

SOUTHWEST MILAM WATER SUPPLY CORPORATION
BOARD OF DIRECTORS MEETING
December 18, 2023

1. *Pledge of Allegiance*

Invocation led by Thomas Nelson, Vice-President

2. *President Called Meeting to Order 6:00 p.m.*

Present: Kit Worley, Thomas Nelson, Ricky Stewart, Bob Wilson, Gary Oslick, James Pesl, Larry Gilbreath, Mike Offield and Robert VonGonten

Absent:

3. *Public Comments. none*

4. *Approval of November 20th, 2023, minutes. Motion to accept the minutes made by Bob Wilson, seconded by Ricky Stewart – motion passed.*

5. *Profit & Loss Statement, Profit & Loss Year to Date Comparison, Profit & Loss Previous Year Comparison, and Profit & Loss Detail for November 2023. Reviewed and Discussed. Motion to accept made by Ricky Stewart, seconded by Robert VonGonten – motion passed.*

6. *Review Balance Sheet and Cash Flow Statement for November 2023. Reviewed and Discussed.*

7. *Review and Approve Corporations Investments. Reviewed and Discussed. Motion made to take \$25,000.00 from Citizens National Bank and Rockdale Federal Credit Union to add to the \$50,000.00 CD that will mature on December 22nd to make a new 12-month CD for \$100,000.00 made by Robert VonGonten, seconded by James Pesl – motion passed.*

8. *Review Director's Report and Past Due List for November 2023. Reviewed and Discussed.*

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

10. *Discuss for Action: Employee Review. The Board entered into an Executive Session at 7:53 pm and reconvened at 9:25 pm. No action was taken.*

11. *Discuss for Action: Water Rates. Water rate scenarios were handed out for review. The Board reviewed and discussed all scenarios. Motion made to accept Option 2 as the new rate, effective in April made by Bob Wilson, seconded by Gary Oslick – motion passed. (Option 2: Monthly Minimum \$41.25 -unchanged, Tier1 0-6000 gals. \$3.30/1,000 gals. -unchanged, Tier 2 6001-10,000 gals. \$3.60/1,000 gals., Tier 3 10,001-20,000 gals. \$4.80/1,000 gals., Tier 4 20,001-30,000 gals. \$5.40/1,000 gals., Tier 5 30,001-40,000 gals. \$6.10/1,000 gals., and Tier 6 40,001+ gals. \$6.70/1,000 gals.)*

12. *Discuss for Action: Septic quote for shop building. Discussed the quote received from Jeff Springer of \$12,500 to \$15,000.00. A test hole was dug, and it was determined that an aerobic system would have to be installed. The quote would include a 2-year service contract. Briefly discussed additional details. Motion made to accept Jeff Springers quote made by Thomas Nelson, seconded by Mike Offield – motion passed.*

13. *Discuss for Action: Bulk Meters. The Board reviewed our current Bulk Water Agreement and Raw Water Agreement. Discussed the need to revise these agreements and scenarios to include a take or pay option or contract to pay upfront for water needed. The Board requested staff to work up some examples for next month. Defer until next month.*

Agenda Item #10

14. *Manager's Report:*

- *908 Plant Upgrades-Pressure tank is installed and is a functioning part of the system.*
- *908 pipeline-Installing more pipe, planning for more road bores that need to occur as pipe is installed, have had some weather delays.*
- *Rockdale Shop Building-Electric is complete. The HVAC mini splits are complete. Employees are working on fixing up the inside of the building.*

- *Milano Well filter-The Milano Well filter has a pin hole and repairs will be scheduled in the coming months.*
- *SLR-No word from SLR on wholesale water contract, will contact them for an update.*
- *Truck #130-Was in a wreck, more than likely to be totaled out. Everyone involved was ok, no injuries.*
- *2023 CIP's*

15. President's Report:

16. Discussion of any item to be included on next agenda.

Meeting adjourned at 9:37 p.m.

Rich L Stewart

SECRETARY/TREASURER

1-15-24

DATE