

Spring Valley Water Supply Corp.
Regular Meeting of the Board of Directors
February 13, 2024

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President	Larry Hobbs
Vice-President	Zandy Goode
Secretary	Bert Hernandez
Director	Darrell Bledsoe
Director	David Morrison
Director	Gerald Theut
Director	Kyle Grigsby

ITEM 1. CALL TO ORDER, ROLL CALL, DETERMINATION OF QUORUM

The meeting was called to order at 3:30 p.m. by President Larry Hobbs with all members present.

ITEM 2. RECOGNITION OF VISITORS

There were no visitors.

ITEM 3. PUBLIC COMMENTS

There were no comments.

ITEM 4. REVIEW AND APPROVE MINUTES FROM PREVIOUS BOARD MEETING

David Morrison made a motion to approve the minutes from the previous meetings. Kyle Grigsby seconded the motion. On vote, it passed unanimously.

ITEM 5. BLUEBONNET WATER SUPPLY REPORT

David Morrison reported on events at Bluebonnet. Currently the annual audit has just been completed and all looked to be in order per the audit. He reported that Bluebonnet had acquired 12 acres of land adjacent to the Bluebonnet plant and that a special called meeting was held to approve the purchase. He also reported the Bluebonnet was proceeding with plans to construct the water line extension to SVWSC and that the easement issues discussed last month were not going to stand in the way of getting the water line in since only one piece of property was now an issue and that Bluebonnet was planning to use eminent domain if need be to get access through the property. Bert Hernandez made the motion to accept the report and the motion was seconded by Larry Hobbs. On vote, the motion passed.

ITEM 6. REVIEW AND POSSIBLE ACTION ON METER REQUESTS AND STATUS ON PRIORITY LIST FOR NEW METERS

There were no items to take action on since there were no meter requests submitted.

ITEM 7. ENGINEERING REPORT – UPDATE ON PROJECTS

Johnny Tabor was not present at this meeting. The Lakeridge Estate plans are still being considered by the City of Waco so there was nothing to review or act on at this time.

ITEM 8. FINANCIAL STATEMENT REVIEW BY FRANK ALEXANDER

Frank Alexander reviewed the financial statements with the Board. The balance sheet indicated a negative \$12,915 balance in the General Checking Account. This was explained as not indicating an overdrawn situation, but rather the effects of moving cash in and out of the account to maximize interest on our deposits which are interest bearing. On the income statement, January 2024 showed to have a net income of \$16,349 vs. \$81,461 in January 2023. The income in 2023 was affected by the inclusion of \$74,852 in Developer Contributions which would have resulted in January 2023 net income of \$6,609 had the Developer Contributions not been included. The annual audit is in progress and Frank Alexander reported to be working with the auditors on some matters related to January 2023.

Larry Hobbs made a motion to accept the financial report and to adopt the budget as presented. The motion was seconded by Zandy Goode, and on vote, the motion passed.

ITEM 9. DISCUSSION AND POSSIBLE ACTION: AUTHORIZATION TO PAY BILLS FOR FEBRUARY 2024

The motion was made by Larry Hobbs and was seconded by Gerald Theut to authorize payment of bills for February 2024. All present were in favor and the motion passed.

ITEM 10. DISCUSS AND POSSIBLE ACTION: PATSY JUDD SCHOLARSHIP

Darrell Bledsoe reported that six scholarship applications had been received. He also reported that while a minimum of \$3,000 was needed to fund three scholarships, the scholarship fund had \$4,000 in it. He reported that since the scholarships could be funded, he would gather a committee to review the applications and that they would decide which of the six would receive the three \$1,000 scholarships.

ITEM 11. READ AND APPROVE RESOLUTION OF BOARD OF DIRECTORS DECLARING ELECTION OF UNOPPOSED CANDIDATES

Larry Hobbs read the resolution of the Board declaring the election of unopposed candidates, David Morrison and Darrel Bledsoe. A copy of this resolution is attached to these minutes as Appendix "A". Gerald Theut made the motion to approve the resolution and it was seconded by Zandy Goode. On vote, the resolution passed.

