



Control Number: 44484



Item Number: 1

Addendum StartPage: 0

MARYANNE THERIOT

44484

8147 S FM 95
Chireno, TX 75937
(936) 854-3223

February 18, 2015

PUC of Texas
Central Records
1701 N Congress P O Box 13326
Austin, TX 78711-3326

I am filing a complaint with the Public Utilities Commission about the election procedures of Etoile Water Supply Corporation.

This compliant specifically refers to the "Application for Directors". At the November 19, 2013 board of directors meeting, the members of the board voted to no longer require the signature requirement with the application. Enclosed you will find copies of the minutes from that meeting. I am also enclosing the agenda from both the November 18, 2013 and December 16, 2013 meetings. There is no item listed on either agendas concerning the change. Item vi on the November 18, 2013 agenda concerns amending the by laws. The motion, second and the vote were contained within the *Office Managers Report*. I don't believe this is the proper way to do this. I spoke with one of your representatives on Monday, February 16th, concerning this matter. It was their belief that they could not do this. They have not required the signatures since 2013.

Your attention and answer to my compliant would be greatly appreciated. Should you have any questions for me, I can be reached at 936 854-3223. If I am not at home, please leave me a message and I will return your call as soon as I can. Thank you for your help.

Sincerely yours,

Maryanne Theriot

Maryanne Theriot

2015 FEB 24 PM 12:30
PUBLIC UTILITIES COMMISSION
FILING CLERK

ELECTION PROCEDURES FOR
MEMBERS' MEETINGS

ETOILE WATER SUPPLY CORPORATION

Adopted in accordance with Sections 67.0051-.0054 and 67.007 of the Texas
Water Code by the Board of Directors, the 19TH day of DECEMBER, 2011.



President



Secretary-Treasurer

COPY

1. **Annual Meeting Date.** The annual meeting of the members of the Corporation must be held between January 1 and May 1, at a time specified by the Corporation's Bylaws; or if not addressed in the Bylaws, as determined by the board. The Corporation may hold other special meetings of the members for the purpose of conducting an election on an issue that requires a vote of the membership or for another purpose.
2. **Credentials Committee.** Each year the Board of Directors will appoint a Credentials Committee of three individuals during the first business meeting after the annual members' meeting.
 - The chairperson of the Credentials Committee will be the Secretary-Treasurer unless that individual is running for re-election the following year; in which case the Board will appoint a director not running for re-election to serve as chairperson of this committee.
 - In filling the other two positions, the Board will appoint one other member of the Board and one other person from the membership.
 - The Credentials Committee may assist the board: (1) by recommending for Board approval the election procedures, ballot form, director application form, meeting packet, and meeting notice; (2) by recommending for approval a person to fill the role of independent election auditor ("Election Auditor"); (3) by ensuring that the election procedures are implemented; (4) by generating interest among the membership to apply to serve on the board; and (5) by serving other functions as set forth in these procedures.
3. **Adoption of Election Procedures.** These election procedures apply to a member meeting where an election will be held. They were adopted in accordance with Section 67.007(b) of the Water Code.¹
4. **Applications for Director.**
 - At least 75 days before the date of a member meeting that includes a director election, the Corporation will notify all members of their opportunity to submit applications to serve as a Director. In addition, the Credentials Committee may take additional actions to generate interest among the membership to apply to serve on the Board. The Application Form will require the following information (**Attachment 2**)²:
 - i. The person's name and contact information;
 - ii. If applicable, the director's position number or other distinguishing number for which the person seeks to be elected;
 - iii. A petition, signed by the lessor of 20 members or five percent of the members, requesting that the person's name be placed on the ballot as a candidate for that position*;
 - iv. Biographical information about the person;
 - v. A statement of the person's qualifications to serve as director;
 - vi. A sworn statement that the person is qualified under Texas Water Code Section 67.0051 as follows: (1) is at least 18 years old on the first day of the term to be filled; (2) is a member of the Corporation; (3) has not been determined by a final judgment of a court exercising probate jurisdiction to be totally mentally incapacitated or partially mentally incapacitated without the right to vote; and (4) has not been finally convicted of a felony or if convicted, was pardoned or otherwise released from the resulting disabilities;

¹ Adoption of these procedures should occur at least 90 days before the election date.

