



## TWIN CREEK WATER SUPPLY CORPORATION

PO BOX 88  
NEW BADEN TEXAS 77870  
Phone: 1-(979) 828-5385 \* Fax: 1-(979) 828-2445

Web: [www.twincreekwsc.org](http://www.twincreekwsc.org) \* Email: [office@twincreekwsc.org](mailto:office@twincreekwsc.org)

January 8, 2018

Dear Member:

At the last Board of Directors' meeting held on 12/12/17, there was an in-depth discussion concerning our fiduciary obligations, current status, and future goals. The discussions yielded a consensus view that TCWSC should plan on investing around \$60,000.00 per year in Capital Funds for upgrading our aging infrastructure. This amount is approximately equal to the annual depreciation in our P&L/FS. The Board also discussed and agreed that our Emergency Reserve Funds should be increased so that we have at least \$250,000.00 on hand.

A preliminary 2018 budget was also submitted for review and discussion. The budget proposal took into account the following: A 2% inflation rate, 2% COLA and merit raises to our staff, health insurance increased costs, capital expenditures, and increasing the Emergency Reserve Fund. To help accomplish the above, the Board voted to increase the base rate by \$1.76 per month. No other fees or usage rates were changed.

Since the TCEQ requires us to give the Membership a written 30 day prior notification of an increase, please consider this an official notification that the base rate will go from \$48.50/month to \$50.26/month plus regulatory fee beginning on February 19, 2018.

Sincerely  
TCWSC Board of Directors