

**Lakeway Municipal Utility District
Finance Committee Meeting Minutes
November 10, 2020 Meeting (in person)**

Attendees: Vince Maggio, Chairperson; Bud Wellborn, Vice Chairperson; Bill Cobb; Ann Smith; Hal Hirsch, Secretary; Lawrence Christian, LMUD Board Liaison; Earl Foster, General Manager.

Absent: None.

Fiscal Full Year 2020 Profit & Loss

LMUD's favorable P&L performance continued through the end of Fiscal 2020 which concluded on September 30th. The favorable P&L performance stems from the above plan water sales that occurred in the high temperature months at the start of FY 2020:

Full Year 2020 LMUD P&L				
	\$ (Mill)			
	<u>Better</u> /	<u>(Worse)</u>	Memo*:	
	<u>Actual</u>	<u>Plan</u>	<u>2019</u>	<u>FY '20 Plan</u>
Revenue	\$ 6.0	\$0.8	0.6	\$5.2
Costs & Expenses	4.4	-	(0.6)	4.4
Net Before Capital & Bond Payments	\$1.6	\$0.8	-	\$0.8

*Rounded

FY 2020 Costs & Expenses include the labor portion of the Out of District Waste Water project. There were a number of significant maintenance and repair projects in FY 2020 related to LMUD's aging infrastructure and zebra mussel control.

Thanks to all LMUD personnel for consistently achieving annual budgets.

Compared with Fiscal 2019, Water supplied to all customers was up 8% to 816 M gallons, while Waste Water volume was down by 2% to 216 M gallons. These totals include all activity through the plants; (that encompasses support for Hurst Creek, Rough Hollow and the Highlands, as well as Lakeway MUD).

Cash and Capital Projection

Earl has projected annual incoming Cash Flows for taxes and revenues vs. outflows for ongoing expenses and capital requirements. After fine tuning, this will become the top level road map to control major projects with the aim of not exceeding available resources while also avoiding new indebtedness.

Near Term Capital Spending

We reviewed current needs associated with the Lake Travis intake barges caused by zebra mussels, age, and effects of the 2020 boat parade. There are also near term Capital requirements for supporting the Out of District Waste Water project and simultaneously replacing an aging backhoe. A transfer pump is included for the lift station to move water from the pond to the plant. These requirements have all been reviewed for least overall cost in lease vs. buy, as well as rebuild vs. new.

Our Next Meeting may not occur until January 2021. Earl will advise on timing and whether we will return to virtual sessions due to the reemergence of Covid19.