

**Lakeway Municipal Utility District
Finance Committee Meeting Minutes
September 1, 2020 Meeting (in person)**

Attendees: Vince Maggio, Chairperson; Bud Wellborn, Vice Chairperson; Ann Smith; Hal Hirsch, Secretary; Lawrence Christian, LMUD Board Liaison; Earl Foster, General Manager; Jerry Hietpas, Board President. **Absent:** Bill Cobb

July 2020 Fiscal YTD Profit & Loss

LMUD's favorable P&L performance continued through July consistent with the above plan water sales that occurred in the high temperature months at the start of FY 2020:

LMUD P&L				
	Jul YTD	(10 Mos)		
	\$ (Mill)			
	<u>Better /</u>	<u>(Worse)</u>	Memo:	
	<u>Actual</u>	<u>Plan</u>	<u>2019</u>	<u>FY '20 Plan</u>
Revenue	\$ 4.7	\$0.7	0.6	\$5.1
Costs & Expenses	3.6	(0.1)	(0.6)	4.3
Net Before Capital & Bond Payments	\$1.1	\$0.6	-	\$0.8

FY 2020 Costs & Expenses include the labor portion of the Out of District Waste Water project. With the current stretch of hot weather, the outlook is to end the 2020 fiscal Year in September with a favorable variance to Plan.

Final 2021 Plan

We reviewed the current detail of Earl's 2021 Budget:

- Per the HR Committee, Insurance was budgeted at a 7.1% increase although that is mitigated by a 2020 rebate that brings the effective increase to 5.4%
- Merit raises are in the Plan at 3% to help control turnover after the new employees are trained
- LMUD is working to renegotiate the Credit Card processing fee now provided by Chase bank
- Mussel control continues in the budget at 2 / year
- LMUD is looking for a new phone system with the ability to respond remotely via the internet to support incremental possibilities of working from home
- Tax rate remains at \$0.1058 per \$100 of assessed value for In-District customers
- Base and tiered customer water and waste water rates continue unchanged
- The LMUD Board will review the 2021 Plan on September 9th

Land Sale

The sales contract for LMUD's land on Lohmans Crossing calls for transactions in January 2021, January 2022, and completion in September 2022.

Our Next Meeting is Tuesday October 6th at 1:30 PM with a focus on the Capital Plan