

**CROSS TIMBERS WATER SUPPLY CORPORATION  
MINUTES of the BOARD OF DIRECTORS MEETING  
2032 E HICKORY HILL RD, ARGYLE, TX 76226  
MONDAY, OCTOBER 14, 2019**

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**1. Call to Order**

Mr. McDonald called the meeting of the Board of Directors of Cross Timbers Water Supply Corporation to order at 7:00 p.m. on Monday, October 14, 2019, at the Cross Timbers Water Supply Corporation offices, 2032 E Hickory Hill Rd, Argyle, TX 76226.

**Directors in Attendance:**

Patrick McDonald, President  
Larry Kaufman, Vice President  
Michael Paulson, Secretary-Treasurer  
Susan Crawford  
Garry Granger  
Andre Nicholas  
Sherry Price

**Staff in Attendance:**

Lloyd Hanson, General Manager  
Chad Wolf, Assistant General Manager  
Rocky Hatfield, Water Superintendent

**Consultants in Attendance:**

None

**Others in Attendance**

None

**Board Members Not in Attendance**

None

**2. Public Forum for Non-Agenda Items – No one spoke.**

**Consent Agenda:**

**3. Discussion and Action to Approve the Minutes of the September 16, 2019 Board Meeting**

**4. Discussion and Action to Approve the September 2019 Financial Reports**

Motion by Michael Paulson and second by Susan Crawford to approve the Consent Agenda. Motion approved unanimously.

**5. Discussion and Action on the Sewer CCN**

A draft agreement has been sent to the Town of Flower Mound regarding providing treatment capacity in connection with our application for a Sewer Certificate of Convenience and Necessity (CCN). No action taken.

**6. Discussion and Action on the UTRWD Contract**

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Staff provided a comparison of water cost using 100% UTRWD water compared to the current usage and gave details of the impact on pricing and financials for the nine months ended September 2019. After discussions it was determined that the cost of using 100% water from UTRWD would not significantly benefit CTWSC. No action taken.

**7. Discussion and Action on the 2020 Budget**

The Staff and Board discussed the first draft of the 2020 Budget. The Board requested that updates be provided to them electronically so they could examine detail. The next version of the Budget will be submitted via the secured Board file available to them as part of their Board Packages. No action taken.

**8. Discussion and Action to Approve Water Service for Copper Hill Estates**

A developer has requested water service for eleven acres in Copper Canyon pending final approval of the plans by the Town of Copper Canyon. Motion by Sherry Price and second by Michael Paulson that water service be approved for Copper Hill Estates. Motion approved unanimously.

**9. Discussion and Action on Consulting Engineer's Report**

Staff are awaiting an updated easement showing the proposed new water line from the US Army Corps of Engineers as well as partial releases from CoServ for the Jeter Road area. No action taken.

**10. All Matters Concerning the General Manager's Report**

The General Manager provided updates on a new development in Copper Canyon to be named Boots Ranch. No request for water service nor fees have been received to date. The documents for an emergency siren to be located at the Shiloh well site have been signed. Installation will be late 2019 or early 2020. No action taken.

The Assistant General Manager provided updates on the GIS system being installed and his work with the Town of Copper Canyon's Development Review Committee. The Water Superintendent reported on operational activities currently underway in the territory. Water use continues to be well above normal in October. Dylan Beaver received his D Water License. No action taken

**11. Executive Session: Mr. McDonald announced that the Board would go into Executive Session at 7:58 p.m. and came out of Executive Session at 8:17 p.m.**

**12. Discussion and Action on All Matters Concerning the Construction of an Elevated Water Tank at the Stargate Site – No action taken.**

**13. Discussion and Action on All Matters Concerning Litigation**

- a) **Discussion and Action on All Matters Concerning Cause No. 2012-30982-211** –A request has been made by the opposing parties for mediation. The Court has ordered mediation and a mediator was appointed on September 23, 2019. No action taken
- b) **Discussion and Action on All Matters Concerning Cause CV-2017-00840, Condemnation Action Against Saddlebrook Estates HOA, et al** – The mediation did not settle the case and the case has been returned to the 2<sup>nd</sup> Court of Appeals. No action taken

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- c) **Discussion and Action on Mediation** – The 2<sup>nd</sup> Court of Appeals ordered mediation in Cause No. 2012-30982-211 but has provided an opportunity to object. The Corporation has filed an objection and is awaiting further action by the Court. No action taken.

**14. Discussion and Action on Future Agenda Items, Meeting Date, Activities, and Announcements**

The next meeting of the Board will be November 18, 2019 . Items may include financials, litigation, construction, the 2020 Budget, and such other matters as may come before the Board.

**15. Adjournment**

Motion to adjourn by Susan Crawford and second by Michael Paulson and approved unanimously. The meeting adjourned at 8:20 p.m.

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TRANSCRIBED BY LLOYD HANSON

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CERTIFIED BY MICHAEL PAULSON, SECRETARY-TREASURER