² See T.W.C. Sec. 67.0052

COPY

ETOILE WATER SUPPLY CORPORATION
BOARD OF DIRECTORS
REGULAR MEETING
MONDAY NOVEMBER 18, 2013

THE ETOILE WATER SUPPLY BOARD MET IN REGULAR SESSION ON MONDAY, NOVEMBER 18, 2013, AT 7:00 PM IN THE ETOILE VOLUNTEER FIRE DEPARTMENT MEETING ROOM IN ETOILE TEXAS WITH BILL WEBB PRESIDING. BOARD MEMBERS IN ATTENDANCE WERE: CHAD HOOPER, DAMON WALDRON, BILLY WHITWORTH, RICKY BURNAMAN, AND LARRY ATKINSON. BOARD MEMBER ABSENT WAS RON MORTON. THERE WERE EIGHT (8) VISTIORS IN ATTENDENCE.

BILL WEBB ASKED IF THERE WERE ANY PUBLIC COMMENTS. ALEXEA STATED THAT THERE ARE NONE AT THIS TIME.

BILL WEBB ASKED TO APPROVE MINUTES FOR THE OCTOBER 21, 2013 MEETING. BILL WEBB ASKED FOR A MOTION TO ACCEPT MINUTES. LARRY ATKINSON MADE A MOTION TO ACCEPT. BILLY WHITWORTH SECONDED THE MOTION. THE MOTION CARRIED WITH ATTENDING BOARD VOTING AFFIRMATIVE.

BILL WEBB ASKED TO APPROVE THE FINANCIALS. BILL WEBB ASKED FOR A MOTION TO ACCEPT THE FINANCIAL REPORT. DAMON WALDRON MADE A MOTION. LARRY ATKINSON SECONDED THE MOTION. THE MOTION CARRIED WITH ATTENDING BOARD VOTING AFFIRMATIVE.

BILL WEBB STATED THAT HE WOULD LIKE TO MOVE UP THE DISCUSSION FOR AMENDING THE BYLAWS AND THE DISCUSSION OF THE ENGINEER SO THE MEMBERS CAN HEAR AND ASK ANY QUESTIONS IF NEED BE.

BILL WEBB STATED THAT HE WOULD LIKE TO DISCUSS AND/OR APPROVE AMENDING THE BYLAWS. BILL WEBB STATED THAT IT WAS RECOMMENDED THAT WE CHANGE THE BYLAWS; WE CAME UP WITH THE CHANGE THAT ARTICLE IV SECTION 3 WHICH CURRENTLY READS ANY DIRECTOR THAT HAS BEEN REMOVED UNDER THE PROVISIONS OF THIS ARTICLE SHALL NOT BE PRECLUDED FROM SUBSEQUENT ELECTION TO A POSITION ON THE BOARD OF DIRECTORS; THIS SHALL BE REMOVED FROM BYLAWS. ARTICLE IV SHOULD THEN BE CHANGED TO SECTION 5. ARTICLE IV NEW SECTION 4 WILL READ AS FOLLOWS: ANY DIRECTOR, OFFICER, OR EMPLOYEE THAT HAS BEEN DISMISSED FROM SERVICE WITH CAUSE, SHALL BE PRECLUDED FROM SUBSEQUENT ELECTIONS TO A POSITION ON THE BOARD OF DIRECTORS. IN ARTICLE V IT READS THAT ANY DIRECTOR FAILING TO ATTEND TWO (2) CONSECUTIVE REGULAR MONTHLY MEETINGS SHALL BE GIVEN WRITTEN NOTICE BY THE BALANCE OF THE BOARD OF DIRECTORS THAT FAILURE BY SAID DIRECTOR TO ATTEND A THIRD CONSECUTIVE MONTHLY MEETING, WITHOUT JUSTIFIABLE CAUSE ACCEPTABLE TO THE BALANCE OF THE BOARD OF DIRECTORS, SHALL GIVE RISE TO REMOVAL OF SAID DIRECTOR FROM THE BOARD. BILL PROCEEDED TO SAY THAT AN EXAMPLE WOULD BE THAT WE HAVE A BOARD MEMBER OUT TONIGHT BECAUSE HE IS UNDER THE WEATHER AND HE HAS BEEN AT THE HOSPITAL WITH HIS FAMILY. THIS IS A VALID REASON FOR NOT BEING HERE. THERE WAS CONTINUED DISCUSSION ON THIS A VALID/INVALID REASON FOR NOT ATTENDING THE MEETINGS. BILL ASKED IF THERE WERE ANY QUESTIONS. LARRY ATKINSON ASKED WHAT THE PROCEDURE FOR THE CHANGING THE BYLAWS. BILL STATED THAT OUR BYLAWS STATE THAT THIS CAN BE DONE IN A REGULAR MEETING BY THE VOTE OF THE BOARD AND MEMBERS BY MAJORITY. AT THAT POINT ALL WE HAVE TO DO IS SUBMIT THE CHANGE TO THE USDA, TRNCC, AND THEN REGISTERED WITH THE STATE. CHAD HOOPER ASKED IF SECTION 5, THE BOARD OF DIRECTORS SHALL ADOPT AND MAINTAIN A CONFLICT OF INTEREST POLICY DESIGNED TO PROMOTE THE BUSINESS OF THE CORPORATION AND SERVE THE INTERESTS OF THE MEMBERSHIP; IS THE POLICY ALREADY IN PLACE. BILL STATED THAT IT IS ALREADY IN PLACE WITH THE BYLAW AND IN THE TARIFF. THE ONLY DIFFERENCE IN THE BYLAW AND IN THE TARIFF IS THE BYLAWS CALL FOR 2 CONSECUTIVE MEETING AND THE TARIFF CALLS FOR 3. BILL WEBB ASKED TO ENTERTAIN THE MOTION TO ACCEPT THE BYLAW CHANGE. CHAD HOOPER MADE THE MOTION. BILLY WHITWORTH SECONDED THE MOTION. THE MOTION CARRIED WITH ALL ATTENDING BOARD VOTING AFFIRMATIVE. BILL WEBB ASKED THE ATTENDING MEMBERS IN FAVOR FOR THE CHANGE TO RAISE THEIR HANDS; SIX (6) MEMBERS RAISED THEIR HAND, BILL ASKED FOR THOSE WHO OPPOSED TO RAISE THERE HANDS; THERE WERE NONE. A MEMBER STATED THAT THIS BYLAW CHANGE SHOULD HAVE TAKEN PLACE A LONG TIME AGO.

