

**MINUTES OF THE JUNE 22, 2013 SPECIAL SESSION
OF THE TWSD BOARD OF DIRECTORS**

Attending the meeting were Vice Chairman Sally Watkins, Directors Arden Schug and Richard "Dick" Dysart. There being a quorum present, the meeting was called to order by Vice Chairman Watkins at 10:00 am.

Saluting of the flags was accomplished.

Pending Legal Issues. Director Schug stated that foreclosures have been talked about for many years, but nothing has been done. He said he knew of a lawyer in Cloudcroft who specialized in foreclosures. Director Schug questioned if we need to proceed. Director Dysart stated that he would like to entire board involved in the selection of a lawyer. Vice Chairman Watkins stated that we shouldn't move on this until we are out of receivership. Director Dysart agreed and stated that the full board should be here along with the lawyer. Vice Chairman Watkins would like to see a proposed contract. The General Manager asked if we were going to retain two attorneys. Director Schug stated, that if we were out of receivership, we might only need one. The General Manager asked if the new lawyer could handle all legal issues. Director Schug said there was no reason why he could not. Director Schug stated that he was talking about foreclosing on the four property owners owing the largest standby fees to begin with.. Vice Chairman Watkins stated that we need to set up a time when all board members were present. The General Manager asked if we would have to go out for an RFP. There was some discussion. This action was postponed.

End of Fiscal Year Fund Transfers. Director Dysart stated that some transfers need to be done. Director Schug stated that he had some suggestions. He said that DFA doesn't want any negative number so we have to move funds from positive to negative. The General Manager asked for clarification. There was some discussion. Director Schug broke down what the transfers should be to make all funds in the black. He read the numbers (copy attached to these minutes). He also stated that the grant fund should be 299, not 599. Also, Claims and Judgments should be under debt service. These changes should be done to balance funds. Director Schug moved to implement changes that the Budget Committee recommended. Director Dysart seconded. There was some discussion. Vice Chairman Watkins called for a vote. Directors Schug and Dysart voted aye and the motioned carried. **Action item for GM and staff.**

Directors' Remarks.

Director Schug said that we need to look at budget and managing funds. There was more discussion. Director Schug stated that the General Manager should manage funds and recommend transfers to the budget committee when funds are low. The General Manager talked about new projects and the new grant. There was more discussion.

Director Dysart thanked the community and stated that he thought things were accomplished at this meeting.

The General Manager stated that he knows there some disagreement between Director Schug and Marilyn Hatfield, but we have to figure this out and move forward. There was more discussion.

Director Watkins had no comments.

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

Minutes Approved July 16, 2013: **Secretary Linda Martin**_____

Vice Chairman Sally Watkins _____