

**CROSS TIMBERS WATER SUPPLY CORPORATION  
MINUTES of the BOARD OF DIRECTORS MEETING  
2032 E HICKORY HILL RD, ARGYLE, TX 76226  
MONDAY, JULY 19, 2021**

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**1. Call to Order**

Mr. McDonald called the July meeting of the Board of Directors of Cross Timbers Water Supply Corporation to order at 7:01 p.m. on Monday, July 19, 2021, at the Cross Timbers Water Supply Corporation's offices, 2032 E Hickory Hill Rd, Argyle, TX 76226.

**Directors in Attendance:**

Patrick McDonald, President  
Larry Kaufman, Vice President  
Michael Paulson, Secretary-Treasurer  
Garry Granger  
Andre Nicholas  
Rick Beutter

**Staff in Attendance:**

Lloyd Hanson, Controller

**Consultants in Attendance:**

None

**Others in Attendance**

None

**Board Members Not in Attendance**

Sherry Price

**2. Public Forum for Non-Agenda Items – No one spoke.**

**Consent Agenda**

**3. Discussion and Action to Approve the Minutes of the June 14, 2021, Board Meeting**

**4. Discussion and Action to Approve the June 2021 Financial Reports**

Motion by Andre Nicholas and second by Garry Granger to approve the Consent Agenda. Motion approved with Michael Paulson abstaining.

**5. Discussion and Action on the 2022 Budget**

Mr. Hanson updated the Board on the proposed Upper Trinity Regional Water District fee and water use charges for 2022. The demand fee will increase by 2.2% and the water use fee will increase by 7.8% based on preliminary information provided to the Corporation. Staff will incorporate these changes into the upcoming budget for 2022. No action taken

**6. Discussion and Action on the General Manager's Report**

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Mr. Hanson updated the Board on a possible need to change the system drive at the Stargate operations pending a review of the power being sent to the location. The current drive has been in operation since 2009 and is starting to show some instability. Preliminary figures for a replacement are in the \$90,000 range.

The Chinn Chapel well, one of the oldest wells in the system, has been pulled and examined as it does not produce or operate with any consistency. A camera inspection indicates that there is debris in the well reducing its operating depth from 1,390 feet to approximately 1,250 feet. Since the well screen is set below 1,350 feet, the well debris will be removed so we can determine if additional work is needed to repair it. Costs are pending at this point. The well produces approximately 125 gallons per minute and is generally only used during the five months of high demand.

Thirty-one new Memberships have been added to the system in the first six months. Other operating and administrative items were discussed with no action taken on any of the above items.

**7. Discussion and Action on Future Agenda Items, Meeting Date, Activities, and Announcements**

The next meeting of the Board will be August 16, 2021. Agenda items may include construction, financials, tax return filing, updates on the wells, and such other items as may be required.

**8. Adjournment**

Motion to adjourn by Larry Kaufman and second by Andre Nicholas and approved unanimously. The meeting adjourned at 7:43 p.m.

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TRANSCRIBED BY LLOYD HANSON, CONTROLLER

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CERTIFIED BY MICHAEL PAULSON, SECRETARY-TREASURER