

MINUTES OF THE July 27, 2013
EMERGENCY MEETING OF THE TWSD BOARD OF DIRECTORS

Attending were Chairman Joseph Mainello, Directors Sally Watkins, Arden Schug, Edward "Mike" Bovey, and Richard "Dick" Dysart. There being a quorum present, the meeting was called to order by Chairman Mainello at 9:05 a.m.

Director Dysart moved to approve the agenda and Director Bovey seconded. Directors Schug, Bovey, Watkins, and Dysart voted aye. The agenda was approved.

Future water rate increase. Director Schug moved to write a letter to USDA stating that we will make water rate increases within two years to meet the requirements of the grant. Director Bovey seconded. There was much discussion. Director Bovey moved to add the word "necessary" and Director Dysart seconded. There was more discussion. Director Bovey's motion was not recognized as there was still an open motion on the floor. Director Schug withdrew his original motion and Director Bovey withdrew his second. Director Bovey had the secretary read the motion with the word "necessary" included before "water rate increases." Director Bovey moved to approve to write a letter to USDA stating that we will make necessary water rate increases within two years to meet the requirements of the grant and Director Watkins seconded.

Chairman Mainello opened the meeting to the audience and entertained questions from them.

Audience member Jan Olivier asked why we can't collect funds that are due us. Chairman Mainello stated that we were working on it, but that subject was not up for discussion.

Audience member Mike Gonzalez asked how we can approve a rate increase if we don't know how much it is going to be. Chairman Mainello stated that this was just a procedure we were following and that we were not actually raising rates at this time. Chairman Mainello stated that the intent was not to slip something by.

Director Bovey explained the procedure of increasing rates through the PRC.

Audience member Bobbi Brown asked if there was a grant number yet. The General Manager stated that he would find out.

Audience member Noreen Gonzalez stated that this was an open ended statement. Director Schug again explained that this was just a requirement that came about from his meeting with USDA and Engineers, Inc. and that the rates were not being raised at this time.

Director Mainello asked everyone to calm down as things started to get heated.

Audience member Bobbi Brown commented that we would have to come up with the money either way.

The General Manager further explained his recent dealings with USDA/RUS/Water Board and that we needed to meet their demands to get the grant and any future grants. He stated that once we get the grant in place, we can request a colonias grant for a master plan. He also explained that once this grant is approved, we would have less trouble with future grants.

Chairman Mainello called for a vote. Directors Schug, Watkins, Bovey, and Dysart voted aye and the motion passed.

Chairman Mainello entertained a motion to adjourn. Director Watkins moved to adjourn the meeting and Director Dysart seconded. Directors Schug, Watkins, Bovey, and Dysart voted aye and the meeting was adjourned.

Minutes approved and adopted August 13, 2013 Secretary Linda Martin _____

Chairman Joseph Mainello_____