

**WATER ADVISORY BOARD MINUTE RECORD**  
**The City of San Angelo**  
**Monday, August 17, 2015**

**OPEN SESSION**

BE IT REMEMBERED the Water Advisory Board convened in a meeting at 1:30 P.M., Tuesday, August 17, 2015, in the San Angelo McNease Convention Center, 501 Rio Concho Drive, San Angelo, Texas. Board members present were Mike Boyd, Ben Wiese, Chuck Brown, Kendall Hirschfeld, Jonathan Jennings, Steve Floyd, Roland Peña and Stan Meador. Staff members present were Bill Riley, Ricky Dickson, Allison Strube and Ann Pierce. Whereupon, the following business was transacted:

**1. Call to Order**

Mr. Boyd, Chairman of the Board, called the meeting to order at 1:30P.M. Mr. Boyd gave the opportunity for anyone present to come forward for public comment.

**2. Public Comment**

Daniel Cardenas commented regarding the increase of water rates and the late fee and asked that the Board give special consideration of changing that.

**3. Regular Agenda**

a. Consider approving the July 14, 2015 Water Advisory Board regular meeting minutes

The minutes from the July 14, 2015 board meeting were presented. Motion to approve the minutes was made by Roland Peña and seconded by Chuck Brown. The motion carried unanimously.

b. Presentation and Discussion concerning the Water and Water Reclamation Cost of Service and Rate Design Study.

Mr. Rick Giardina with Raftelis Financial Consultants (RFC) presented the most recent rate analysis, and discussed the overall objective of developing a financial plan that would meet the challenges facing the utility operations which includes attaining financial sustainability, financial sufficiency, funding additional water supplies and infrastructure rehabilitation. Mr. Giardina reviewed the three financial scenarios that had been previously discussed; "do nothing", "maintain", and "moving forward". The board reiterated its position that moving forward was the only option and should be pursued. However, the board also expressed a desire to find ways to lessen the impact to the citizens if possible, including using the \$0.05 sales tax revenue. Additional discussion was held concerning how the decision was made to include \$2.5 million of the sales tax revenue and how much was available. Mr. Rocky Craley with RFC stated that the \$2.5 million represents half of the remaining funds after all obligations are paid and that the City felt that this was a conservative approach to ensure adequate funding for any additional water supply needs.

Mr. Giardina also discussed the financial model being developed that the City would be able to use to evaluate the rates and revenue recovery on an annual basis and be able to adjust the plan as necessary.

Discussion was held concerning the agenda for the joint workshop with the City Council that was planned for the following day, Tuesday, August 18th, as well as any recommendations that would be made. The minutes from that meeting are attached.

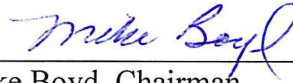
c. Announcements and Consider Future Agenda Items

No future agenda items were discussed and the date of the next meeting was not determined.

4. Adjournment


Motion, to adjourn, was made by Mr. Boyd and seconded by Mr. Hirschfeld. Motion carried unanimously. The meeting adjourned at 3:19P.M.

THE CITY OF SAN ANGELO  
WATER ADVISORY BOARD



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Mike Boyd, Chairman

ATTEST:



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Bill Riley, Secretary