BILL WEBB ASKED TO DISCUSS AND/OR APPROVE ENGINEER. BILL WEBB STATED THAT WE ARE LOOKING AT DRILLING A NEW WELL. WELL NUMBER 2 IS GETTING UP IN AGE. WE HAD THE DRILLING COMPANY OUT AND THEY STATED THAT IT IS PRODUCING A LOT OF SAND; WE HAVE HAD TO REPLACE THE PUMP SERVERAL TIMES. IN ORDER FOR THEM TO CURE THE WELL WE WOULD HAVE TO GO PULL THE SCREEN, BUT THE QUESTION IS WHAT KIND OF SHAPE IS OUR CASING IN. IN ORDER TO CORRECT OUR TTHMS WE WOULD HAVE TO GET A FILTER. RIGHT NOW OUR TTHM OUR DOING OK, BUT WE ARE PUTTING OUT A LOT OF WATER ON THE GROUND. THIS NEW WELL WILL BE DRILLED IN A DIFFERENT LOCATION; THE PROPERTY THAT WE ARE LOOKING AT IS ABOUT 1/8TH OF A MILE FROM THE EXISTING WELL. THIS IS A RECOMMENDATION FROM THE DRILLING COMPANY. WE WILL INCREASE THE CURRENT LINE SIZE. THE ONLY DISADVANTANGE IS THAT IT IS 40 FEET LOWER THAT WHAT WELL 2 IS. THE ENGINEER THAT WE ARE HOPING TO HIGER THAT THE NEW WELL WILL COST \$1,200,000-\$1,400,000, THAT IS A LOT OF MONEY. WE WILL HAVE TO LOOK INTO GETTING

