



Board of Directors Meeting Minutes

Tuesday, February 20, 2024

at 6:15 PM

*Held in the Board Room of the corporation office located at
14411 County Road 1134, Tyler, TX 75709*

Call to Order

The meeting was called to order at 6:13 PM by President Roger Goodsell

Attendance

Five out of five directors were in attendance, and are as follows:

Roger Goodsell, President
Bill Shanholtz, Vice President
Sheila Hartsfield, Secretary/Treasurer
Hayden Moore, Director
Kirk Story, Director

Employees Billy McMillan, Corey Wilson, and Diane Rowe were also in attendance, along with guest attendee, P.C. Moore.

Approval of the minutes from the August 29, 2023 meeting

A motion was made by Sheila Hartsfield and seconded by Kirk Story to approve the October 10, 2023 meeting minutes as written. The motion was carried.

2021 Audit by Acker & Co and 2023 Profit & Loss Statement

Mr. Goodsell directed the board to their copies of the 2021 Audit by Acker & Company. Net assets at 2021 year-end were reported at \$2,558,968.00.

The 2023 Profit & Loss Statement reported year-end revenues of \$1,674,779.34, total expenses of \$1,034,019.95, and a net profit of \$640,759.39. Mr. Goodsell advised the board that there were also additional expenses totaling \$414,799.15 that had been reclassified as fixed assets and would be scheduled for depreciation.

Old Business

Mike Ward

Mr. Goodsell explained that Mike Ward had begun our 2022 audit and will try to complete both the 2022 and 2023 audits before the end of 2024.

Acker & Co.

Mr. Goodsell explained that Acker & Co. will serve as our bookkeeping and compilation service and will also file our tax return for 2023.

County Road 1134 Main Upgrade/Relocation

Senior Field Operator Billy McMillan updated the board on the plans for relocating and upgrading the water main on CR 1134. The upgrade will begin at 15981 CR 1134 where a 4"x6" T will be installed, and the line will go west to the corner of CR 1134 and FM 2661. Once the lot for the new Hwy 31 Truck Stop has been graded down, the upgrade will continue north on FM 2661 to Hwy 31W. From the corner of FM 2661 and Hwy 31W, the line will continue east on Hwy 31W and stop at 16132 Hwy 31W. From there, we will bore under Hwy 31W and tie into the existing 6" main on the north side of Hwy 31W.

Well #3 Generator

Mr. McMillan also reported that the generator for Well #3 should be installed by the end of this month.

Purchase New Utility Service

Mr. McMillan explained the immediate need to purchase a new utility truck to replace the 2011 Chevrolet. This item was approved in the budget for 2023. The directors gave their blessing to start the process immediately on Wednesday, February 21, 2024.

New Business

2024 Budget

A motion was made by Hayden Moore and seconded by Kirk Story to approve the 2024 Budget of \$1,584,800.00. There was no opposition, and the motion was carried.

Fence – Well #3

A motion was made by Kirk Story, seconded by Bill Shanholtz to table the topic of installing an additional fence at Well #3 until April's meeting to allow time for more bids to be obtained. There was no opposition, and the motion was carried.

Respirator & SCBS Tanks

A motion was made by Sheila Hartsfield and seconded by Kirk Story to purchase 2 new respirators and SCBS tanks for the field operators' safety. There was no opposition, and the motion was carried.

Booster Pump Station & Pressure-Reducing Valves

A motion was made by Hayden Moore and seconded by Sheila Hartsfield to approve the installation of a booster pump station in the North, and the installation of pressure-reducing valves in the South of the water system. There was no opposition, and the motion was carried.

New CD at Southside State Bank

A motion was made by Kirk Story and seconded by Sheila Hartsfield to purchase a \$250,000.00 CD from Southside Bank. The funds for the CD will be drawn from the Simmons Bank operating checking account. Signers for this new CD will be Roger Goodsell, President and director Hayden Moore. There was no opposition, and the motion was carried.

Next Meeting

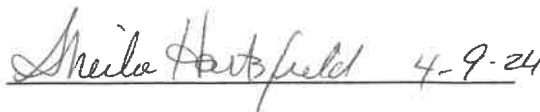
The next board meeting will be the Membership Meeting, to be held on Tuesday, April 9, 2024 at 6:15 PM.

Adjourn

The meeting was adjourned at 7:30 PM by Mr. Goodsell.

 4/9/24

Roger Goodsell, Board President

 4-9-24

Sheila Hartsfield, Secretary/Treasurer