

Lakeway Municipal Utility District Finance Committee

Meeting Minutes – June 2, 2015

Attendees: Lawrence Christian (Chair), Vince Maggio (Vice Chair), Bill Cobb, Hal Hirsch (Secretary), Earl Foster (General Manager) **Absent:** Bud Welborn, Kay Andrews, (LMUD Board Liaison)

Financials:

April 2015 YTD \$(000) (Fiscal Month 7)

	<u>Actual</u>	<u>Fav / (Unfav)</u>	
		<u>Plan</u>	<u>2014</u>
Revenue	\$2516	\$(26)	\$19
Expense	<u>1891</u>	<u>115</u>	<u>(10)</u>
Net P&L*	<u>\$625</u>	<u>\$89</u>	<u>\$9</u>

*Excludes Principal, Interest, and Major Capital Projects

The Unfavorable Variance to the Revenue Plan is primarily Water Sales. The Expense Variance compared with 2014 YTD is associated with Legal Services, Minor Capital Projects, and partially offset by Treatment Plant.

Committee Discussion:

- TCEQ has approved the “Surplusing” of the Cedar Tract near Lohman’s Crossing. (Nice Job, Earl).
- Lawrence asked for the Proposed Purchasing Procedures to have a Policy on the first page and the group unanimously concurred on submission to the Board with that change.
- The Committee unanimously concurred with the proposed purchase of two 15 HP Pumps for the L-9 Lift Station to capture the \$2300 per pump savings, operate at a more advantageous portion of the efficiency curve; and to retain the two exiting pumps for backup. This Lift Station is near a creek so there is a risk associated with any overflow.
- There is a Special meeting of the LMUD Board on Wednesday June 3rd and the Regular LMUD Board Meeting is on June 10th. The LMUD Board is not scheduled to meet in July.
- Lawrence and Earl will schedule a July meeting of the Finance Committee prior to July 10th so Vince is available. The topics will include investment opportunities outside of Texpool. We will request outsiders to assist us in the planning.
- Earl will start compiling a 2016 Budget which we will be highlighting for the next few meetings.