

**CROSS TIMBERS WATER SUPPLY CORPORATION
MINUTES of the BOARD OF DIRECTORS MEETING
2032 E HICKORY HILL RD, ARGYLE, TX 76226
MONDAY, DECEMBER 16, 2019**

1. Call to Order

Mr. Kaufman called the meeting of the Board of Directors of Cross Timbers Water Supply Corporation to order at 7:03 p.m. on Monday, December 16, 2019, at the Cross Timbers Water Supply Corporation offices, 2032 E Hickory Hill Rd, Argyle, TX 76226.

Directors in Attendance:

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

Staff in Attendance:

Lloyd Hanson, General Manager
Chad Wolf, Assistant General Manager

Consultants in Attendance:

None

Others in Attendance

None

Board Members Not in Attendance

Patrick McDonald
Susan Crawford

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

Consent Agenda:

3. Discussion and Action to Approve the Minutes of the November 18, 2019 Board Meeting

4. Discussion and Action to Approve the November 2019 Financial Reports

Motion by Michael Paulson and second by Andre Nicholas to approve the Consent Agenda. Motion approved unanimously.

5. Discussion and Action on the Sewer CCN

Discussions continue with the Town of Flower Mound regarding a proposed contract to provide treatment capacity in connection with our application for a Sewer Certificate of Convenience and Necessity (CCN). Staff are also discussing other options with Kerry Maroney, Engineer. No action taken.

6. Discussion and Action to Appoint an Auditor for the 2019 Financial Statements

Motion by Michael Paulson and second by Sherry Price to appoint Hankins, Eastup, Deaton, Tonn & Seay as auditors for the 2019 Financial Statements. Motion approved unanimously.

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7. 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. All other easements have been obtained and approved by the Title Company. No action taken.

8. All Matters Concerning the General Manager's Report

The General Manager provided updates on connection definitions provided by the TCEQ and the number of additional connections we will have to report. A final tally is being prepared. 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 and reported on operational activities currently underway in the territory. Staff continue to work toward additional licenses and to renew existing ones. A fire on the property in front of our Stargate site took several days to extinguish due to flare-ups from hay being stored in the area. We suffered no damages to our site. No action taken.

9. Executive Session: Mr. Kaufman announced that the Board would go into Executive Session at 7:34 p.m. and came out of Executive Session at 7:55 p.m.

10. Discussion and Action on All Matters Concerning the Construction of an Elevated Water Tank at the Stargate Site – Staff renewed the Building Permit for the Stargate site. No action taken.

11. Discussion and Action on All Matters Concerning Litigation

- a) **Discussion and Action on All Matters Concerning Cause No. 2012-30982-211** – Settlement documents are being circulated among the parties for comment.
- b) **Discussion and Action on All Matters Concerning Cause CV-2017-00840, Condemnation Action Against Saddlebrook Estates HOA, et al** – Settlement documents are being circulated among the parties for comment.

No action taken on litigation matters.

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

The next meeting of the Board will be January 20, 2020. Items may include financials, litigation, construction, Annual Meeting items, and such other matters as may come before the Board.

13. Adjournment

Motion to adjourn by Andre Nicholas and second by Sherry Price and approved unanimously. The meeting adjourned at 8:00 p.m.

TRANSCRIBED BY LLOYD HANSON

CERTIFIED BY MICHAEL PAULSON, SECRETARY-TREASURER