

Minutes of the Southside Steering Committee  
Regional Water Supply Facilities Project  
Friday, February 20, 2015 10:00 A.M.

The Lake O' the Pines Southside Steering Committee met in an open meeting on Friday, February 20, 2015 at 10:00 a.m. The meeting was held at the Northeast Texas Municipal Water District's Executive Office located at 4180 FM 250 S, Hughes Springs, Texas. Notice of the meeting was legally posted. A quorum was present.

The meeting was called to order by Jack Salmon, Jr at 10:00. Invocation was given by Frank Perkins.

The following steering committee voting delegates were present:

Jack Salmon, Jr.	-	NETMWD
Susan Whitfield	-	Diana SUD
Frank Perkins	-	Tryon Road SUD
Gail Weir	-	City of Ore City

The following additional persons participated in the steering committee:

Glenn Hobbs	-	Tryon Road SUD
Lee Pigeon, Sr.	-	Tryon Road SUD
Greg Price	-	Diana SUD
Kristan Kahler	-	City of Ore City
Walt Sears	-	NETMWD
Pete Wright	-	NETMWD
Lou Richards	-	NETMWD

On a motion by Frank Perkins and a second by Gail Weir, the minutes of the January 14, 2015 meeting were approved. Motion carried, all voting aye.

Pete Wright gave the Operations report and informed the committee of the following:

- Raw water quality good at both plants,
- Leak at Sandy Creek and behind the Walnut Creek Baptist Church had been repaired,
- Two other small leaks were reported,
- William Willis took his test for "D" license, Kris Kain took test for "B" license and Mike Summers and Eric Madewell are registered for Surface Water I classes in March.

During the Operations report, the committee discussed the allocation of cost for the repairs on the recent Southside pipeline leaks. Walt Sears, Jr. reminded the group that these expenses would be treated the same as before. Frank Perkins made a motion regarding the allocation of expenses for the pipeline repair to be treated in the same manner as the previous Southside leaks. Susan Whitfield seconded the motion. Motion carried, all voting aye.

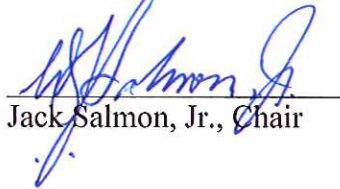
Susan Whitfield made a motion to approve the Southside financial report for January 2015. Frank Perkins seconded the motion. Motion carried, all voting aye. During the financial report, an update was given on the progress of the installation of the pressure reducing valve at FM 3245. It was noted that we are approaching a critical time for an increase in water

usage and Glenn Hobbs reported that the weather had not been conducive for installation, but the work would begin shortly and was anticipated to be completed by April 2015.

Walt Sears discussed the financial audit for the fiscal year ending September 30, 2014. Mr. Sears reminded the committee that the debt service was their largest expense for the Southside. Mr. Sears compared the audit from the previous year to this year and reported there was not much change. Mr. Sears also discussed the accreted interest and the probability of refunding some of the bonds in the future.

The next meeting of the Southside Steering Committee was set for Monday, March 16, 2015 on a motion by Gail Weir and a second by Frank Perkins. Motion carried, all voting aye.

On a motion by Susan Whitfield and a second by Frank Perkins, the Southside Committee meeting for February 20, 2015 was adjourned. Motion carried, all voting aye.

  
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Jack Salmon, Jr., Chair