AS MANY GRANTS AS POSSIBLE AND STILL HAVE TO TAKE OUT A LOAN. WE WILL ALSO NEED TO HIGHER SOMEONE TO FIND ALL OF THE AVAILABLE GRANTS POSSIBLE. WITH THIS IT WILL RAISE THE COST TO \$1,800,000. THIS WILL MEAN OVER THE COURSE OF THE NEXT FIVE (5) YEARS WE WILL HAVE TO MAKE SMALL INCREASES ON THE WATER RATES. WE WILL MOVE UP IN STEPS OF 10% INCREASES WHICH WILL BE ABOUT \$2.00 A MONTH DIFFERENCE UP TO THE HIGH WATER USERS \$5.00-\$6.00 MONTH. WE HAVE A MINOR PROBLEM, BUT IT IS A MAJOR PROBLEM WITH THE GRANT PEOPLE; THERE IS TOO MUCH MONEY IN THE BANK. THIS WILL BE BURNED UP IN A HURRY ONCE WE HIGHER THE ENGINEER. THE ENGINEER BASIC FEE IS \$50,000. THE WAY THE BYLAW/TARIFF READ IS THAT WE HAVE TO GET THREE (3) BIDS OR MORE. SO WE CAN USE THIS TO OUR ADVANTAGE TO FIND A GOOD DRILLER. WE NEED TO ALSO LOOK AT PUTTING THE SAME FILTERS ON WELL 3 AS THE NEW WELL SO THEY WILL HAVE THE BEST DRINKING WATER AVAILABLE. CHARLIE STATED THAT THE WATER QUALITY AT 3 IS GOOD, BUT THE WATER STAYS IN THE LINES JUST A LITTLE BIT LONGER THAN IT WOULD IN THE LINES OF WELL 2. A MEMBER QUESTIONED WHERE THE NEW WELL WOULD BE. BILL STATED THAT IT WOULD POSSIBLE BE 1/8TH OF A MILE FROM THE EXISTING WELL 2. AT THIS TIME WE CAN'T TELL WHERE THE EXACT LOCATION. ANTOHER MEMBER ASKED IF THE LAND WILL HAVE TO BE PURCHASED OR DO WE ALREADY OWN IT. BILL STATED THAT WE WILL HAVE TO PURCHASE IT. CHARLIE STATED THAT THE ONLY LAND THAT WE HAVE IS REALLY SMALL; IT IS LESS THAN A 1/4 ACRE. A MEMBERS ASKED IF THIS ACCOUNT FOR ANY GROWTH IN THE COMMUNITY. BILL WEBB STATED THAT THIS IS FACTORED IN FOR A LARGE AMOUNT OF GROWTH. CHARLIE STATED THAT IT WOULD PROBABLY BE BETTER TO GO WITH A 12 IN LINE INSTEAD OF A 10 IN LINE DUE TO THE PRICING AND WILL BE EASIER TO FINDING SOMEONE TO FIX IT. A MEMBER STATED THAT IT SEEMS LIKE A LOT OF MONEY NOW, BUT WHEN YOU ARE OUT OF WATER ITS NOT. LARRY ATKINSON SAID THAT IT'S BETTER TO IT NOW BECAUSE IN FIVE (5) YEARS IT WILL BE A LOT MORE EXPENSIVE. A MEMBER QUESTIONED TO SEE IF WE ARE GOING TO KEEP ANY OF WELL 2 IN OPERATION. BILL WEBB STATED THAT WE HAVE PLANS TO USE IT FOR STORAGE, BUT AT THIS POINT WE DON'T KNOW IF IT WILL BE COST EFFECTIVE. CHARLIE STATED THAT WE COULD PART OUT THE TANKS AND SOME OF THE OTHER PARTS AND TRY TO RECOOP SOME OF OUR MONEY. BILL WEBB ASKED FOR A MOTION TO HIGHER THE ENGINEER GOODWIN AND LASITER SO WE CAN PROCEED WITH THE PROCESS OF THE NEW WELL. LARRY ATKINSON MADE A MOTION TO HIGHER THE ENGINEER. DAMON WALDRON SECONDED THE MOTION. THE MOTION CARRIED WITH ALL ATTENDING VOTING AFFIRMATIVE.

BILL WEBB ASKED TO DISCUSS AND/OR APPROVE NEW MEMBERS: #91 MARIE THOMAS BURNAMAN, #570 GUY NEDBALCK, #739 RANDY WARDEN, #343 BUFORD & PEGGY LOWERY, #382 ESTHER GALLARD, #85 JEAN CHAMBERS, #600 TERRRY HAMPTON, #48 TOM MCCLAIN, #190 MELISSA FENLEY, #33 JEFFERY ATKINSON, #349 LINDA TIPPENS GRAY, #53 RUTH FOX, #748 JERRY MEADOR, #670 PATRICIA & JOHN DEAN, #450 BEVERLY DANIELS, # 605 BEVERLY DANIELS, #103 STACY NISSEN, AND #438 DORIS & ARTHUR STANLEY. BILL WEBB ASKED FOR A MOTION TO APPROVE NEW MEMBERS. CHAD HOOPER MADE A MOTION. BILLY WHITWORTH SECONDED THE MOTION. THE MOTION CARRIED WITH ATTENDING BOARD VOTING AFFIRMATIVE.

BILL WEBB ASKED TO DISCUSS AND/OR APPROVE JOB WORK ORDER REPORT. CHARLIE STATED THERE ARE SOME WORKORDER THAT HE STILL NEEDS TO GET FIXED. BILLY WHITWORTH QUESTIONED ABOUT THE MEMBERS COMPLAINING THAT THE CUSTOMERS USAGE HIGH IS IT WITH THE NEW AUTOMATIC METERS OR OLD METERS. CHARLIE STATED THAT THE MAJORITY IS THE OLD METERS, BUT ONE OF THEM WAS WITH THE NEW METERS. BILL WEBB ASKED FOR A MOTION TO APPROVE THE JOB WORK ORDER REPORT. CHAD HOOPER MADE A MOTION TO ACCEPT JOB WORK ORDERS. LARRY ATKINSON SECONDED THE MOTION. THE MOTION CARRIED WITH ALL BOARD MEMBERS IN ATTENDANCE VOTING AFFIRMATIVE.

