

SOUTHWEST MILAM WATER SUPPLY CORPORATION
BOARD OF DIRECTORS MEETING
November 22, 2021

1. *Pledge of Allegiance*

Invocation led by Secretary/Treasurer, Ricky Stewart

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 October 11th, 2021, minutes and October 18th, 2021, minutes. Motion to accept the minutes made by Bob Wilson, seconded by Ricky Stewart – motion passed.*

(Agenda Item #14)

5. *Profit & Loss Statement, Profit & Loss Year to Date Comparison, Profit & Loss Previous Year Comparison, and Profit & Loss Detail for October 2021. Reviewed and Discussed. Motion to accept made by Bob Wilson, seconded by James Cargill – motion passed.*

6. *Review Balance Sheet and Cash Flow Statement for October 2021. Reviewed and Discussed. Motion to accept made by Thomas Nelson, seconded by James Cargill – motion passed.*

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

8. *Review Director's Report and Past Due List for October 2021. Reviewed and Discussed.*

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

10. *Discuss for Action: Health Insurance coverage for 2022. Discussed that the Dental Plan stayed the same; coverage and rates. Reviewed and Discussed the Health Insurance options; current, renewal and additional options. Further discussed that Option #4 is the closest option to what we have now aside from the renewal; our current plan is a POS Plan and Option #4 is a PPO Plan. The only difference would be what doctors and pharmacies may could be used; they could possibly be different. Discussed how deductions affect payroll; December payroll pays for January premiums. Motion to accept Option #4 and the Scott & White traditional Dental Plan made by Ricky Stewart, seconded by Bob Wilson – motion passed.*

11. *Discuss for Action: Employee Retirement match and Christmas bonus. Discussed that we have budgeted for a retirement match of 7% of the employee's gross pay for all full-time employees that have been employed at least 3 years. Discussed that Christmas bonuses begin at \$200.00 and increase by \$50.00 per year up to a maximum of \$600.00. Motion to approve retirement match and Christmas bonuses made by James Cargill, seconded by Ricky Stewart – motion passed.*

12. *Discuss for Action: Property acquisition for future wells, pump stations, office and shop. Discussed the triangle of land located off FM 908 by 908 Plant with the owner Joey Merkard; he does not want to sell right now, and we have asked several owners about 10 +/- acre tracts regarding the purchase of land for relocation of the shop and office but have not heard back from anyone yet. Discussed the abandoning of a section of the County Road next to FM 908 Plant; Jeff Muegge wasn't certain if it was TX Dot's or the County's and doesn't think it's possible unless we purchase the lot from Theresa Goetz; she is not interested at selling at a reasonable amount. Discussed a possible Well location on CR 314, Milam Co. We are currently in the process of providing a cost estimate for 20 lots; the owners would want to swap and give Southwest Milam Water 5 acres for line upgrades and meter cost. The further South we go would save on power with Bluebonnet Electric. No action taken.*

13. *Discuss for Action: Company Christmas Party-Approve date and time, discuss meal and details. Discussed that the Christmas party is scheduled for Thursday, December 16th at 7 p.m. at Apache Pass. Discussed that the office can work out the menu with Charity at Apache Pass. Briefly discussed gift cards and entertainment; no entertainment this year. Motion to accept December 16th and to have the party in the Steakhouse made by James Cargill, seconded by Robert VonGonten – motion passed.*

14. *Discuss for Action: Discuss and take possible action on filling the vacant Directors position on the Board. Mr. Gary Oslick present as a recommended and interested candidate. Motion made that we fill the vacancy of Jim Renda with Gary Oslick made by Ricky Stewart, seconded by Robert VonGonten – motion passed.*

15. *Manager's Report:*

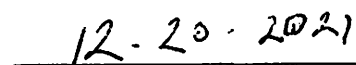
- *Water Rate Increase-Does the Board want to address in the near future? The last rate increase was Feb 2020. Typically, the rate has been adjusted every 3 or 4 years.*
- *Anthis Well-The 3 service pumps are getting undersized, one has been pulled for rebuild.*
- *Birkhead & Anthis Wells-Plan to get bids on seal coating the inside of the concrete clear wells, cracks have developed and are seeping water.*
- *Milano Well-Planning to pull well and replace motor and pump this winter due to age.*
- *Future Well site, Milam CR 314-Just north of Lee Co line, possible development, lots for sale. Owners are only interested in trading property for pipe/meter upgrade expenses.*
- *FM 908-12" project-Line is installed up to FM 908N, waiting on boring and ROW permit to cross FM 908N, TX Dot is being difficult with the placement location of the waterline. 12" pipe was \$36.11 / ft, now \$37.42 / ft. Move forward with getting pipe recommended by Ricky Stewart.*
- *Generator Grant information sent to Judge Young-Milano Well generator cost = \$336,436.00 / Rockdale Well generator cost = \$370,485.00.*
- *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.*
- *Pipeline projects to start-CR 318, Burleson Co, CR 415E, Lee Co, CR455/CR459, Milam Co (8" pipe), FM 3242, Milam Co (6" pipe).*
- *Capital Improvements 2021.*

16. *President's Report:*

17. *Discussion of any item to be included on next agenda:
Meeting adjourned at 7:21 p.m.*



SECRETARY/TREASURER



DATE