

**MINUTES OF A MEETING
OF THE BOARD OF DIRECTORS
OF TRAVIS COUNTY WATER CONTROL
AND IMPROVEMENT DISTRICT #18**

STATE OF TEXAS

COUNTY OF TRAVIS

A meeting of the Board of Directors of Travis County Water Control and Improvement District #18, open to the public, was held on Monday, May 20, 2013 at the District office, 1502 San Juan Drive, Austin, Texas. Notice of the time, place and subjects of the meeting was posted.

The roll was called of the Board of Directors, to wit:

Marcia Hyink	President
Buzz Buck	Vice President
Kim Kaufman	Secretary
Paul Despres	Assistant Secretary
Bob Breihan	Director

Directors Hyink, Buck, Despres, Kaufman and Breihan were present, thus constituting a quorum.

Also present at the meeting were Mr. Hal Lanham and Mrs. Kathy Lanham of AWR Services, Inc and Mr. Scott Manuel of Severn Trent, Mr. Jeff Dupont, Mrs. Connie Fluharty and Mr. John Fluharty and Mr. Greg Leveling of US Water Utility Group, Mr. Charlie Gasper of Gulf Utility Services, Ms. Jerri Strain and David Ripley of Aqua Texas.

President Hyink called the meeting to order at 7:35 p.m.

The first item to come before the Board was agenda item No. 3, "Discuss and take any necessary action regarding proposals for contract services with Travis County WCID No. 18."

Mr. Hal Lanham of AWR Services was in attendance and spoke about the opportunity to serve the Board of Travis County WCID No. 18 and thanked the Board for the opportunity and looked forward to working with them if AWR Services was chosen.

Mr. Scott Manuel of Severn Trent was present and thanked the Board for the opportunity and looked forward to working with them if Severn Trent was present.

Mr. Jeff Dupont of US Water Utility Group was in attendance and provided a presentation by power point. Some of the items discussed:

- Background of the company;
- Business in Texas;
- Examples of service offerings;
- Utility Management;
- Public Works;
- Staffing;
- Water Treatment;
- Distribution;
- Billing and Customer Service;
- Customer Information System;
- Electronic Work Orders;
- Bill Presentment;
- Payment Processing;
- Call Center;
- Computerized Maintenance Management System;
- Why US Water Utility Group;
- Summary;
- Water Conservation; and
- GIS.

Mr. Charlie Gasper of Gulf Utility Services was in attendance to provide power point presentation of their proposal for operations and management services, the following was discussed:

- Company based in Houston, Texas;
- Private company;
- The office here would remain open;
- Maintenance and Mapping;
- Options of Billing;
- Reporting;
- Operations Summary;
- 2 Systems in the Austin area; and
- 14 Systems in the Houston area.

The board members discussed the following:

- The Board asked who would be in attendance at each monthly board meeting and each of the companies would provide anyone the Board would like to be in attendance;

- President Hyink wanted the entire Board to be present for this meeting;
- The Board feels that there is no way to look at the options objectively; and
- Aqua Texas is not interested in keeping the business of the contract operations.

Pursuant to discussion, President Hyink motioned for the Board of Travis County WCID No. 18 to approve the negotiation of a contract for the accounting services with Municipal Accounts and Consulting, L.P. Director Breihan seconded the motion with all approving.

Pursuant to discussion, Director Breihan motioned for the Board of Travis County WCID No. 18 to approve the negotiation of a contract for operations and management services with the preferred Management Company, US Water Utility Group. Director Kaufman seconded the motion with all approving.

Vice President Buck motioned for adjournment at 9:15 pm. Director Breihan seconded the motion with all approving.

Secretary, Travis County WCID No. 18