

**JONESTOWN WATER SUPPLY CORPORATION
BOARD OF DIRECTORS MINUTES
NOVEMBER 09, 2010**

Page 1

1. Meeting called to order at: 7:00 pm by President Billy Carter.

Board Members Present: Billy Carter, Ron Sherrill, Mike Hilsabeck, Jim Roberts, Mark Rogalski, Jim Linton, Nadia Wills and Raul Palacios.

Board Members Absent: Toni Sharp.

Staff Members Present: John Tichi, Susan Barnett and Karissa Kornegay.

Members Present: Dean Kornegay, Mark Baker.

Others Present: Steve Metcalfe, Jenilee Mead, Jason Leeds.

1B. Date of Next Meeting: December 14, 2010.

2. Members and/or Public Comment:

Steve Metcalfe, Janilee Mead and Jason Leeds were present on behalf of Terramesa Resort Properties to give a presentation concerning the Hollows Phase 3 development. They requested that the Board consider selling the portion of the JWSC CCN within Hollows Phase 3 that is adjacent to Lago Vista in order for Lago Vista to supply the water to that area. Their offer includes 339 acres at \$600 per acre for a total of \$203,400.00.

At 7:26 pm, President Billy Carter announced that the Board would go into an Executive Session pursuant to chapter 551.087 of the Texas Government Code regarding discussion of economic development negotiations with Terramesa Resort Properties. The Executive Session ended at 7:55 pm. The certified agenda was recorded and kept by Secretary/Treasurer Mike Hilsabeck.

3. Approve Minutes:

a) Regular Meeting minutes of October 12, 2010.

A motion was made to approve the regular meeting minutes of October 12, 2010.

Motion made by Jim Roberts.

Seconded by Raul Palacios.

The motion passed unopposed.

(Mike Hilsabeck absent for vote)

4. Financial Matters:

a) Secretary's Treasurer Report.

No Report.

2

**JONESTOWN WATER SUPPLY CORPORATION
BOARD OF DIRECTORS MINUTES
NOVEMBER 09, 2010**

Page 2

b) Approve bills, invoices and other payables.

A motion was made to approve bills, invoices and other payables.

Motion made by Mark Rogalski.

Seconded by Jim Roberts.

The motion passed unopposed.

(Mike Hilsabeck absent for vote)

c) Discuss/Approve Budget Amendment(s).

None.

5. Presidents Report Concerning Corporate Affairs:

President Billy Carter reported that MD7 on behalf of T-Mobile is wanting to renegotiate the contract they have with JWSC for the use of the water tank for their cell phone tower. He requested this item be placed on next month's agenda for discussion.

President Billy Carter also reported that a complaint concerning a possible breach of a dam located off Reed Park Road where JWSC had a broken water line had been filed with the TCEQ. TCEQ is currently stating that JWSC has to take responsibility for the operation and maintenance of the dam or move the water line. General Manager John Tichi has sent a response to the TCEQ.

Jim Linton reviewed several things in the by-laws that he believes need to be reviewed by the Board. He requested appointing a committee to review the by-laws be placed on next month's agenda.

6. Staff Report Concerning Operations and Management:

a) General Manager.

General Manager gave a brief summary of his report. (see attached)

7. Old Business:

None.

8. New Business:

a) Discuss/Approve Request from MDR Hollows for Release of Phase 3A from JWSC CCN Territory.

After returning from executive session, the Board decided to table this issue.

9. Adjournment:

A motion was made to adjourn.

Motion made by Jim Roberts.

Seconded by Mark Rogalski.

The motion passed unopposed.

Meeting adjourned at 8:33 p.m.

Minutes taken by Susan Barnett.