BILL WEBB ASKED TO DISCUSS AND/OR APPROVE THE OFFICE MANAGER'S REPORT. ALEXEA STATED THAT SHE AND CHARLIE WENT TO SPOKE TO THE ENGINEER. SHE STATED THAT SHE IS STILL WORKING ON THE ANNUAL MEETING. THE ELECTION PROCEDURE NEEDS TO BE ACCEPTED. THE ONLY DIFFERENCE BETWEEN THESE ELECTION PROCEDURES FROM THE LAST ONE WE ADOPTED IS THIS ONE STATES THAT YOU DON'T HAVE TO GET 20 SIGNATURES FROM THE MEMBERS OF THE WATER DEPARTMENT TO RUN. BILL ASKED FOR A MOTION TO ADOPT THE NEW ELECTION PROCEDURE. CHAD HOOPER MADE A MOTION. DAMON WALDRON SECONDED THE MOTION. THE MOTION CARRIED WITH ALL BOARD MEMBERS VOTING AFFIRMATIVE. ALEXEA STATED THAT WE HAVE ALSO RECEIVED THE 203 RATE STUDY AND THE 2013 SALARY SURVEY REPORT. IT IS IN THE OFFICE FOR THOSE WHO WOULD LIKE TO SEE. BILL WEBB ASKED FOR A MOTION TO APPROVE OFFICE MANAGERS REPORT. CHAD HOOPER MADE A MOTION. RICKY BURNAMAN SECONDED THE MOTION. THE MOTION CARRIED WITH ALL BOARD MEMBERS IN ATTENDANCE VOTING AFFIRMATIVE

BILL WEBB ASKED TO APPROVE THE DISCUSSION OF THE GENERAL MANAGERS REPORT. CHARLIE LUSE STATED THAT IF YOU LOOK AT THE AMOUNT OF MONEY WE HAVE IN THE BANK WE HAVE OVER \$75,000.00 IN THE BANK. WE HAVE TO HAVE THE \$101,000 IN THE BANK THAT HAS TO BE IN THERE FOR THE USDA LOAN. BEFORE WE TRIED TO GET A GRANT, HAD LESS MONEY IN THE BANK AND THEY DIDN'T EVEN CONSIDER LOOKING AT US FOR THE GRANT. GRANTS MAY COME IN BETTER IF WE HAVE LESS MONEY IN THE BANK. WE HAVE PREVIOUSLY TALKED ABOUT GETTING A ZERO TURN COMMERCIAL MOWER THAT YOU HAVE ALREADY APPROVED, BUT WE DIDN'T GET JUST YET, SO I GOT SOME QUOTES, I WAS WANTING TO SEE WHAT TYPE YOU ALL WANTED TO GET. THERE WAS CONTINUED DISCUSSION ON THE TYPE OF MOWER TO PURCHASE. CHARLIE STATED THAT HE WANTED TO GET IT NOW TO HELP LOWER THE DOLLAR AMOUNT IN THE BANK. WHEN THE AUDITOR DOES OUR AUDIT IT WILL SHOW THAT WE DIDN'T MAKE MUCH MONEY. LARRY ATKINSON ASKED WHERE THE \$50000.00 TO PAY THE ENGINEER IS COMING FROM. CHARLIE STATED THAT WHEN YOU GET GRANTS SOME OF THAT WILL COVER THE COST OF THE ENGINEER. CHARLIE SAID THAT HE FEELS THAT WE ARE GOING TO

