



Lakeway MUD Finance Committee Meeting Tuesday June 4, 2024 1:30pm

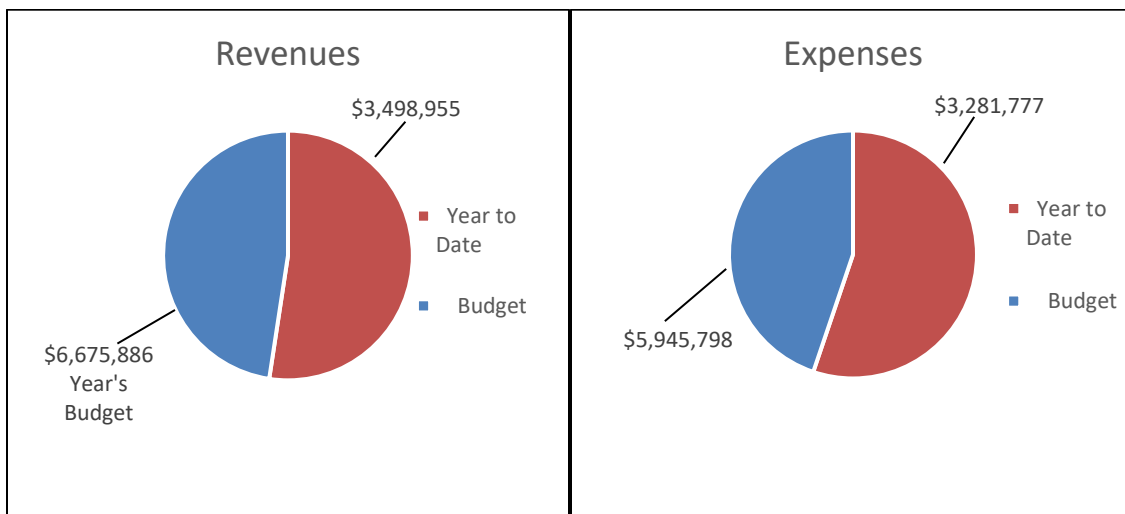
Attendees: Lee Smith Mike Cripe
Ann Smith Frank Cooley, Board Liaison
Vincent Maggio Earl Foster, GM
Bud Welborn

Absent:

Minutes:

1. April Financials: (See attached April Financials)

Revenues 52.41% or \$3,498,955 of Budget \$6,675,886. Expenses 55.19% or \$3,281,777 of Budget \$5,945,798. Total revenue was up 5.4% YTD with expenses up 8.8% YTD.



2. Update of Rate Study:

New Gen Solutions is the firm doing the study on current rates and possible future changes. The study is still in process and is producing very detailed data. We should have more information August. Earl brought up the drought rates on the upper tiers have been lifted and he is considering recommending the drought rate be permanent and set a new drought rate.

3. Water service agreement with TCMUD 12:

There was a meeting last week with TCMUD 12 concerning the expansion of our capacity with a new tank that would sit on their property but would be constructed and controlled by LMUD. There is a benefit to both parties, LMUD would collect and manage all revenues and TCMUD 12 would transfer their raw water contract to LMUD. The goal would be for LMUD to operate TCMUD 11/12/13. Discussions are ongoing,

4. Other Business:

- a. DCP: Since the combined storage is above 1.1 MAF our drought contingency plans require us to move back to stage 1 which is a 2-day irrigation schedule (I have reached out to other Utilities to see what they plan on doing). We should stay in stage 1 until about this time next year. If conditions don't improve and the combined storage drops to 900,000 AF we would go to stage 2 which is 1-day irrigation.
- b. We are planning to install a fence at the Palas Verde location. There has been an ongoing complaint about the view from one of the homes that backs up to the plant. Estimating \$65,000 to install.
- c. Construction is starting on the S5 project.

5. There being no other business the meeting was adjourned.

Next meeting is August 6, 2024 at 1:30pm.