

**CROSS TIMBERS WATER SUPPLY CORPORATION
MINUTES of the BOARD OF DIRECTORS MEETING
2032 E HICKORY HILL RD, ARGYLE, TX 76226
MONDAY, APRIL 15, 2024**

1. Call to Order

Mr. McDonald called the April meeting of the Board of Directors of Cross Timbers Water Supply Corporation to order at 8:00 p.m. on Monday, April 15, 2024, at the Cross Timbers Water Supply Corporation's offices, 2032 E Hickory Hill Rd, Argyle, TX 76226.

Directors in Attendance:

Patrick McDonald, President
Garry Granger, Vice President
Michael Paulson, Secretary-Treasurer
Andre Nicholas
Richard Beutter
Sherry Price
Michael Kuehler

Staff in Attendance:

Chad Wolf, General Manager
Pradip Patel, Controller
Karen Lambert, Billing Coordinator

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 to Elect Officers

Motion by Andre Nicholas and second by Sherry Price to re-elect the same officers – Patrick McDonald, President; Sherry Price, Director; and Andre Nicholas, Director. Motion approved unanimously.

4. Discussion and Action to Approve the Minutes of March 11, 2024, Board Meeting

5. Discussion and Action to Approve the March 2024 Financial Report

Motion by Garry Granger and second by Michael Kuehler to approve the Consent Agenda. Motion approved with Michael Paulson and Sherry Price abstaining.

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6. Discussion and Action on Renewal of the Corporate Insurance Program

Mr. Patel discussed with the board the differences between the two policies available from AIA Insurance for the Corporate Insurance Program renewal: primarily a higher deductible amount on the lower costing policy. He informed the board that there was not significant savings in going with the lower quoted policy and that all the coverage amounts remain the same. He let the board know that although he has another meeting set for April 25th with a different insurance company, he wouldn't have the data until after the current insurance renewal deadline. Motion by Sherry Price and second by Michael Paulson to approve the renewal of the Corporate Insurance Program at the higher renewal rate. Motion passed unanimously.

7. Discussion and Action on 2024 CTWSC Utility Profile & Water Conservation Plan

Mr. Wolf discussed with the board that the previous Utility Profile & Water Conservation Plan was from 2009 and should have been updated every 5 years. He informed the board that the plan had been reviewed and updated by the staff, because it was required to be done prior to May 1, 2024. Motion by Michael Paulson and second by Garry Granger to accept the data as presented. Motion passed unanimously.

8. Discussion and Action on absorbing Red Rock WSC into CTWSC

Mr. Wolf informed the board that the staff had been contacted by TCEQ enquiring if we were interested in taking over Red Rock WSC which borders us in the southwest. He let the board know that the proposal from the TCEQ had been discussed with our engineer Kerry Maroney and it was Kerry's recommendation that we not take it over. Mr. Wolf told the board that it would cost between \$1,000,000 to \$2,000,000 to bring Red Rock WSC up to standard and as we have not previously provided them with service, TCEQ cannot force us to take it over. Red Rock WSC is currently being provided water by Flower Mound. Motion by Michael Paulson and second by Michael Kuehler to decline the proposal from the TCEQ to take over Red Rock WSC. Motion passed unanimously.

9. Discussion and Action on Future Agenda Items, Meeting Date, Activities and Announcement

The next meeting date will be May 20, 2024, and the agenda will include such items as Insurance Renewal update on other quotes, Construction, Financials, review of the Equity Buy-In Calculation, and such other items as may be required.

10. Adjournment

Motion to adjourn by Garry Granger and second by Richard Beutter and approved unanimously. The meeting was adjourned at 8:20 p.m.

TRANSCRIBED BY Karen Lambert, Billing Coordinator

CERTIFIED BY Michael Paulson, Secretary-Treasurer