

**CROSS TIMBERS WATER SUPPLY CORPORATION
MINUTES of the BOARD OF DIRECTORS MEETING
2032 E HICKORY HILL RD, ARGYLE, TX 76226
MONDAY, AUGUST 16, 2021**

1. Call to Order

Mr. McDonald called the July meeting of the Board of Directors of Cross Timbers Water Supply Corporation to order at 7:00 p.m. on Monday, August 16, 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
Sherry Price

Staff in Attendance:

Chad Wolf, General Manager
Lloyd Hanson, Controller

Consultants in Attendance:

None

Others in Attendance

None

Board Members Not in Attendance

Rick Beutter

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

Consent Agenda

3. Discussion and Action to Approve the Minutes of the July 19, 2021, Board Meeting

4. Discussion and Action to Approve the July 2021 Financial Reports

Motion by Michael Paulson and second by Larry Kaufman to approve the Consent Agenda. Motion approved with Sherry Price 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 to Approve the 2020 Tax Filing

CROSS TIMBERS WATER SUPPLY CORPORATION
MINUTES of the BOARD OF DIRECTORS MEETING
2032 E HICKORY HILL RD, ARGYLE, TX 76226
MONDAY, AUGUST 16, 2021

The Corporation's Form 990 was reviewed by the Board and Mr. Hanson. Motion by Michael Paulson and second by Garry Granger to approve the filing of the Corporation's 2020 Tax report. Motion approved unanimously.

7. Discussion and Action on the General Manager's Report

Mr. Wolf updated the Board on status of the wells at Chinn Chapel, Stonewood and Stargate. The Chinn Chapel well is being rehabbed in order to determine its future use. More details will be available at the next Board meeting. The Stonewood well drive, which is under warranty, will need to be replaced. A portable drive is performing in the interim. The Stargate well has a pump defect and is being repaired. The motor and other well components are okay. It will be a couple of weeks before the well is back in service.

Post hydrant installations have begun in Double Oak. The loop line between Saddlebrook Estates and Hat Creek Estates has been completed and is being tested prior to going into production. This should be operational in late August and be ready for the Board to accept in September.

One hundred seven new lots are being developed in Bartonville and Copper Canyon. We expect to see homes on them in early 2022.

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

The next meeting of the Board will be September 20, 2021. Agenda items may include construction, financials, 2022 Budget, updates on the wells, and such other items as may be required.

9. Adjournment

Motion to adjourn by Larry Kaufman and second by Garry Granger and approved unanimously. The meeting adjourned at 7:32 p.m.

TRANSCRIBED BY LLOYD HANSON, CONTROLLER

CERTIFIED BY MICHAEL PAULSON, SECRETARY-TREASURER