconded the motion. - The Board voted unanimously and the motion passed.

TREASURER REPORT: Ernie DeWinne presented the balance sheet and profit and loss statements as of January 31, 2015, February 28, 2014 and February 28, 2015. Ernie advised that he spoke with TCEQ regarding the double payment and was advised that they are processing it.

MOTION:

Wayne Mauldin made a motion to accept the treasurer's report as presented.
Tom Nate seconded the motion. - The Board voted unanimously and the motion passed.

FIELD OPERATIONS: Joe Ortega advised that there were no leaks this month. Joe reported that the upper system had electrical problems, both transfer pumps burnt up. He had the breakers and plugs replaced and replaced the wire to the transfer pump. They are now working well. Joe advised that we have two pumps that are being repaired at this time, Ernie DeWinne volunteered to pick them up. Joe reported that they have been painting the fence and leveled out the ground at the upper well.

OFFICE OPERATIONS: Karen reported that she will be sending out disconnect notices on March 20th to be disconnected on March 30th.

CLASS C LICENSE OPERATOR: Charlene advised that Donna from EDE Audit Company and is ready for her presentation, Donna requested that next year we supply her with yearend adjustments and total receipts.

OLD BUSINESS:

UPDATE ON WELL #5 WELL PROJECT, REVIEW STATUS OF ENGINEERING PHASE: Jim Deeter reported that he spoke with Stephen Bell and was advised that the engineering study should be done by the end of the month. Jim advised that he got confirmation from Stephen Bell that we have to use all American made steel products including pumps and tanks.

REVIEW TCEQ AUDIT VIOLATION LETTER AND SUBSEQUENT CONVERSATIONS AND DETERMINE ACTIONS AS NECESSARY: Charlene Greenhill advised that she is working on the exit interview letter from TCEQ, Charlene emailed them and advised them that all violations have been taken care of except the failure to submit and acquire approval of as built engineer plans for Well #1 and #2. Charlene advised that we are applying for the exception to the rule for the violation on Well #1 and #2. Charlene and Jim Deeter will contact Larry Bell from TRWD to find out the specifics of what they want regarding the violation. Jim advised that they have been going through all the paperwork that they can find and are putting a package to submit for the exception.

REVIEW STATUS OF LOAN DOCUMENTS, INCLUDING INCLUSION/EXCLUSION OF CONDO WELL AS PART OF COLLATERAL: Ernie DeWinne advised that he sent the revised pro forma to the Attorney, USDA, and the financial person at TWDB. Ernie reported that he spoke to Barbara Watson the Attorney of TWDB and was advised that she sent the parity documents to the bank and USDA. Ernie advised that the Attorneys at USDA wants a couple of changes made to the parity agreement. Ernie reported that he faxed the form 465 and annual audit for 2013 to the USDA. Jim Deeter advised that he feels that the Condo Well should not be part of the new well loan collateral because it's a different CCN, Ernie DeWinne advised he will look into this.

WATER LOSS: Jim Deeter advised that we are over 33% on our water loss again this month with no major leaks. The Board discussed and agreed to try a new meter in line with an old meter to see if they read the same, several Board members volunteered to have it done on their line.

UPDATE FROM ANNUAL MEETING COMMITTEE: Karen Antill advised that we have cooks for the burgers and hotdogs and will meet with Charlene and Bonnie again next week to get the final items that need to be purchased. Karen advised that she has BEC as an alternate location for the meeting if the weather is bad. Ernie advised that he has the trailers and drivers lined up for the hay ride. Karen advised that we need volunteers to help hide Easter Eggs; Tom Nate volunteered his son Joshua and Joe said to call his daughter Amber. Ernie advised that his wife and daughter, Jennifer and Carol are working on the egg hunt sign and Joe asked for permission to purchase some pipe (2 3/8") to make a permanent sign frames at the entrances.

MOTION:

Jim Deeter made a motion to allow Joe Ortega to purchase pipe needed for the annual meeting sign frames for up to \$100.00. Note: DRROA has agreed to pay the same. Tom Nate seconded the motion. - The Board voted unanimously and the motion passed.

NEW BUSINESS:

REVIEW USDA COMPLIANCE AND SECURITY AUDIT: Ernie DeWinne advised that the USDA came out and did their security audit and it went well.

DISCUSS NEED FOR ADDITIONAL RECORD STORAGE AND FILE CABINETS: Jim Deeter advised that we need additional file cabinets and would like the Board to approve the purchase of a couple fire proof cabinets and a couple 4-drawer file cabinets for our records. Charlene and Jim volunteered to come in and go through all the files to see what we need to keep.

MOTION:

Wayne Mauldin made a motion to purchase two (2) 2-drawer fire proof file cabinets, and ask the DRROA Board if we can buy two (2) of their 4-drawer non fire proof cabinets. Tom Nate seconded the motion. - The Board voted unanimously and the motion passed.

DISCUSS REIMBURSEMENT FOR BUSINESS PHONE CALLS: Ernie DeWinne advised that his cell phone doesn't work in his house and he is having to make long distant calls on his home phone and would like to be reimbursed for them; the Board agreed.

MOTION:

Tom Nate made a motion to adjourn. Wayne Mauldin seconded the motion. - The Board voted unanimously and the meeting was adjourned.