

**Lakeway Municipal Utility District  
Finance Committee  
Meeting Minutes  
June 8, 2021**

**Attendees:** Vince Maggio, Chairperson; Bud Wellborn, Vice Chairperson; Bill Cobb; Ann Smith; Hal Hirsch, Secretary; Earl Foster; General Manager; Lawrence Christian, LMUD Board Liaison  
**Absent:** None

**April Year to Date Profit & Loss**

April was Month 7 of Fiscal Year 2021. Odd numbered months are not billing months for LMUD customers. However, REVENUE continues from other sources such as contracted MUD 11 Water support. Through April, LMUD Revenue of \$3.0 M is \$0.3 M better than Plan. YTD EXPENSES of \$2.6 M are on plan but \$0.2 M more than the comparable timeframe of FY2020. LMUD anticipates insurance reimbursements that will reduce a portion of the February ice storm expenses.

April YTD LMUD NET BEFORE CAPITAL AND BOND REPAYMENTS of \$0.4 M is favorable to Plan by \$0.3 M.

**Summary Financials**

We reviewed the monthly Financial Summary prepared for the LMUD Board of Directors. The \$3.2 M spent through April on the Out of District Waste Water project was partially offset by \$350 K of Revenue. Revenue will continue beyond the large investment years for this project.

**Cash Flow Projection**

Earl delivered a significant piece of work. The Projection highlights Cash flows in and out for 12 years starting at the end of FY2020. There is an area of concern with reduced Cash levels in FY2027. With this projection and its future updates, decisions can be made to defer or reduce the scope of some projects, or increase revenue, to manage a problem that may occur more than five years from now. Thank you, Earl.

**Info sharing:**

- > 2020 Drinking Water Quality Report was mailed to customers. This report is required annually. LMUD water quality characteristics are all acceptable.
- > After the recent closing of 79 acres along Lohmans Crossing, there are 2 smaller parcels to sell with tentative transaction dates of January and September of 2022. Earl is also negotiating to serve both water and waste water for that new development.
- > Earl continues to meet with the Lakeway Mayor and City Manager on LMUD's potential purchase of land near Trophy Drive to expand LMUD's existing Water Plant to add elevated storage tanks for water and for reuse water.
- > TX DoT, Texas Department of Transportation, is interested in purchasing 0.4 acres of LMUD land near Kollmeyer and Rt 620. The price is just under \$0.6 M which includes some LMUD cost reimbursements, including a new fence for the remaining LMUD property, which is currently a cedar tract.

The **Next Meeting** of the Finance Committee will be **Tuesday July 20th, at 1:30** and will include an initial review of the FY22 Budget.