

LEROY-TOURS-GERALD WATER SUPPLY CORPORATION

ANNUAL MEMBERS' MEETING

JANUARY 28th, 2021

President Jonathon Davis called the meeting to order at 6:44 P.M.

Directors present: Jonathon Davis, Dennis Debbendener, John Simcik, Cheri Beuerlein, Gerald Barak, Kurtis Gerath, Danny Randolph, Don Ramsey and David White. Barry Hand, Diane Delgado, Roy Davis and Kathleen Dow were also in attendance.

PRESIDENT'S REMARKS- Jonathon Davis welcomed the members and thanked them for attending. Announces 20 members are present, 190 ballots received prior to the meeting. Then declared a quorum present.

HEARING OF MEMBERS' AND VISITORS' CONCERNS- There were none.

CONSIDERATION OF MINUTES OF THE LAST ANNUAL MEETING- Cheri Beuerlein made a motion to approve the minutes as written. David White seconded the motion. All in favor, the motion carried.

Report from Board President- Application and loan are going back and forth between RD and Engineers. At this point there is not enough information. USDA RD has only had the application for a month. Financial reports going on line would need a motion from the board to discuss this recommendation at a later meeting.

FINANCIAL MATTERS- Jonathon Davis reviewed the account balances, the Profit and Loss Sheet with the members. Went over the Money Market accounts. Went over the FY Budget 2021. Asked if there were any other questions or comments. There were none.

OFFICE MANAGER - In 2020 there were 6 new members, 8 transfers of memberships completed, 0 memberships were surrendered/liquidated. Water samples are sent quarterly to the Texas State Lab for testing. In March, June and August 2020 these months the samples were over the compliance level for the allowable MCL for arsenic. The U.S. Environmental Protection Agency (EPA) has established the MCL for arsenic to be 0.010 milligrams per liter(mg/L). The March results were 0.015 & 0.012 in June results were 0.014 and 0.011 in August results were 0.012 & 0.011. The public notification of the Arsenic levels is regularly posted on the back of the monthly bills and public notices are posted at the Leroy Post Office and on LTG website. The LTG Board started the application process with the USDA Rural Development (RD) for low interest loans or possible grants to help fund the Water project to receive water from the City of Waco. All Reports were completed and submitted on time to: Texas Water Development Board (TWDB) Water Audits, TCEQ- Revenue & Regulator, Tier Two Chemical report, etc. IRS, TWC Texas workforce commission, CCN and Lead and Copper reports, CCR Consumer Confidence Report.

FIELD MANAGER –72 miles twice a week looking for leaks especially problematic locations. Will also go check locations after repairs. Things completed through the year: Office front door with push bar, an awning over the front door, lock box for payments, upgraded lights @ plants & office. Electrical outlets @ plant 4 & 5 replaced. Ventilation was added to the warehouse due to heat melting stock. A new computer was purchased. Display board showing work in progress, work orders and current projects. All locations received new address signs. Office driveway more gravel, graded and leveled for members safety. TCEQ items: Daily chlorine testing's, monthly flushing logs. Implemented these logs and hired a contract work laborer to do monthly flushing started January 2021. JC will call if a meter has a leak or reads to high. So, this meter can be checked. Read CCN / TCEQ on 85% Rules. Read from the EPA order. CCN is in progress need updates on Flow, shut offs and flush valves.

OPERATIONS REPORTS- Barry Hand reported the system has had less water loss this year. Bonus to customers finding leaks has made a difference. Roy is finding leaks quickly by driving the lines daily. Loss happens from waiting before we can dig to do the repairs. Climate also causes water loss with the weather and earth movements. Leaks are getting fixed as fast as possible. A bad leak on New Years on Richter Rd. from a rain storm this had a lot of loss. Barry Hand explained the mechanical issues through the year. The cooling towers fans not working but the water is going through them. The RD loan will change the direction of the water loss.

DUFF ENGINEERS- Roy Davis read report -Work done this year completed 2020 preliminary Engineering report and application for funding to the Rural Development agency. Sent all reports to EPA, TCEQ. The Certificate of Convenience and Necessity map is complete and reflects the addition of extensions of pipeline and added meters. The CCN is being completed. Per state requirements and to satisfy Rural Development that the CCN is up to date. The Creekside TV Resort and Bode Road Subdivision have been submitted to the City of Waco for review (portions of the LTG WSC are within Waco's ETJ) prior to the onset of construction. We should make a final inspection of these subdivisions the work and prepare record drawings to submit to TCEQ upon completion.

ELECTIONS- WHEREAS, The Leroy-Tours-Gerald Water Supply Corporation posted notice of the opportunity for candidates to submit applications to run for Four (4) positions on its Board of Directors pursuant to Texas Water Code Section 67.0052(b); and WHEREAS, (8) people submitted applications for these open positions, thus creating an election for each position pursuant to Texas Water Code Section 67.0055;

NOW, THEREFORE, BE IT RESOLVED THAT THE BOARD OF DIRECTORS OF THE LEROY-TOURS-GERALD WATER SUPPLY CORPORATION DECLARES ELECTED TO THESE POSITIONS: **TONY LENOIR (171), CAROL BAKER (127), DON RAMSEY (127), CHERYL HELMS (125), Cheryl Helms will be taking the 2-term seat.**

The Board of Directors so orders that this resolution be posted at the Corporation's main office and read into the record at the Corporation's annual meeting, pursuant to Texas Water Code Section 67.0055.

PASSED AND APPROVED this 28th day of January, 2021.

Danny Randolph made a motion to adjourn the meeting. Cheri Beuerlein seconded the motion. The motion carried. The meeting was adjourned at 7:42 P.M.

Jonathon Davis, President _____

John Simcik, Secretary/Treasurer _____