

**CROSS TIMBERS WATER SUPPLY CORPORATION
MINUTES of the BOARD OF DIRECTORS MEETING
2032 E HICKORY HILL RD, ARGYLE, TX 76226
MONDAY, SEPTEMBER 18, 2023**

1. Call to Order

Mr. McDonald called the August meeting of the Board of Directors of Cross Timbers Water Supply Corporation to order at 7:09 p.m. on Monday, September 18, 2023, 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
Garry Granger, Vice President
Andre Nicholas
Richard Beutter

Staff in Attendance:

Pradip Patel, Controller
Karen Lambert, Billing Coordinator

Consultants in Attendance:

None

Others in Attendance

Kerry Maroney

Board Members Not in Attendance

Sherry Price
Michael Kuehler

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

Consent Agenda

3. Discussion and Action to Approve the Minutes of August 2023 Board Meeting

Motion by Michael Paulson and second by Richard Beutter to approve the Minutes of August 2023 Board Meeting. Motion approved unanimously.

4. Discussion and Action to Approve the August 2023 Financial Report

Motion by Michael Paulson and second by Garry Granger to approve the August 2023 Financial Report. Motion approved unanimously.

5. Discussion and Action on Renewal of the Line of Credit with Independent Financial

Motion by Michael Paulson and second by Garry Granger to approve renewing the Line of Credit with Independent Financial. Motion approved unanimously.

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6. Discussion and Action on Equity Buy In Price

Mr. Patel discussed with the board whether the Equity Buy In price should be increased. It was agreed to leave it at the current cost.

7. Discussion and Action on the 2024 Budget

Mr. Patel discussed with the board the need to buy another truck. It was suggested that a used truck be purchased. Motion by Michael Paulson and second by Garry Granger to approve the 2024 proposed budget.

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

No discussion.

9. Discussion and Action on Future system improvements/Development with Consulting Engineer

Mr. Maroney discussed where the system currently is and the need to increase capacity in the future. He let the board know that assuming all our wells are running at capacity and using all our available water from Upper Trinity, CTWSC would have a maximum number of 3,239 connections. Mr. Maroney discussed that if there were 100 connections each year for the next 3 years, by January 2027 CTWSC would be at 95% to 100% capacity. By that same date CTWSC would need to have operational and ready to use an additional million gallons per day. He also stated that the highest demand (70% of total) during peak usage days is on the eastern part of the system. It was discussed that CTWSC should look at purchasing temporary construction easements at Orchid Hill for purposes of drilling a deeper well.

10. Discussion and Action on Communications

Mr. Granger stated that there were no current press releases and discussed his upcoming ones for Cross Timbers Gazette & Community Impact publications.

11. Discussion and Action on Future Agenda Items, Meeting Date, Activities and Announcement

The next meeting date will be October 16, 2023, and the agenda will include such items as Stage 2 Water Conservation, Backflow Testing and Orchid Hill Well and such other items as may be required.

12. Adjournment

Motion to adjourn by Garry Granger and second by Michael Paulson and approved unanimously. The meeting was adjourned at 8:07 p.m.

TRANSCRIBED BY Karen Lambert, Billing Coordinator

CERTIFIED BY Michael Paulson, Secretary-Treasurer