

**CROSS TIMBERS WATER SUPPLY CORPORATION  
MINUTES of the BOARD OF DIRECTORS MEETING  
2032 E HICKORY HILL RD, ARGYLE, TX 76226  
MONDAY, MAY 16, 2022**

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**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, May 16, 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  
Garry Granger  
Rick Beutter

**Staff in Attendance:**

Chad Wolf, General Manager  
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 March 14 and April 25, 2022, Board Meetings**
- 4. Discussion and Action to Approve the March and April 2022 Financial Reports**

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

**5. Discussion and Action on the 2021 Form 990 Tax Return**

Motion by Michael Paulson and second by Larry Kaufman to approve the 2021 Form 990 Tax Return and direct the Auditor to file the return. Motion approved unanimously.

**6. Discussion and Action on the Equity Buy-In Fee**

Motion by Larry Kaufman and second by Andre Nicholas to keep the Equity Buy-In fee at the same rate as exists - \$7,262.00. Motion approved unanimously.

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**7. Discussion and Action on the Sewer CCN**

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

**8. Discussion and Action on the Stonewood Recoating Project**

Changes to the previously approve project to recoat the interior of the Stonewood storage tank required the Board to approve additional funds for the repair of the tank. Motion by Andre Nicholas and second by Rick Beutter to approve a total cost of \$165,000 for this project. Motion approved unanimously.

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

Mr. Wolf updated the Board on recoating of the elevated water tank and pedestal on FM407 and the installation of the logo from Double Oak. The sixteen-inch water line along FM407 was exposed at a new location to check on any corrosion on the pipe and to ensure it had been wrapped as called for in the specifications. The examination concluded that normal wear and tear on the pipe is occurring, and it has been constructed as called for in the specs. Upper Trinity RWD is replacing a similar ductile iron pipe along Copper Canyon Road, and Staff will be observing the condition of the pipe as it is being removed. CoServ has removed all the electricity from our property called the Chinn Chapel well site, and the property will be ready for sale in June. The Stonebridge water line was accepted by the TCEQ and is now in service.

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

The next meeting of the Board will be June 13, 2022. Agenda items will include financials, construction updates, a review of communication policies of the Corporation, and such other items as may be required.

**11. Adjournment**

Motion to adjourn by Larry Kaufman and second by Michael Paulson and approved unanimously. The meeting adjourned at 7:33 p.m.

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TRANSCRIBED BY LLOYD HANSON, CONTROLLER

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CERTIFIED BY MICHAEL PAULSON, SECRETARY-TREASURER