

LEROY-TOURS-GERALD WATER SUPPLY CORPORATION

ANNUAL MEMBERS' MEETING

JANUARY 27th, 2022

President Don Ramsey called the meeting to order at 6:44 P.M.

Directors present: Don Ramsey, Carol Baker, Cheryl Helms, Kurtis Gerath, Danny Randolph, Don Ramsey, John Simcik and Damon Willis. Staff present: Barry Hand, Diane Delgado, Roy Davis and Barry Hand.

President's Remarks- Don Ramsey welcomed the members and thanked them for attending. Announces 35 members are present, 178 ballots received prior to the meeting. Then declared a quorum present.

Hearing Of Members' and Visitors' Concerns- Cheri Beuerlein- You voted last meeting to pay out of the LTG Water budget for a response to a political ad. That's misappropriation of funds, because of the fact that it was for personal gain. Those running in the election did not abstain from voting to approve the money to pay for the political ad rebuttal and the mail out.

Consideration Of Minutes Of The Last Annual Meeting- Don Ramsey read the minutes of the 2020 Annual Meeting. John Simcik made a motion to approve the minutes as written. Kurtis Gerath seconded the motion. All in favor, the motion carried.

Report From Board President- Don Ramsey went over the agencies we worked with to try to resolve any issues during the year. TCEQ- Kelinske Rd work, USDA-RD loan, PUC CCN issue.

Financial Matters- Cheryl Helms went over the loss of December 2021 end of year. Rates would need to go up at some point due to everything that is happening right now. Costs have gone up on everything. But the Board has not implemented them yet. They worked on the FY Budget 2022 to show a gain of \$23,000.

Don Ramsey at this time introduced an attorney from Tekell & Tekell. He indicated that she had his permission to interrupt this meeting anytime she deems it is necessary.

Office Manager -. In 2021 there were 17 new members, 13 transfers of memberships, 0 memberships were surrendered/liquidated. Water samples are sent quarterly to a Texas State Lab for testing. We had 4 Arsenic Violations in 2021 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 public notification of the Arsenic levels is regularly posted on the back of the monthly bills and public notices are posted on the LTG website. All Reports were completed and submitted on time to: Texas Water Development Board (TWDB) Water Audits and Water Usage, TCEQ- Revenue & Regulator, Tier Two Chemical report, etc., IRS/CPA, TWC Texas workforce commission, CCR Consumer Confidence Report, Lead and Copper reports. We also had an open violation from TCEQ and the EPA. Those

violations included the need for an Operations Manual, Public Water System Revised Total Coliform Rule Sample Siting Plan and the Public Water System Monitoring Plan. These were tasks I worked on and have completed this year. These were all submitted after the approval of the LTG Operator, these were all satisfied by both TCEQ and the EPA. Resolving these violations.

Field Manager – A new 20’ gate was installed to allow access to the water main on the property next to the Whiskey Hollow Plant. Roy Davis cleaned up around the office removing a tree and had grading done to help with drainage. Started the process of getting the LTG winter weatherization planning going after the February Freeze. We have small generators for both Whiskey Hollow and Leroy plants. These are dual fuel and it was recommended we get the installation of propane tanks at each plant, this was completed. All government reports were submitted on time and accepted. Total number of work orders issued was 627. Our CCN area showing where we are allowed to service interlocks with the City of Waco. We are still in the process of getting this resolved with the PUC.

Operations Reports- There were a lot of leaks in 2021. Roy Davis drives around checking on these leaks, he is also marking (flagging) any lines needed. Checks that gas and phone flags have been placed. This helps crews spend more time working on repairs then driving the system checking leaks and marking lines. We will have lots of new customers coming in for the Bode Road subdivision. Systems with more customers will keep your water rates lower. It is a good thing. Every water system around here is going to have to have future water. Whether for arsenic and future growth like here or for whatever the need, they are all in line to get water. Where are you going to get your water. Kurtis Gerath interrupted the operator’s report asking if his opinion was necessary in his report. Barry Hand said this is not just his opinion it is fact. All he was trying to say was everyone is moving out of the cities and moving into the country. We will put in taps as they come, which is several of them, fixing leaks.

KSA Engineers- The engineer is working on the loan.

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, (9) 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: **Dennis Debbendener (111), Lynn Middleton (109), Robert Polansky (87), Stephen Symank (82), Stephen Symank 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.

The newly elected Directors introduced themselves.

Lynn Middleton said a few words to the members present. I think tonight we are here for one reason. That is to get water for the community a supply that will last from now to the next 100 years or however long. We all need to work together; we all need to quit our bickering and we all need to make it as easy as we can on each other.

PASSED AND APPROVED this 27th day of January, 2022

Don Ramsey made a motion to adjourn the meeting. John Simcik seconded the motion. The motion carried. The meeting was adjourned at 7:37 P.M.

Don Ramsey, President _____

Cheryl Helms, Secretary/Treasurer _____