HAVE TO GET A LOAN FOR 1.2 MILLION DOLLARS. BILL STATED THAT YOU DON'T KNOW IF YOU WILL HAVE TO GET A LOAN FOR THAT AMOUNT, BECAUSE WE DON'T KNOW WHICH GRANTS WE WILL GET. BILL ANSWERED LARRY QUESTION BY STATING THAT WE WILL HAVE TO GIVE THEM SOMETHING TO GET THEM STARTED. THE MAJORITY OF THE FEES WILL BE INCLUDED IN THE GRANTS OR IN THE LOAN. CHARLIE STATED THAT WE WILL PROBABLY PAY HIM MONTHLY. WE POSSIBLY CAN GET THE GRANT TO PAY STRICTLY FOR THE ENGINEER. CHARLIE STATED THAT WE HAVE TOO MUCH MONEY IN THE BANK. WE NEED TO PURCHASE MORE ASSEST, THIS WILL BRING UP THE ASSEST WHAT WE HAVE, GET SOME OF THE MONEY OUT OF THE BANK, AND LIQUIDATE IT LATER ON. CHARLIE STATED THAT WE NEED THE MOWER SOONER OR LATER MIGHT AS WELL GO AHEAD AND BUY IT NOW. HE STATED THE WANTS TO TALK ABOUT THE DUMP TRAILER THAT HE IS THINKING ABOUT AND THE TRUCK THAT HE IS THINKING ABOUT. GETTING THESE THINGS WE CAN THEN SELL OFF THE OLDER TRAILER AND GET A LITTLE BIT OF MONEY, THE TRUCK WE HAVE RIGHT NOW \$15000-\$20000 WE CAN LIQUIDATE SOMETIME LATER IF WE NEED TO OR WE CAN LEAVE IT LIKE WE HAVE IT AND PRETTY MUCH SHOOT FOR GETTING THE LOAN MOST LIKELY NOT GETTING THE GRANT. THEY ARE LIKE IF YOU HAVE MONEY IN THE BANK THEN WE DON'T NEED TO GIVE YOU GRANTS. CHARLIE STATED THAT IS HIS WAY OF THINKING, AND HE DOESN'T BELIEVE THAT WE ARE GOING TO BE ABLE TO GET ANY WITH THE AMOUNT OF MONEY WE HAVE IN THE BANK. IF THE BOARD HAS ANY OTHER IDEAS PLEASE SPEAK UP. BILLY WHITWORTH STATED THAT IF YOU NEED A MOWER THEN WE NEED TO GO AHEAD AND GET IT. THERE WAS MORE DISCUSSION ON THE MOWER ON THE TYPE AND SIZE. BILLY WHITWORTH STATED THAT WE MIGHT CONSIDER PAYING OFF A CHUNK OF THE USDA LOAN. CHARLIE STATED THAT IF SOMETHING HAPPENS DOWN THE ROAD THEN YOU CAN'T GET THAT MONEY BACK. HE CONTINUED BY SAYING WE HAVE OVER \$40000 WORTH OF INTERST WE HAVE TO PAY OFF BEFORE WE EVEN START ON THE PRINCIPAL ON THE USDA LOAN. BILLY WHITWORTH SAID THAT IT REALLY DOESN'T MATTER HOW MUCH YOU PAY ON IT, IT IS LESS THEN WHAT IT WAS. CHARLIE STATED THAT WE COULD DO IT, BUT WE STILL WILL BE PAYING \$2000 OVER THE NEXT 30 YEARS. BILLY WHITWORTH QUESTIONED IF YALL THINK THAT IT WOULD HURT US FOR OUR DEBT ARE HIGHER THAN THE INCOME/ASSETS ARE. CHARLIE STATED IT IS UP TO YOU GUYS. HE STATED THE THINKS THAT WE ARE GOING TO HAVE TO GET A REGULAR LOAN AND IT WOULD BE CHEAPER THAN TO GO THROUGH THE TEXAS WATER DEVELOPMENT BOARD LOAN THEN YOU HAVE TO PAY OUT ON OTHER THINGS. BILL WEBB STATED THAT HE DOESN'T KNOW HOW THIS IS GONNA WORK WITH THE NEW LEGISLATION THAT PASSED THIS PAST YEAR. IT IS POSSIBLE THAT WE COULD GET MULTIPLE GRANT APPROVAL FROM 3 DIFFERENT AREAS. CHARLIE STATED THAT THERE IS A LARGE BLOCK GRANT THAT IS STILL AVAILABLE THAT IS THROUGH THE COUNTY. TCEQ STATED THAT SEVERAL MONTHS AGO THAT WE HAD TO TAKE 3 SAMPLES NOW THEY ARE COMING BACK SAYING THAT WE ONLY HAVE TO TAKE 2 SAMPLES. WE ARE GOING TO BE PASSING OUT THE TIME TABLES ON THE ANNUAL ELECTION ON WHAT AND WHEN WE HAVE TO DO IT. WE WILL TALK ABOUT IT ALITTLE MORE NEXT MONTH. CHARLIE STATED THAT HE NEEDS SOME DIRECTIONS ON HOW YOU WANT TO GET THE MONEY DOWN. ALSO, WE HAVE TO TALK ABOUT CHRISTMAS BONUS', WE HAVE CONTRACTS WITH CHRISTMAS BONUS THAT HAVE SET AMOUNT THAT WE GET IN THE MIDDLE OF NOVEMBER, ALONG WITH THAT IT STATED THAT WE GET ADDITIONAL MONIES ADDED FOR EACH MONTH WE WORK ADDED TO THAT BONUS AT THE DISCRETION OF THE BOARD. THE QUESTION ASKED NEEDING TO KNOW IF WE GET THE ADDED ADDITIONAL MONIES ADDED TO THE BONUS. THE ADDITIONAL AMOUNT IS \$8 PER MONTH, SO THAT WOULD BE \$96 ADDED TO THE ORGINAL BONUS AMOUNT. LARRY ATKINSON ASKED IF THERE IS A CAP ON THAT. CHARLIE STATED THAT AT THAT TIME THERE WAS NOT CAP SET. BILL WEBB STATED THAT WE POSSIBLY NEED TO LOOK INTO CAPPING THAT. CHAD HOOPER STATED THAT WE ARE ALOUD TO DECIDE IF WE GET THE EXTRA BONUS. CHARLIE STATED YES, IT IS AT THE BOARDS DISCRETION. THE BOARD AGREED TO ALLOW THE BONUS' WITH THE ADDITIONAL \$8 MONTH FOR 12 MONTHS FOR THIS YEAR. HE PRECEDED TO SAY THAT THE NEXT MEETING IN DECEMBER 17, IF YOU WOULD PLEASE DECIDE WHAT YOU WOULD LIKE TO DO WITH THE MONEY IN THE BANK. BILLY WHITWORTH STATED THAT WE NEED TO KEEP SOME MONEY IN THE BANK FOR EMERGENCIES, BUT NOT A BIG FAN OF JUST GOING AND BUYING STUFF JUST TO GET THE NUMBERS DOWN. RICKY BURNAMAN STATED THAT IT WOULD BE STUFF TO MAKE HIS JOB EASIER. BILLY WHITWORTH STATED YOU NEED TO LOOK AT YOUR NEEDS VERSES YOU'RE WANTS. CHAD HOOPER STATED THAT WE WILL HAVE TO DISCUSS THIS AT THE NEXT MEETING. BILL WEBB ASKED FOR A MOTION TO ACCEPT THE GENERAL MANGERS REPORT. CHAD HOOPER MADE THE MOTION. LARRY ATKINSON SECONDED THE MOTION. THE MOTION CARRIED WITH ALL BOARD MEMBERS IN ATTENDANCE VOTING AFFIRMATIVE.

