

**CROSS TIMBERS WATER SUPPLY CORPORATION
MINUTES of the BOARD OF DIRECTORS MEETING
2032 E HICKORY HILL RD, ARGYLE, TX 76226
MONDAY, MARCH 14, 2022**

1. Call to Order

Mr. McDonald called the December meeting of the Board of Directors of Cross Timbers Water Supply Corporation to order at 7:00 p.m. on Monday, March 14, 2022, at the Cross Timbers Water Supply Corporation's offices, 2032 E Hickory Hill Rd, Argyle, TX 76226.

Directors in Attendance:

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

Staff in Attendance:

Chad Wolf, General Manager
Lloyd Hanson, Controller

Consultants in Attendance:

Dan Tonn, Auditor

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 February 14, 2022, Board Meeting

4. Discussion and Action to Approve the February 2022 Financial Reports

Motion by Michael Paulson and second by Andre Nicholas to approve the Consent Agenda. Motion approved.

5. Discussion and Action on the 2021 Financial Audit

Dan Tonn of the firm Hankins, Eastup, Deaton, Tonn & Seay presented the results of the 2021 annual audit and answered questions from the Board. Motion by Larry Kaufman and second by Sherry Price to approve the 2021 Financial Audit. Motion approved unanimously.

6. Discussion and Action on the Sewer CCN

No new information was available, and no action was taken.

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

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Mr. Wolf updated the Board on construction of the two-inch water line on Hilltop Road in conjunction with the Denton County widening work being done. The Stonebridge water line extension has been completed and is now in service. A new contractor form was reviewed and will be used for new vendors doing work for the Corporation. The sixteen-inch water line along FM407 has been experiencing a number of leaks and Staff have been exploring how these leaks could occur on a water pipe with a 100-year life. Staff will continue to explore how to determine if the entire line is deteriorating and causes. The elevated water tank at Simmons Road and FM407 is being reconditioned. Staff had asked Double Oak about continuing to have their logo on the tank, but Double Oak has declined to incur the cost of doing so. The Board requested that two large Cross Timbers WSC logos be added to the east and west sides of the elevated tank in conjunction with the recoating.

8. Discussion and Action on Items for the 2022 Annual Meeting

The Board reviewed the only two candidates for the two open positions and determined that no election was necessary under the Texas Water Code Section 67.055. Motion by Sherry Price and second by Larry Kaufman to approve a Resolution Declaring Unopposed Candidates of Cross Timbers Water Supply Corporation Elected. Motion approved unanimously. The Board set the Annual Meeting for April 25, 2022 to be held at the Corporation's offices at 7:30 p.m.

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

The next meeting of the Board will be April 25, 2022 at the conclusion of the Annual Meeting. Agenda items will include election of new officers, approval of the insurance program for the Corporation, and such other items as may be required.

10. Adjournment

Motion to adjourn by Andre Nicholas and second by Larry Kaufman and approved unanimously. The meeting adjourned at 8:09 p.m.

TRANSCRIBED BY LLOYD HANSON, CONTROLLER

CERTIFIED BY MICHAEL PAULSON, SECRETARY-TREASURER