Lake Palo Pinto Area Water Supply Corporation

Office 4500 N Lakeview Drive, Palo Pinto TX 76484
Board of Directors Regular Meeting January 12, at 2:00 PM
Meeting held at LPPAWSC office

1. The meeting was called to order by Karen Koonsman at 2:02 PM
2. The prayer was given by Harry Romine.
3. Roll Call of directors: Karen Koonsman, Bruce Rogers, Wayne Campaign, Laura Jones, Harry Romine, Rick Best and Jerry Streeter were present, 7 present and 0 absent a quorum was established.
4. Guests: None
5. Public Comments (Limited to 3 minutes and one speaker per issue): None
6. Approval of December 8th, 2025, Regular Meeting Minutes. Harry Romine made a motion to approve the minutes as published, motion was seconded by Bruce Rogers. Motion passed by show of hands, 7 – 0.
7. Approval of the Financial Statement for FY 2025 Year End and authorization of expenditure payments for January, 2026. Following brief discussions covering why some line items in the Year End comparisons between 2024 and 2025 recorded significant differences and truck repairs a motion to approve was made by Wayne Campaign and seconded by Rick Best. The motion passed by show of hands, 7 – 0.

Checking/Savings
Rounded to the nearest Dollar

	Sep	Oct	Nov	Dec
1090 – Cash Drawer	$ 168	$ 168	$ 168	$ 168
1020 – 10 YR Reserve Account	$ 24,411	$ 24,592	$ 24,779	$ 24,960
1021 – CD #1 10 YR Reserve	$ 61,068	$ 61,068	$ 61,068	$ 61,068
1000 – Reserve Account for TWBD Loan #2	$ 99,654	$ 99,654	$ 99,654	$ 99,654
1030 – Contingency and Equipment (Santo)	$ 177,852	$ 177,876	$ 177,897	$ 177,920
1040 – Clearfork – Capital Improvement	$ 182,080	$ 182,104	$ 182,126	$ 182,149
1050 - LPPAWSC Operating Acct	$ 200,199	$ 203,753	$ 238,977	$ 263,320
Total Current Assets	$ 745,432	$ 749,214	$ 784,669	$ 809,240

8. Approval of Manager's Report, after a brief discussion and a few clarifications by Chase: a motion to approve noting there were 2 disconnects,1 reconnect, and 1 transfer was made by Laura Jones and seconded by Bruce Rogers. The motion passed by show of hands, 7 – 0.

System Total Report

	Oct	Nov	Dec
Water Pumped this month (gals)	3,478,300	3,456,000	3,077,100
Water Sold this month (gals)	2,720,350	2,354,560	1,633,430
Water Used for Plant, Fire, Bulk Sales and Flushing Line (gals)	296,420	78,430	820,260
Leaks	30,000	500,000	150,000
Water Loss	431,530	523,010	473,410
Leaks (%)	1%	14%	5%
Loss (%)	12.41%	15%	15%
Number of disconnects	0	0	1
New meter install	1	1	
Total number of accounts	754	755	755
Average usage for active meters	3,608	3,119	2,163
Average charge for active meters	$ 102.05	$ 97.19	$ 95.90
High water usage revenue	$ 6,642.40	$ 4,161.59	$ 2,339.76
Total current charges	$87,346.97	$88,623.33	$ 74,101.13

9. Discuss and consider the following:

   A) Dunn Dr. 6-inch line install – Construction started in December, 2025; approximately 70% of the 6-inch line has been laid, construction is estimated to be completed by end of February.
   B) Impact Fee for Capital Projects – Working with TRWA's Attorney and our engineering company for clarifications on whether the WSC can charge fees and how to calculate a fair fee, to new meter applicants to fund future system upgrades.
   C) Chlorine Dioxide Bids –Two companies - JCS Industries and Thornton, Musso & Bellemin, Inc. (TMB) - submitted bids to furnish and install a Chlorine Dioxide Gas water pre-treatment system. JCS's equipment is a proprietary design using equipment only available from JCS, TMB's equipment is a non-proprietary design using readily available equipment and TMB's bid is lower than JCS. A motion to accept TMB's bid was made by Karen Koonsman and 2nd by Wayne Campaign. The motion passed by show of hands 7 – 0.
   D) Personnel Policy Amendments – Tabled until the Personnel Committee can meet.
   E) Financial Audit – Karen Koonsman will schedule a meeting with Kim Knox-Lewis to discuss the audit. A motion was made by Jerry Streeter to accept BMY's proposal to perform the FY2025 Audit and prepare and file the WSC's FY2025 tax turn. The motion was 2nd by Rick Best and passed 7 – 0.

10: Items noted below are to be included on next month's meeting along with any new subjects that arise during the month of December and are published in the meeting agenda.

   A) Election Credentials Committee Report
   B) Dunn Dr Pumpstation/Line Upgrade progress report
   C) Impact Fee for Capital Projects
   D) Personnel Policy
   E) FY 2025 Audit

11. Open Discussion – None

12. Adjournment of Meeting: A motion was made by Laura Jones and seconded by Wayne Campaign to adjourn the meeting at 3:17 PM. The Motion passed by show of hands, 7 – 0.

Jerry Streeter
Jerry Streeter
LPPAWSC
Secretary