

Spring Valley Water Supply Corp.
Regular Meeting of the Board of Directors
April 11, 2023

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President	Larry Hobbs -- Absent
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 7:15 p.m. by Vice-President Zandy Goode with a quorum present.

ITEM 2. RECOGNITION OF VISITORS

Ms. Gaylene Reem was present.

ITEM 3. PUBLIC COMMENTS

There were no public comments.

ITEM 4. REVIEW AND APPROVE MINUTES FROM PREVIOUS BOARD MEETING

The minutes from the March 2023 meeting were reviewed and a motion was made by Kyle Grigsby to approve the minutes from the previous Board meetings. David Morrison seconded the motion. The vote was taken and all approved the motion.

ITEM 5. DISCUSS AND POSSIBLE ACTION: BLUEBONNET WATER SUPPLY REPORT

David Morrison gave the Bluebonnet report. At this time although the engineering planning for the new line has been done, the bid for the new line to SVWSC's connection has not been put out for bid. Bluebonnet is working on getting easements for that line and until the easements are secured, Bluebonnet will not be putting the work out for bid in case the route has to be changed. Currently the estimate on completion of the new line is approximately a year if easements are obtained.

This report clarified Ms. Reem's inquiry about new meters since it was reiterated that new meter requests would not be approved until additional water was obtained by the system.

Kyle Grigsby made a motion to accept the report. Darrell Bledsoe seconded the motion, and on vote, it 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. No meter requests have been made and SVWSC remains on pause on granting new meter requests until the Bluebonnet issue is resolved.

ITEM 7. TABOR ENGINEERING – UPDATE ON PROJECTS

The first items Johnny Tabor reported on were the Plant Rehabilitation and well rehabilitation for the Moses Plant and well. The Moses Pump station is online but needs final cleanup and final inspection. The Moses well is complete except for the Bac-T sample collection by Aqua. That is being scheduled.

The Judd Plant is still waiting for power to it but Mark Kocian has heard from the HOT Electric Coop and they are aware we are ready for it. The Judd well is waiting for power also and then flushing, pumping, disinfection, and Bac-T samples will be taken by Aqua.

On the Mockingbird-Robin Addition, work has been held up by water line easement issues. The landowner's manager, Daniel Grant, acknowledged the easements but would not allow work to proceed until crop damages were assessed. The waterline easements are 15' easements, but the issue of mitigating or paying for crop damages and soil erosion when putting in the lines is being worked on at this time but would need final negotiation and approval by the landowner in order to proceed. After discussion, it was determined that Larry Hobbs was the best SVWSC representative to negotiate with the landowner. He would be given whatever support he needed with documentation or having the engineer present during the negotiation since the engineer was familiar with remediation that was done after work was completed on waterlines,

Tabor Engineering and SVWSC received a request from Bear Contractors to pay for "Materials On Hand" which was denied due to lack of a paid invoice, proper insurance, and storage on the owner's site. This can be remedied on receipt of a revised Pay Estimate for installed construction.

The Lakeridge Estates received a review from the City of Waco that listed 27 items for revisions. The engineer, the surveyor, and Ken Cooper are working to resolve these platting and drainage issues with McLennan County and the City of Waco.

Bert Hernandez made a motion to accept the Engineer's report. David Morrison seconded the motion, and on vote, the motion passed.

ITEM 8. FINANCIAL STATEMENT REVIEW BY FRANK ALEXANDER

Frank Alexander reviewed the balance sheet and on page 2, he noted a new line "Cash Available vs. (Cash Required). This line was to indicate expected cash shortages on projects due to higher costs but he pointed out that this amount could be taken care of by drawing from set asides (reserves) that had sufficient funds in them to cover this amount.

On the income statement, he pointed out \$13,785 that came in from Cobank as a rebate on interest paid and that with that, our net income year-to-date through March was \$43,349 vs. \$43,259 in the same period last year.

Darrell Bledsoe made the motion to accept the financial report and Kyle Grigsby seconded the motion. On vote, the motion passed.

ITEM 9. DISCUSSION AND POSSIBLE ACTION: REVIEW AND APPROVE WEBSITE

Kevin Ordner was present at the meeting. A laptop was set up in the conference room and tied in to the large flatscreen so that Mr. Ordner could walk through the proposed changes to the website. He did this and reviewed the different tabs and their content. After the presentation, a motion was made by Gerald Theut to approve the website, make it live, and once it was up to pay Mr. Ordner for setting it up. The motion was seconded by David Morrison. On discussion, some minor changes needed to be made and photos were needed of the Board members. All these could be made after the website went live. A vote was taken and the motion passed.

ITEM 10. DISCUSSION AND POSSIBLE ACTION: AUTHORIZATION TO PAY BILLS

On review, the motion was made by Gerald Theut and seconded by Kyle Grigsby to authorize payment of bills for April 2023. All were in favor and the motion passed.

ITEM 11. QUESTIONS TO THE BOARD BY AQUA TEXAS REPRESENTATIVES CONCERNING GENERAL OPERATIONAL ISSUES

There were no questions to the Board.

ITEM 12. 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 . There was a discussion on how much water we were permitted to draw from both wells and Mark Kocian reported the total was 40,000,000 gal. Once the wells resume pumping into the system, they will be checked and it is expected that each well should be able to pump 200 gal./minute which is double before the rehabilitation on them took place. Before the well rehabilitation occurred, the system capacity was 29,000,000 so the improvements should place the system capacity near the permitted amounts. Contracted water from Bluebonnet is 489 gal./minute though they are unable to currently provide that amount.

Bert Hernandez made the motion to accept the water operations report. It was seconded by Kyle Grigsby. On vote, the motion passed.

ITEM 13. ADJOURN INTO EXECUTIVE SESSION IF NEEDED AS ALLOWED BY TEXAS GOVERNMENT CODE SECTION 551.074

There was no need for an Executive Session.

ITEM 14. RECONVENE INTO PUBLIC SESSION. DISCUSSION AND POSSIBLE ACTION REGARDING MATTERS DISCUSSED IN EXECUTIVE SESSION

There was no Executive Session.

ITEM 15. SET TIME AND PLACE FOR THE NEXT REGULAR MEETING OF THE BOARD

The next meeting of the Board will be on Tuesday, May 9 at 3:30 p.m. at the Aqua Office, 7025 Sanger Avenue , Waco, TX.

ITEM 16. ADJOURN

A motion was made to adjourn by Darrell Bledsoe and was seconded by Zandy Goode. All were in favor and none opposed. The motion carried and the meeting was adjourned.

Submitted by: Humberto Hernandez May 2, 2023
Humberto Hernandez
Secretary, SVWSC