

**WHITEWATER SPRINGS
WATER SUPPLY CORPORATION**

**MINUTES OF A MEETING OF
THE BOARD OF DIRECTORS**

July 1, 2011

The Board of Directors of the Whitewater Springs Water Supply Corporation (the "Corporation" or "WSWSC") met in a regular session, open to the public, outside the boundaries of the Corporation, at the Community Pavilion, Whitewater Springs, FM 1174, Bertram Texas 78605-0243 on July 1, 2011 at 10:00 a.m. A copy of the notice of meeting along with associated certificates of posting is attached as "Exhibit A."

The Corporation's Legal Counsel called the roll of the members of the Board of Directors:

Director Patricia Lambert
Director Bill Hiers
Director Frank Carmanica

Directors Lambert, Hiers, and Carmanica were present, thus constituting a quorum of the Board of Directors. All directors present voted on all matters that came before the Board. Also in attendance at the meeting were Randy Wilburn and Eldon McGill.

President Lambert called the meeting to order at 10:00 a.m.

Regular Agenda

Item No. 1

Item No. 1 was to call roll of members and the regular meeting to order. Directors Patricia Lambert, Bill Hiers, and Frank Carmanica were present, thus constituting a quorum of the Board of Directors.

Item No. 2

Item No. 2 was for the Board to conduct an inspection and tour of the LCRA facilities at Whitewater Springs. LCRA Hill Country Regional Director Darrin Barker and LCRA staff provided the Board with a tour of the facilities. The Board took **NO ACTION** on this item.

Item No. 3

Item No. 3 was to review and approve minutes from the last meeting. Director Hiers made a motion to approve the minutes as presented. Director Lambert seconded the motion, and it **PASSED** unanimously.

Citizens Communication

Item No. 4

Item No. 4 was to receive citizen communication on items not on the Agenda. No citizens made any comments. The Board took **NO ACTION** on this item.

Old Business

Item No. 1

Item No. 1 was to discuss, consider, and take action as necessary regarding Whitewater Springs water issues. Counsel Wilburn made a brief presentation regarding issues in preparing an application for a Certificate of Convenience and Necessity. Director Hiers volunteered to assist in the preparation of the CCN application. The Board took **NO ACTION** on this item.

Item No. 2

Item No. 2 was to discuss, consider, and take action as necessary regarding the payment of bills. Secretary-Treasurer Caramanica did not present any additional bills for payment. The Board took **NO ACTION** on this item.

Reports

Item Nos. 3, 4, 5, 6, and 7

Item Nos. 3, 4, 5, 6, and 7 were the presentation of reports from the membership, finance, and communication subcommittees. Director Caramanica made a report to the Board regarding the Corporation's finances, including bank balances and bills paid. He also reported on his efforts to secure financing for the purchase of the water system from LCRA. The Board took **NO ACTION** on this item.

Item No. 8

Item No. 8 was to discuss, consider, and take action as necessary for preparation of a final bid for system purchase. The Board suspended its meeting in Open Session at 11:38 so that the Board could convene in Executive Session as provided by the Open Meetings Act, Tex. Gov't Code Ann., Sections 551.071, 551.072, or 551.074.

President Lambert reconvened the meeting in Open Session at 1:45, reporting that no decisions had been made in Executive Session.

Director Hiers made a motion authorizing the President of the Corporation to submit a final bid for the purchase of the water system from LCRA at the price discussed in Executive Session. Director Caramanica seconded the motion, and it **PASSED** unanimously.

Executive Session

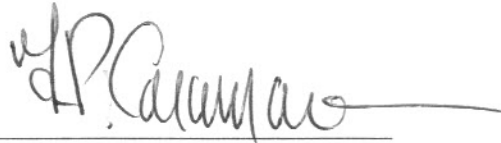
Item No. 9

Item No. 9 was to discuss, consider, and take action as necessary regarding items discussed during Executive Session. The Board ~~did~~ not meet any further in Executive Session. The Board took **NO ACTION** on this item.

Item No. 10

Item No. 10 was Adjournment. Director Hiers made a motion for the Board to adjourn its meeting. Director Caramanica seconded the motion, and it **PASSED** unanimously.

PASSED, APPROVED, AND ADOPTED this 13th day of September 2011.



Frank Carmanica, Secretary-Treasurer

(CORPORATION SEAL)