BILL WEBB ASKED IF THERE WERE ANY BOARD COMMENTS. BILLY WHITWORTH ASKED WHAT THE \$9000 IN DONATION WAS. ALEXEA STATED THAT, THAT MONEY IS THE DONATIONS THAT IS FOR THE FIRE DEPARTMENT. CHAD HOOPER ASKED WHO WAS UP FOR REELECTION. ALEXEA STATED THAT IT IS BILLY WHITWORTH AND LARRY ATKINSON.

BILL WEBB ASKED FOR A MOTION TO ADJOURN. CHAD HOOPER MADE A MOTION TO ADJOURN. LARRY ATKINSON SECONDED THE MOTION. THE MOTION CARRIED WITH ALL BOARD MEMBERS IN ATTENDANCE VOTING AFFIRMATIVE.

WITH NO FURTHER BUSINESS, BILL WEBB ADJOURNED THE MEETING AT 8:15 PM.

PRESIDENT

SECRETARY

DRAFT

AGENDA

ETOILE WATER SUPPLY CORPORATION
BOARD OF DIRECTORS
REGULAR MEETING
NOVEMBER 18, 2013 7:00 PM.

IF DURING THE COURSE OF THIS MEETING COVERED BY THIS NOTICE, THE BOARD OF DIRECTORS SHOULD DETERMINE THAT A CLOSED OR EXECUTIVE MEETING OR SESSION OF THE BOARD OF DIRECTORS IS REQUIRED, THEN SUCH CLOSED OR EXECUTIVE MEETING OR SESSION IS AUTHORIZED BY THE TEXAS OPEN MEETING ACT, TEXAS GOVERNMENT CODE SECTION 6252-17 ET SEQ WILL BE HELD BY THE BOARD OF DIRECTORS MAY CONVENIENTLY MEET IN SUCH CLOSED OR EXECUTIVE MEETING OR SESSION CONCERNING ANY AND ALL PURPOSES PERMITTED BY THE ACT, INCLUDING, BUT NOT LIMITED TO THE FOLLOWING SECTIONS AND PURPOSES.

