

Spring Valley Water Supply Corp.
Regular Meeting of the Board of Directors
January 12, 2021

Page 1 of 4

President	Larry Hobbs (present by phone)
Vice-President	Zandy Goode
Secretary	Bert Hernandez
Director	Darrell Bledsoe
Director	David Morrison
Director	Gerald Theut

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

The meeting was called to order at 5:16 p.m. by Vice- President Zandy Goode with a quorum present.

ITEM 2. RECOGNITION OF VISITORS

There were no visitors.

ITEM 3. PUBLIC COMMENTS

There were no public comments since there were no visitors.

ITEM 4. REVIEW AND APPROVE MINUTES FROM PREVIOUS BOARD MEETINGS

The minutes for November 2020 and December 2020 were reviewed. A correction concerning the setting of a time and place for the January 2021 meeting needed to be made. A motion was made by Darrell Bledsoe to approve the minutes from the November 2020 meeting and the corrected minutes for the December meeting was made. David Morrison seconded the motion. The vote was taken and all approved the motion.

ITEM 5. REVIEW AND POSSIBLE ACTION ON METER REQUESTS

There were two new meter requests submitted to the Board. The first was for two meters for Gene Doss. The Engineering report was reviewed and David Morrison made the motion to approve the meters. Bert Hernandez seconded the motion and on vote, the motion passed.

The second request was for one meter for Travis Baxley. The Engineering report was reviewed and Darrell Bledsoe made the motion to approve the meter. The motion was seconded by Gerald Theut, and on vote the motion passed.

ITEM 6. UPDATE ON BILL FRAILEY ADDITION ON SOUTHERN VIEW

The Engineering fees have been paid but he's still awaiting the platte approval from the City of Waco.

ITEM 7. TABOR ENGINEERING – UPDATE ON PROJECTS

Mark Kocian reported that Johnny Tabor requested that his report be postponed until he was able to meet with the Work Group to review his recommendations and to seek guidance on matters related to the long term system improvement project. The Board agreed to do so and moved to Agenda item 9.

ITEM 8. DISCUSS AND POSSIBLE ACTION: DISPOSAL OF BETHANY PLANT 30,000 GAL TANK

A bid was received on the 30,000 gallon tank at the Bethany Plant that has been taken out of service. The bid was from Ed Johnson and includes his removal of the tank. After discussion, it was determined that this was the most economical way to dispose of the tank for the SVWSC. Subject to insurance considerations for liability, a contract should be drawn up by our attorney requiring the purchaser to provide proof of insurance to cover liability for his moving the plant and Mark Kocian agreed to disconnect the tank for him. Darrell Bledsoe made the motion to accept the bid of \$1,000 for the tank subject to the liability insurance conditions being met. Zandy Goode seconded the motion, and on vote the motion passed.

ITEM 9. DISCUSS AND POSSIBLE ACTION: SET NEXT WORK GROUP MEETING

The members of the Board discussed the scheduling of the Work Group meeting and determined that it should be as soon as possible. The Work Group meeting was set for 9:30 a.m. at the Aqua office at 7025 Sanger Avenue in Waco on Tuesday, January 19 subject to Johnny Tabor's schedule.

ITEM 10. FINANCIAL STATEMENT REVIEW BY FRANK ALEXANDER

Frank Alexander reviewed the year-end financial statement for December 2020 with the Board. He reviewed the year end adjustments to the Payables account and reported that the auditors were going to commence their audit. He reported that he did not expect any major changes other than depreciation. A motion was made to accept the financial report by Darrell Bledsoe. The motion was seconded by David Morrison. On the vote, the motion passed unanimously.

ITEM 11. REGULAR UPDATE ON BLUEBONNET WATER SUPPLY AND POSSIBLE ACTION

There was no meeting of the Bluebonnet directors in December 2020.

ITEM 12. DISCUSSION AND POSSIBLE ACTION: AUTHORIZATION TO PAY BILLS

On review, the motion was made by David Morrison and seconded by Gerald Theut to authorize payment of bills in January 2021. All were in favor, the motion passed.

ITEM 13. DISCUSSION AND POSSIBLE ACTION: LOCATION OF ANNUAL MEETING

The location of the Annual Meeting was discussed and after consideration, Bert Hernandez made a motion to hold the Annual Meeting at the Aqua Office again in 2021. Darrell Bledsoe seconded the motion and on vote, the motion passed.

ITEM 14. QUESTIONS TO THE BOARD BY AQUA TEXAS REPRESENTATIVES CONCERNING OPERATIONAL ISSUES

Mark Kocian discussed two pressure tanks one at the Judd Plant and one at the Tate Plant that needed recoating and to be repainted. After his explanation of why, the Board authorized obtaining prices for that work to be completed.

The second item presented was the results of the State inspection. There were no violations reported however, it noted that the system did not meet the 85% rule for pressure tank capacity because of a tank at the Judd Plant and that a plan to remedy that needed to be completed before the next inspection.

ITEM 15. 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 reviewed the Directors' Operations Report with the Board.

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

ITEM 16. ADJOURN INTO EXECUTIVE SESSION IF NEEDED AS ALLOWED BY TEXAS GOVERNMENT CODE SECTION 551.074

There were no items that required an Executive Session.

ITEM 17. RECONVENE INTO PUBLIC SESSION. DISCUSSION AND POSSIBLE ACTION REGARDING MATTERS DISCUSSED IN EXECUTIVE SESSION

No Executive Session was convened.

ITEM 18. SET TIME AND PLACE FOR THE NEXT REGULAR MEETING OF THE BOARD

The next meeting of the Board will be Tuesday , February 9, 2021 at 5:15 p.m. It will be held at the Aqua office at 7025 Sanger Avenue, Waco, TX 76710.

ITEM 19. ADJOURN

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