

**Board of Director's Special Call Budget Workshop Agenda Meeting
of the Kempner WSC at the Corporation's Office
11986 E. Hwy. 190 Kempner, TX 76539
Wednesday, August 24, 2022 at 5:00 P.M.**

The public is hereby notified that notices of all regular and special meetings of the Kempner Water Supply Corporation do not distinguish between matters to be discussed in open or closed session of the meeting.

Reasonable accommodation for the disabled attending this meeting will be available; persons with disabilities in need of special assistance at the meeting should contact the General Manager at 512-932-3701.

- 1) Call to Order and Establish Quorum**
- 2) Open Session (Thirty (30) minutes maximum)**


It is the policy of the KWSC Board to hold open board meetings using the following guidelines:

- a) Agendas will be provided to guests at the beginning of the meetings.
 - b) Limited to 3 minutes per speaker or 10 minutes for groups with designated spokesperson.
 - c) Guests may comment to the board only at the designated "Open Session" section on the agenda. Guest may comment on any agenda item or any other matter of general concern. "Per Open Meetings Act" deliberation regarding general concern; shall be limited to a proposal, to place the subject on the agenda for a subsequent meeting.
- 3) Discussion and possible action to approve the Budget/Financial and Planning Committee Meeting Minutes on August 18th, 2022.**
 - 4) Discussion and possible action to approve the 2022-2023 Fiscal Year Budget.**
 - 5) Adjourn**



The Board or its Presiding Officer may, at any time during the Meeting, close the Meeting and hold an Executive Session pursuant to Sections 551.071 to 551.074 and 551.076 of the Texas Open Meetings Act to discuss and/or deliberate any of the matters to be considered during the Meeting.

The Texas Open Meetings Act, codified as Texas Government Code, chapter 551 permits closed meetings pursuant to Section 551.071 for purposes of consulting with its attorneys, Section 551.072 - deliberating about real property, Section 551.073 - deliberating about gifts and donations, Section 551.074 -deliberating about personnel matters and Section 551.076 - deliberating about security devices.

I, Delores Coberley, General Manager of Kempner Water Supply Corporation, Kempner, TX, do hereby certify that this Notice of Meeting was posted with the Secretary of State, Lampasas County Courthouse and on the front door of the Corporation's Office at 11986 E Hwy 190, Kempner, TX, at a place readily accessible to the general public at all times on the 19th day of August 2022.



Delores Coberley, General Manager

FILED
19th day of Aug 2022

COUNTY CLERK, LAMPASAS COUNTY, TEXAS
BY  DEPUTY

Budget/Financial & Planning Committee Meeting Minutes
Corporation's Office 11986 East Hwy 190, Kempner, TX 76539
Monday, August 18, 2022

Committee Members: George McClintock and Ken Sinker. Sam Kier (by conference)

Staff Support: Stacy Ellis. Delores Coberley (by conference)

Call to order at 4:50 pm

- 1. Open Session - No one present.**
- 2. Discussion and review of Proposed 2022-2023 Budget.**

Stacy Ellis presented the proposed 2022-2023 Budget to the Committee. She went through each category and explained any differences and that she tried to be very conservative in any increases. In addition to minor increases throughout the operational expenses of KWSC, we recently closed on a \$2.8 million loan which adds \$228,107 to our annual expenses. All things considered; we need a rate increase.

Several rate increase options were provided to the Committee and were discussed in length. Considerations included base rate increase, as well as a uniform cost per thousand and a tiered rate structure based on usage.

Sam stated that we need to work towards getting our depreciation funded fully over the next couple of years, so we are better able to deal with the aging infrastructure.

Committee Recommendations:

- The budget is in line with previous years' budget and expenditures. Therefore, we recommend accepting the 2022-2023 budget as proposed.
- We recommend acceptance of a rate increase and automatically revisiting the rates annually during the budget meeting. Our recommended increase is a base rate of \$75 and usage charge of \$5.25 per thousand gallons.
- We recommend increasing the annual depreciation to be funded at \$700,000 for this fiscal year and work on fully funding it over the next couple of years.

- We recommend paying off the two vehicle notes at the beginning of the budget instead of paying interest over the rest of the year.

3. Adjourn at 6:15 pm

George McClintock, Committee Chair