

Bitter Creek Water Supply Corporation
Sweetwater, Texas
Regular Meeting
Minutes
January 22, 2018

The regular Meeting of Bitter Creek Water Supply Corporation was convened at 6:00 P.M., Monday, January 22, 2018. Proper notification was delivered to each director, and proper public notice had been posted. President Jeff Posey declared the Meeting properly announced under the Open Meeting Act and a quorum present with nine directors attending who were: Kathy Arrant, Scott Lambert, Larry Martin, Rick Nelson, Jeff Posey, Rupert Rodriguez, Pat Sadler, Shelly Scherwitz and Jamie Witt. Also present were Shelly Ragland, Mark Rappold and Barbara Rappold.

President Posey offered the floor for public input. There was none at that time.

Mark Rappold and wife Barbara Rappold informed the board that they had wanted a water meter in 2006, on property that they had purchased. Mr. Rappold brought a letter he had received from BCWSC, concerning the matter. Caroline Sheffield, manager of BCWSC at that time, told Mr. Rappold that the water line had been Red-Flagged. The line did not have enough pressure at that time to sustain any new meters and that he could pay to have a private line installed from Hwy 70 to his property. Mr. Rappold told the board that in order to have water, that he had to have water wells drilled on his property, at a cost of \$5,360.00. He, came to the board, asking that BCWSC reimburse him for the cost of having the well's dug.

Recently BCWSC had repaired a leak on the Red-Flagged line that goes through Mark Rappold's property.

The board was informed that BCWSC put a meter in for Mr. Rappold in 2014, feeding from the new water line installed from the Althof Site. The old line is still located on Mr. Rappold's land and now has higher pressure from the new line.

Shelly Scherwitz gave the financial report.

There were no minutes from December, due to the cancellation of that meeting. The minutes from the November 27, 2017 Regular Meeting, Memberships, Transfers, Adjustments and the Financial Reports for November and December were approved by consent agenda. Jamie Witt made a motion to approve which was seconded by Kathy Arrant. The motion passed 9 for and 0 against.

TCEQ, TWDB or TRWA Business:

1. TCEQ, Violation November 2016 Cleared – The pressure gauges had been installed for tank levels and pictures had been sent to TCEQ, to clear the violation.
2. TCEQ, Regulatory Fees – The regulatory fees for 2017 were \$4,526.00.
3. TRWA, Membership Dues – Shelly Scherwitz made a motion to pay the Membership Dues of \$1,162.50 plus a \$100.00 Donation. Jamie Witt seconded. The motion passed 9 for and 0 against.
4. TRWA, Donor Report – BCWSC received a Donor Report from Lara Zant.

The board was updated on the status of Paul Gutierrez. Scott Lambert made a motion to terminate the employment of Paul Gutierrez due to Notice from Physician. Larry Martin seconded. The motion passed 9 for and 0 against.

SUN Water had been approved for funding of their project and was working with engineers on project plans.

BCWSC had received an estimate of \$2,915.00 from Nemir Pest Control for ground control at sites, for the year of 2018.

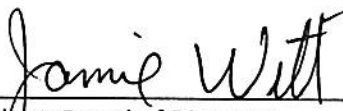
Rick Nelson made a motion to make a donation to the Ridin' for Cash Bull Bash and the Nolan County Livestock Association for the year of 2018. Larry Martin seconded. The motion passed 9 for and 0 against.

The board entered into Executive Session under section 551.071 and 551.074 at 7:12 P.M. and exited at 7:22 P.M. No action was taken at the time.

The Manager's Report was given by Manager Shelly Ragland:

1. Water loss /System Loss – November water loss was 12.40% and December water loss was 13.57%. Ms. Ragland was going to research the cost of replacing sections of the old water line.
2. Althof Site Update/System Update – Installing gate valves at wells and a PRV on FM 1809.
3. End of Year 2017 and 2018 BCWSC Budget – Shelly Ragland went over the End of the Year 2017 figures and handed out a Proposed 2018 Budget for review.
4. Manager's 2017 Evaluation - Board members received a Manager's Evaluation to fill out and return to President Jeff Posey, by February 19, 2018.

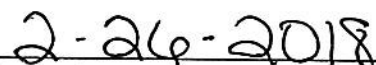
Jamie Witt made a motion to adjourn, seconded by Kathy Arrant. The motion passed 9 for and 0 against. The meeting adjourned at 7:52 P.M.



President, Board of Directors



Secretary, Board of Directors



Minutes Approved