* ITEMS DO NOT HAVE TO BE TAKEN IN SAME ORDER AS SHOWN ON NOTICE

- I. CALL TO ORDER
- II. PUBLIC COMMENTS
- III. APPROVE MINUTES OF OCTOBER 21, 2013 MEETING
- IV. APPROVE FINANCIAL REPORTS
- V. APPROVE NEW MEMBERS: # 91 MARIE THOMAS BURNAMAN, #570 GUY NEDBALCK, #739 RANDY WARDEN, # 343 BUFORD & PEGGY LOWERY, # 382 ESTHER GALLARD, #85 JEAN CHAMBERS, #600 TERRY HAMPTON, #48 TOM MCCLAIN, #190 MELISSA FENLEY, #33 JEFFERY ATKINSON, #349 LINDA TIPPENS GRAY, #53 RUTH FOX, #748 JERRY MEADOR, #670 PATRICIA & JOHN DEAN, #450 BEVERLY DANIELS, #605 BEVERLY DANIELS, #103 STACY NISSEN, AND # 438 DORIS & ARTHUR STANLEY
- VI. DISCUSS AND/OR APPROVE AMENDING BYLAWS
- VII. DISCUSS AND/OR APPROVE ENGINEER
- VIII. DISCUSS AND/OR APPROVE JOB WORK ORDER REPORT
- IX. DISCUSS AND/OR APPROVE OFFICE MANAGER'S REPORT
- X. DISCUSS AND/OR APPROVE GENERAL MANAGERS REPORT
- XI. BOARD AND PRESIDENT'S COMMENTS
- XII. ADJOURN

SHOULD ANY FINAL ACTION, FINAL DECISION, OR FINAL VOTE BE REQUIRED IN THE OPINION OF THE ETOILE WATER SUPPLY CORPORATION WITH REGARD TO ANY MATTER CONSIDERED IN SUCH CLOSED OR EXECUTIVE MEETING OR SESSION, THEN THE FINAL ACTION, FINAL DECISION, OR FINAL VOTE SHALL BE EITHER:

- (A) IN THE OPEN MEETING COVERED BY THE NOTICE UPON THE RECONVENING OF THE PUBLIC MEETING; OR
- (B) AT A SUBSEQUENT PUBLIC MEETING OF THE ETOILE WATER SUPPLY UPON NOTICE THERE OF, AS THE ETOILE WATER SUPPLY SHALL DETERMINE.

POSTED ON _____, 2013 AT _____ (AM,PM)

(MANAGER, OFFICER)

DRAFT

AGENDA

Copy

ETOILE WATER SUPPLY CORPORATION
BOARD OF DIRECTORS
REGULAR MEETING
DECEMBER 16, 2013 7:00 PM.

IF DURING THE COURSE OF THIS MEETING COVERED BY THIS NOTICE, THE BOARD OF DIRECTORS SHOULD DETERMINE THAT A CLOSED OR EXECUTIVE MEETING OR SESSION OF THE BOARD OF DIRECTORS IS REQUIRED, THEN SUCH CLOSED OR EXECUTIVE MEETING OR SESSION IS AUTHORIZED BY THE TEXAS OPEN MEETING ACT, TEXAS GOVERNMENT CODE SECTION 6252-17 ET SEQ WILL BE HELD BY THE BOARD OF DIRECTORS MAY CONVENIENTLY MEET IN SUCH CLOSED OR EXECUTIVE MEETING OR SESSION CONCERNING ANY AND ALL PURPOSES PERMITTED BY THE ACT, INCLUDING, BUT NOT LIMITED TO THE FOLLOWING SECTIONS AND PURPOSES.

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- I. CALL TO ORDER
- II. PUBLIC COMMENTS
- III. APPROVE MINUTES OF NOVEMBER 18, 2013 MEETING
- IV. APPROVE FINANCIAL REPORTS
- V. APPROVE NEW MEMBERS: # 581 CAROLYN & JOE LAKE, #144 THOMAS & ALEXEA SCHELLHASE, #172 LONNIE & BRENDA BRESHEARS, #968 MICHAEL GRECKEL
- VI. DISCUSS AND/OR APPROVE BUDGET 2014
- VII. DISCUSS AND/OR APPROVE ACQUIRING LAND FOR WELL #4
- VIII. DISCUSS AND/OR APPROVE JOB WORK ORDER REPORT
- IX. DISCUSS AND/OR APPROVE OFFICE MANAGER'S REPORT
- X. DISCUSS AND/OR APPROVE GENERAL MANAGERS REPORT
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- XII. ADJOURN

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- (A) IN THE OPEN MEETING COVERED BY THE NOTICE UPON THE RECONVENING OF THE PUBLIC MEETING; OR
- (B) AT A SUBSEQUENT PUBLIC MEETING OF THE ETOILE WATER SUPPLY UPON NOTICE THERE OF; AS THE ETOILE WATER SUPPLY SHALL DETERMINE.

POSTED ON _____, 2013 AT _____ (AM,PM)

(MANAGER, OFFICER)

DRAFT