

Spring Valley Water Supply Corp.  
Regular Meeting of the Board of Directors  
March 7, 2023

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President	Larry Hobbs
Vice-President	Zandy Goode
Secretary	Bert Hernandez
Director	Darrell Bledsoe
Director	David Morrison
Director	Gerald Theut --absent
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 President Larry Hobbs with a quorum present.

**ITEM 2. RECOGNITION OF VISITORS**

Ms. Jennifer Spry, Mr. & Mrs. Jones, & Mr. Bob Chepman were present.

**ITEM 3. PUBLIC COMMENTS**

There were no public comments.

**ITEM 4. ELECT NEW OFFICERS FOR BOARD OF DIRECTORS OF THE SVWSC**

For the position of President, Zandy Goode nominated Larry Hobbs. The nomination was seconded by Bert Hernandez. There were no other candidates nominated, so on the vote on the motion, it passed unanimously. Larry Hobbs was reelected President. Kyle Grigsby made the motion to reelect the current officers if they agreed to serve. The motion was seconded by David Morrison. Zandy Goode agreed to continue to serve as Vice-President and Bert Hernandez agreed to continue to serve as Secretary. On vote, the motion passed and Zandy Goode and Bert Hernandez were reelected as Vice-President and Secretary respectively.

**ITEM 5. REVIEW AND APPROVE MINUTES FROM PREVIOUS BOARD MEETING**

The minutes from the February 2022 meeting were reviewed and a motion was made by David Morrison to approve the minutes from the previous Board meetings. Zandy Goode seconded the motion. The vote was taken and all approved the motion.

**ITEM 6. DISCUSS AND POSSIBLE ACTION: BLUEBONNET WATER SUPPLY REPORT**

David Morrison gave the Bluebonnet report at the Annual meeting. At the business meeting David Morrison had a photo of the map showing the run on the new Bluebonnet 12" line which he showed the Board members. David Morrison reported that a \$.50 increase in water rates was in consideration by Bluebonnet but that the rate increase would not take place until next year. Bert Hernandez made the motion to accept the Bluebonnet report. Larry Hobbs seconded the motion, and on vote, it passed.

**ITEM 7. 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 8. TABOR ENGINEERING – UPDATE ON PROJECTS**

The first item Johnny Tabor reported on was the Plant Rehabilitation for the Judd and Moses Plants. The new Moses pump station is ready to be placed into service as soon as the fence is complete. Barsh Company is waiting on a schedule from the fence builder. The new fenceline has been staked in a foot from the outer perimeter of the fence because of a 45 degree overhang that is designed in the fence which will be supporting barbed wire. Most of the Moses plant demolition is complete and the old well pipes will be removed once the existing cross fence is removed. The Moses service area continues to receive water from the Tate Plant by-pass. The new bolted ground storage tanks are to be tightened by the manufacturer within the next week to stop water seeps at the gaskets. The electrical work at the Judd plant is waiting on power from HOT Electric Coop. They are waiting for the electric control panel to be installed.

Jurgensen Pump reported that the Moses well pump was installed on March 6<sup>th</sup> and is ready for electrical power. The Judd well pump was pulled on March 6<sup>th</sup> and the new pump will be installed on March 9<sup>th</sup>. Johnny Tabor reported that the additional perforations have been made in the wells' casings and once the water is settled down from those operations, he recommended that they be inspected to see the additional perforations were put in as requested to the contractor.

On the Mockingbird-Robin Addition, work has been held up by a break-in and theft of materials from Bear Contractors supply storage building on Loop 340. About \$130,000 of materials were taken and at this time the contractor is waiting for new materials to be delivered from their supplier which are expected to arrive on March 21st. The completion date remains May 25, 2023.

Johnny Tabor submitted the Lakeridge Estate plans to the City of Waco on February 22, 2022 and is waiting for their review and approval by Waco.

