

SOUTHWEST MILAM WATER SUPPLY CORPORATION
BOARD OF DIRECTORS MEETING
July 17, 2023

1. *Pledge of Allegiance*
Invocation
2. *President Called Meeting to Order 6:00 p.m.*
Present: Kit Worley, Thomas Nelson, Ricky Stewart, Bob Wilson, Gary Oslick, James Pesl, Mike Offield and Robert VonGonten
Absent: Larry Gilbreath
3. *Public Comments. none*
4. *Approval of June 19th, 2023, minutes. Motion to amend the minutes to add to Agenda Item #12 that Bob Wilson and Ricky Stewart are on the Committee for expenses made by James Pesl, seconded by Gary Oslick – motion passed.*
5. *Profit & Loss Statement, Profit & Loss Year to Date Comparison, Profit & Loss Previous Year Comparison, and Profit & Loss Detail for June 2023. Reviewed and Discussed. Motion to accept made by Ricky Stewart, seconded by James Pesl – motion passed.*
6. *Review Balance Sheet and Cash Flow Statement for June 2023. Reviewed and Discussed. Motion to accept made by Bob Wilson, seconded by Mike Offield – motion passed.*
7. *Review and Approve Corporations Investments. Reviewed and Discussed.*
8. *Review Director's Report and Past Due List for June 2023. Reviewed and Discussed.*
9. *Transfers & New Memberships. Reviewed and Discussed.*
10. *Discuss for Action: CoBank Loan #1 (City of Thorndale). Reviewed and discussed the upcoming payoff of CoBank Loan #1; the City of Thorndale's contract references two loans that determine what the monthly minimum payment is. CoBank Loan #1 is scheduled to be paid off in October 2023 and in return this will reduce the monthly minimum. A letter will be sent to the City of Thorndale before the payoff to inform them of the reduction.*
11. *Discuss for Action: Leanos Development. The Developer is still waiting for approval on the property plat from Williamson Co and are requesting a 30-day extension. Motion made to give a 30-day extension made by Ricky Stewart, seconded by Robert VonGonten – motion passed.*
12. *Discuss for Action: Equipment-Bids & Disposal. Discussed sending the 2011 Bobcat E80 Excavator to auction and the need to purchase a new excavator; a 2023 Bobcat E88. The cost for the new excavator from Bobcat is \$127,766.00. Also discussed the need to purchase two new trucks. Motion made to sell the old excavator made by Ricky Stewart, seconded by Mike Offield – motion passed. Motion made to purchase the new excavator and go out to rebid trucks made by Thomas Nelson, seconded by Robert VonGonten – motion passed.*
13. *Discuss for Action: Approval for Capitalization Policy. The Board reviewed the policy. Motion to approve made by Gary Oslick, seconded by James Pesl. The Board further discussed, and the motion was rescinded and there was no vote until Bob Wilson can contact our Auditor in Temple to discuss the policy further.*
14. *Discuss for Action: Employee Review. The Board briefly discussed and agreed to go into an Executive Session for further discussion. Entered Executive Session at 7:44 p.m. to discuss Agenda Items #14 & 15. Reconvened at 8:49 p.m. No action taken at this time.*
15. *Discuss for Action: 4-Day Work Week Trial Run. This was discussed in the Executive Session as stated in Agenda Item #14. Motion made to stay with the 5-day work week as is made by Thomas Nelson, seconded by Bob Wilson – motion passed.*
16. *Discuss for Action: Drought Contingency Plan. The Board reviewed and discussed the steps in the Drought Contingency Plan. Motion made to put the Drought Contingency Plan into operation made by Robert VonGonten, seconded by Ricky Stewart – motion passed.*
17. *Discuss for Action: SLR Mitigation. Discussed that this has been reviewed by the staff and our engineer. It will be sent to the City of Rockdale for their agreement or modification. No action taken at this time.*

18. *Manager's Report:*

- *908 Plant Upgrades-Most of the piping is complete, contractor is cleaning up for electricians to come next week.*
- *Rockdale Well Upgrades-Befco has sent over an engineering contract and has been sent to the Board for review.*
- *Lehman PUC Complaint-Lehman's accepted the Board settlement offer and the case has been dismissed.*
- *Rockdale Shop Building-Jeff Zapata's bid was accepted, and the work will start in the coming week.*
- *Larry Laffere-Check has been picked up and the hold harmless signed.*
- *SLR wholesale water contract-Contract is currently with the Board to review.*

19. *President's Report:*

20. *Discussion of any item to be included on next agenda.*

Meeting adjourned at 9:14 p.m.

Ricky L. Stewart

SECRETARY/TREASURER

8-21-23

DATE