


TALTY WATER SUPPLY CORPORATION
REGULAR BOARD MEETING
MONDAY, MARCH 21, 2016
7:00pm
12475 WINDY LANE
FORNEY, TEXAS

1. President, John Mastervich, called the meeting to order at 7:03 p.m. Board members Bill Hart, Scot Boisvert & Sidney Schlebach were present. General Manager, Corey Trail and Office Manager, Lisa Morris as well as Greg Shumpert, Attorney and Tyler Hendrickson, Engineer, were present.
2. Bill Hart made a motion to approve the Minutes of the February 15, 2016 regular Board Meeting as written and presented. Second: John Mastervich Vote: Unanimous.
3. Guests:
 - a. None
4. Engineer Report:
 - a. Scot Boisvert made a motion to approve splitting the cost of Change Order #2 (Interstate Pipeline) with Gateway which results in a cost to Talty WSC of \$51,280.73. Second: Sidney Schlebach Vote: Unanimous
 - b. Bill Hart made a motion to approve payment to Velvin & Weeks for invoices: 6383, 6384, 6385, 6391, 6386 & 6379. Second: Scot Boisvert Vote: Unanimous
 - c. Scot Boisvert made a motion to approve Pay Request Number One (1) from Interstate Pipeline. Second: Sidney Schlebach Vote: Unanimous
 - d. Bill Hart made a motion to approve Pay Request Number Seven (7) from Landmark Services. Second: Sidney Schlebach Vote: Unanimous
5. Attorney Report:
 - a. Bill Hart made a motion to approve the amended "Addendum to Existing Maintenance Agreement Between Talty Water Supply Corporation and Markout Water Supply Corporation". Second: Sidney Schlebach Vote: Unanimous
6. Old Business
 - a. Update on SUD: Vote is set for May 7, 2016. Everything seems to be in order for the vote.
 - b. Bill Hart made a motion to approve John Mastervich to sign the Final Settlement and Release Agreement between Talty WSC and MNT Enterprises. Second: Scot Boisvert. Vote: Unanimous
7. New Business
 - a. Sidney Schlebach made a motion to approve the Resolution Declaring Unopposed Candidates of Talty Water Supply Corporation Elected form. Second: Bill Hart. Vote: Unanimous
 - b. Bill Hart made a motion to approve the meeting packet for the Annual Meeting. Second: John Mastervich. Vote: Unanimous
8. Director's Report
 - a. Scot Boisvert made a motion to approve the February, 2016 financials as presented. Second: Sidney Schlebach Vote: Unanimous
9. Monthly Operations Report
 - a. Corey Trail presented the overall Monthly Operations Report.
 - Water loss is still not good because of the new construction and line flushing. Corey will try to get with the City of Forney to see if any help can be given against the Take or Pay amount since the water loss is due to construction.

- There was a meeting with developers and Districts regarding Forney 2, Phase 2 regarding the five (5) million gallon tank. The estimated cost would be around \$6.5 million. The preliminary breakdown would be: Forney – 10%; Talty 10%; Windmill Farms – 10%; High Point – 10%; Markout – 5%; Gateway – 25%; Devonshire – 20%; and Hanover – 3% for a total of 93%. They will meet again on April 19 to continue discussions.
 - There are several different angles Corey is working on to get additional supply of water.
 - Corey had a meeting with the City of Forney and the Interim City Manager. The Assistant City Manager informed Corey that she wasn't sure of the city's future position with allowing Districts to serve inside their area. The Assistant City Manager told Corey to continue as normal at this time.
 - Corey met with Wynn Jackson regarding a 1000 lot development at Markout. At this time, work on negotiations is starting.
 - There is a public meeting on Tuesday, March 29 at 6:30 p.m. at Markout regarding the merger of Talty WSC and Markout WSC.
 - Corey is talking to CareFlite regarding a service program for customers. They would be billed \$1.00 each month for ambulance/helicopter services if needed. The \$1.00 would automatically be billed (if approved by the Board) but customers could "opt-out" if desired. John will discuss with the members at the Annual Meeting.
 - The first round of lead/copper samples at Markout WSC were good. There will be one more round between July and December.
- b. Shane was not in attendance to present the Field Supervisor Report:
- c. Lisa presented the Office Manager's Report:
- The audit was completed the first week of March and things went good.
10. John Mastervich adjourned the meeting at 8:35 p.m.


~~President John Mastervich~~
 VICE-PRESIDENT
 SCOT BOISVERT

Approved as May 16th 2016
 April 18, 2016