ITEM 12. QUESTIONS TO THE BOARD BY AQUA TEXAS REPRESENTATIVES CONCERNING GENERAL OPERATIONAL ISSUES

There were no questions to the Board by Aqua representatives.

ITEM 13. READ AND APPROVE RESOLUTION OF BOARD OF DIRECTORS DECLARING ELECTION OF UNOPPOSED CANDIDATES

This agenda item was a duplicate of Agenda Item 11. Larry Hobbs made the motion to disregard this agenda item since it had already been performed. Zandy Goode seconded the motion and on vote, the motion passed.

ITEM 14. WATER SYSTEM OPERATIONS REPORT BY REPRESENTATIVE OF AQUA TEXAS (NO ACTION TO BE TAKEN BY THE BOARD) INCLUDING THE FOLLOWING: (A) OPERATIONS REPORT; (B) WATER USAGE AND ACCOUNTABILITY; (C) FACILITIES, EQUIPMENT, AND REPAIRS; AND, (D) FINANCIAL REPORT

Mark Kocian presented the Operations Report. Larry Hobbs made the motion to accept the water operations report. It was seconded by Darrell Bledsoe. On vote, the motion passed.

A change was suggested to make a change in the operations report to replace percentage of water lost to gallons lost. This was discussed and since it is already given consideration in making the percentage lost calculation, it can be easily disclosed in future reports.

ITEM 15. ADJOURN INTO EXECUTIVE SESSION IF NEEDED AS ALLOWED BY TEXAS GOVERNMENT CODE SECTION 551.074

There was no need for an Executive Session.

ITEM 16. RECONVENE INTO PUBLIC SESSION. DISCUSSION AND POSSIBLE ACTION REGARDING MATTERS DISCUSSED IN EXECUTIVE SESSION

There was no Executive Session so there was no need to reconvene.

ITEM 17. SET TIME AND PLACE FOR THE NEXT REGULAR MEETING OF THE BOARD

The next meeting of the Board will be on Tuesday, March 5, 2024 immediately following the Annual Meeting to be held at the Aqua Office at 7025 Sanger Avenue, Waco, TX 76710.

ITEM 18. ADJOURN

A motion to adjourn was made by Bert Hernandez and was seconded by David Morrison. All were in favor and none opposed. The motion carried and the meeting was adjourned.

Submitted by: Humberto Hernandez March 1, 2024
Humberto Hernandez
Secretary, SVWSC

Attachment: Appendix "A"

Spring Valley Water Supply Corporation

Resolution of Board of Directors

Declaring Election of Unopposed Candidates

The undersigned officers of Spring Valley Water Supply Corporation, a Texas non-profit corporation (the Corporation), hereby certify that the following resolutions have been adopted by the Board of Directors of the Corporation at a duly called meeting of the Directors, in conformance with applicable law and the governing documents of the Corporation, and that the said resolutions are now in full force and effect:

“WHEREAS the corporation notified its members of the opportunity and deadline for the candidates to submit applications to run for Two (2) positions on the Board of Directors of the Corporation, pursuant to Texas Code Section 67.0052;

“WHEREAS only two (2) candidates applied for these open Directors position, thus creating an unopposed election for each position pursuant to Texas Water Code Section 67.0055.

“Whereas the two (2) candidates who applied are David Morrison and Darrell Bledsoe.

“RESOLVED, that in accordance with Texas Water Code Section 67.0055, the Board of Directors hereby certifies in writing that David Morrison and Darrell Bledsoe are unopposed for the position of Director.

“RESOLVED, FURTHER, that the Board of Directors hereby declares that David Morrison and Darrell Bledsoe are elected to the positions of Director of the Corporation.


“RESOLVED FURTHER, that in accordance with Texas Water Code Section 67.0055, a copy of this resolution shall be posted at the Corporation’s main office and shall be read into the record at the annual meeting of the members of the Corporation.

PASSED AND APPROVED this 13th day of February, 2024

X  _____

President (signing on behalf of the Board of Directors)

ATTEST:

X  _____ Secretary