

SOUTHWEST MILAM WATER SUPPLY CORPORATION
BOARD OF DIRECTORS MEETING
September 19, 2022

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 Cargill, Lee Pelzel, Mike Offield and Robert VonGonten

Absent:

3. *Public Comments. None.*

4. *Approval of August 15th, 2022, minutes. The Board approved as viewed.*

5. *Profit & Loss Statement, Profit & Loss Year to Date Comparison, Profit & Loss Previous Year Comparison, and Profit & Loss Detail for August 2022. Reviewed and Discussed. Motion to accept made by Bob Wilson, seconded by Robert VonGonten – motion passed.*

6. *Review Balance Sheet and Cash Flow Statement for August 2022. Reviewed and Discussed.*

7. *Review and Approve Corporations Investments. Reviewed and Discussed.*

8. *Review Director's Report and Past Due List for August 2022. Reviewed and Discussed.*

9. *Transfers & New Memberships. Reviewed and Discussed.*

10. *Discuss for Action: Bids for 2022 POS-GCD Conservation Grant-CR 304, Milam County. Reviewed and Discussed the base bids and additive alternate bids received and Bradley Loehr with Befco Engineering's recommendation. Bids were received and the base bids were as follows: Texcon General Contractors \$201,034.00, Elliott Construction, LLC \$223,395.00, WJC Constructors, LLC \$247,659.00, Travis Hobbs Construction, LLC \$257,890.00, and Patin Construction, LLC \$580,050.00. Motion to accept Texcon made by Ricky Stewart, seconded by James Cargill – motion passed.*

11. *Discuss for Action: Non-Standard Service Agreement with Brett Behrend on CR 314 Milam and CR 416 Lee County. Discussed that this is the developer that we are trying to trade meters for land with. It appears that Mr. Behrend has cleared things up with Lee County but now has to go back to Milam County for the approval of the same changes. Discussed the location, size and first phase of the Subdivision. Everything is currently in order. Motion to accept made by Lee Pelzel, seconded by Robert VonGonten – motion passed.*

12. *Discuss for Action: Wholesale water contracts with SLR Properties. Reviewed and Discussed. SLR is still working on this. No action taken.*

13. *Discuss for Action: Corporation's Water Rates. Briefly reviewed the rate history and how the new rate is calculated. Motion to assemble a Water Rate Committee to consist of James Cargill, Bob Wilson and Ricky Stewart made by James Cargill, seconded by Lee Pelzel – motion passed.*

14. *Discuss for Action: Purchase of Shop Building and work truck. Discussed the purchase of a portable shop building. The building size is 16ft x 40ft and could be divided so that a breakroom would be located on one side and work areas on the other. Reviewed the cost of the building and the estimated cost for electrical, plumbing, insulation, sheetrock/paneling, tables, chairs and shelving. We will need to also replace the septic system soon. We currently have 15 employees that clock-in at the shop and use the breakroom. The Board agreed to table to allow James Cargill to check on a building in Taylor. Discussed that we are now being told that it will be a lot later than expected before the new trucks arrive. Requesting that the Board authorize the purchase of a new or used truck as soon as possible, cost not to exceed \$50,000.00. Motion made for a new truck not to be above \$50,000.00 made by Lee Pelzel, seconded by Mike Offield – motion passed.*

15. *Manager's Report:*

- *Water restrictions.*
- *TCEQ Violations-Rockdale Well Site and 908 Plant.*
- *Lina Plant-Hope to bring a test well cost estimate to the Board in October.*
- *River Ridge Subdivision-Just north of Minerva on Hwy 77, still working on this, the number of lots is now at 35. Transferring easements from Minerva to SWM has slowed everything down.*
- *908 Plant upgrades-Work has begun on the tank foundation; majority of the parts have been delivered.*
- *Tank Paintings / Repairs-Start with categorizing which tank to rehab first and then bring to the Board for approval to begin engineering / bidding process.*
- *Sandoval Plant-Engineering is being done on Ground Storage tank sizing and cost.*
- *Rockdale Well-Pump and pressure tank are undersized. (TCEQ violation)*
- *Sandoval Plant-Fill volume is deficient; need larger pumps at either Thorndale or 908 Plants or both. Also, larger pipes from both plants to Sandoval.*
- *Lina Plant-The distribution pumps have reached capacity and will need to be upgraded as soon as possible.*
- *Current projects-CR 414, Williamson Co-8" pipe upgrade, FM 486 going east from San Gabriel, CR 455/459, Milam Co-8" pipe, FM 3242, Milam Co-4" pipe.*
- *Capital Improvements 2022*

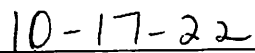
16. *President's Report:*

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

Meeting adjourned at 7:40 p.m.



SECRETARY/TREASURER



DATE