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

**ITEM 9. DISCUSSION AND POSSIBLE ACTION: AUTHORIZATION TO PAY BILLS**

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

**ITEM 10. DISCUSS AND POSSIBLE ACTION: CHANGES IN WATER RATES & FEES**

The action on water rates followed the presentation of them at the Annual meeting. In the business meeting the following actions were taken:

1. Bert Hernandez made a motion to approve changes in the water rates per the proposed rates listed in the schedule listed as "Appendix A". David Morrison seconded the motion. On vote it passed unanimously.
2. Bert Hernandez made a motion to approve fee changes per the proposed changes listed in the schedule listed as "Appendix A". Darrell Bledsoe seconded the motion. On vote, it passed unanimously.
3. Bert Hernandez made the motion to make the \$100 membership fee transferrable rather than a refundable item. David Morrison seconded the motion. On vote, it passed unanimously.
4. After discussion, Bert Hernandez made the motion to make the effective date of the fee changes May 20, 2023 to coincide with customers' new billing cycles so that they would reflect in the bills they received in June 2023. Larry Hobbs seconded the motion. On vote, the motion passed unanimously.
5. Bert Hernandez made a motion to grandfather existing customers who requested additional meters at the current buy-in fee of \$2,000 if they got on the meter request wait list by May 20, 2023. New customers and existing customers who made new meter requests after May 20, 2023 would be charged the new meter buy-in rate of \$5,000. This motion was seconded by Larry Hobbs. On vote, it passed unanimously.

**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**

Larry Hobbs presented the Operations Report .

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, April 11, 2023 at 3:30 p.m. at the Aqua Office, 7025 Sanger Avenue , Waco, TX.

**ITEM 16. ADJOURN**

A motion was made to adjourn by David Morrison 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  
Secretary, SVWSC

March 11, 2023

**APPENDIX "A" TO THE SVWSC BOARD MINUTES OF MARCH 7, 2023**

Note: May 2022 figures are used

USAGE GROUPS	# OF ACCOUNTS	USAGE/GALLONS	% OF USAGE	% OF SALES	AVERAGE USAGE PER METER	CURRENT RATE	CURRENT REVENUES	PROPOSED RATE	PROPOSED REVENUES	% INCR.
Over 50,000	16	1,122,600	13.05	10.85	70,163	\$10.85	\$8,172.21	\$12.60	\$9,488.76	1.16129
40,001-50,000	12	533,800	6.21	4.4	44,483	\$5.80	\$3,120.04	\$6.80	\$3,617.84	1.172414
30,001-40,000	41	1,434,000	16.67	11.45	34,976	\$5.40	\$8,481.60	\$6.30	\$9,813.20	1.166667
20,001-30,000	60	1,422,000	16.54	12.03	23,700	\$5.00	\$8,910.00	\$5.80	\$10,287.60	1.16
10,001-20,000	129	1,844,600	21.45	17.9	14,299	\$4.80	\$13,240.08	\$5.60	\$15,231.76	1.166667
8,000-10,000	57	506,700	5.89	5.92	8,889	\$4.60	\$4,382.82	\$5.40	\$5,016.18	1.173913
6,001-8,000	86	590,600	6.87	7.85	6,867	\$4.60	\$5,812.76	\$5.40	\$6,629.24	1.173913
4,001-6,000	126	629,500	7.32	10.03	4,996	\$4.60	\$7,431.70	\$5.40	\$8,439.30	1.173913
2,001-4,000	132	405,800	4.72	8.93	3,074	\$4.60	\$6,618.68	\$5.40	\$7,471.32	1.173913
1-2,000	97	110,200	1.28	5.4	1,136	\$4.60	\$3,998.92	\$5.40	\$4,475.08	1.173913
0	114	0	0	5.24	0	\$36.00	\$4,104.00	\$40.00	\$4,560.00	
<b>Totals</b>	<b>870</b>	<b>8,599,800</b>	<b>100</b>	<b>100</b>			<b>\$74,272.81</b>		<b>\$85,030.28</b>	

Average monthly revenue increase	\$10,757.47
Less Bluebonnet rate increase	(\$2,579.94)
<b>Net monthly income</b>	<b>\$8,177.53</b>

Bluebonnet rate increase	\$0.30
Bluebonnet expenses increase	\$2,579.94

	CURRENT FEE	PROPOSED FEE
Water Meter	\$2,000	\$5,000
Membership fee	\$100	\$100
Meter installation fee	Per tap basis	Per tap basis
History report fee	\$10	\$25
Customer Service Inspection	\$50	\$100
Meter test fee	\$50	Actual cost
Reconnect fee	\$50	\$100
Returned check fee	\$15	\$50
Late payment fee	\$15	\$25
Service trip fee	\$25	\$100

Resolution: The \$100 membership fee will be transferable instead of an item to be refunded

Resolution: The effective date of new fees, rates, and grandfathering of meters for existing customers will be May 20th, 2023 to be reflected on the June 2023 billings.

Resolution: Existing customers who want additional meters will be grandfathered at the current rate of \$2,000 per meter if the customer gets on the wait list for meters by May 20, 2023.