

Lake Palo Pinto Area Water Supply Corporation

LPPAWSC Office 4500 N Lakeview Drive, Palo Pinto TX 78484
Board of Directors Regular Meeting, Monday, June 13, 2022 at 2:00 PM

- 1) The meeting was called to order by Karen Koonsman at 2:02 PM
- 2) The prayer was given by Laura Jones.
- 3) Roll call of directors: Rick Best, Harry Romine, Karen Koonsman, Laura Jones, Bruce Rogers and Paul Coventry were present and Wayne Campaign was absent. We had a quorum.
- 4) Guests: Brett Cheatham with AIA Insurance Agency.
- 5) Approval of the May 9, 2022 regular meeting minutes. A motion was made by Rick Best and seconded by Laura Jones to accept the May 9, 2022 regular meeting minutes as written. The motion carried unanimously.
- 6) Approval of Financial Statements and authorize payment of expenditures. The data was entered from the furnished Balance Sheet and P & L dated May 31, 2022. A detailed examination was made by the board and questions were answered.

Checking/Savings	
• FNB of Gordon Capital Improvement	157,243
• CD #1 10yr Reserve Account	61,042
• 10yr Reserve Account (Other)	18,079
• Cash Drawer	168
• Reserve Account for TWBD Loan #2	99,654
• Special Reserve Account – 10yr	13,206
• Contingency and Equipment (Santo)	129,745
• LPPA Checking Account	129,589
• Total Checking and Savings	608,727
• Total Assets	608,727
• Liability and Equity	0.00

A motion to accept the Financial Statements and pay expenditures was made by Laura Jones and seconded by Rick Best. The motion passed unanimously.

- 7) The Managers Report was given by Chase Lerma. The data is from the System Totals Report dated May 31, 2022.

A) Systems Report

• Water pumped this month	3,503,600 gal.
• Water sold this month	2,863,160 gal.
• Water used for fire and flushing	132,930 gal.
• Water loss	507,510 gal.

• Water loss (%)	14.49%
• Total number of accounts	706
• Average usage for active members	4,044 gal.
• Average charge for active members	\$94.55
• High water usage revenue	\$6,081
• Total current charges	\$63,714
• Total receivables	\$52,654

B) Work orders were as follows: Register changeouts-0, Meter changeouts-5, new meters-0, Transfers/Final read-7, Low pressure/no water -2, Leaks-3, Water quality complaint (air, chlorine, debris, etc.)-0, Line locates-6, Re-services-1, Meter box changeouts-0, Customer service inspections-0, PRV installation-0, Service trip/Customer service-0, Disconnects-1, Reconnects-1, Install check valve-0, High usage-0, Bulk water-0, Meter Verification-0, for a total of 24 orders.

C) Developers: Nothing new to report.

D) Training: Chase has renewed his Class B Texas Water Operators License for another 3 years. James has completed a Customer Service Course.

E) New Members: None

F) Transfer of Membership:

1. M. Elliott – M. Pritchard
2. B. Finley – K. Piper
3. A McKinnerney – DJL Consulting
4. D. Mann – D. Terry
5. T. Lucia – S. Plyler
6. J. Martin – D. Whitlock
7. G. Carpenter – E. Cecil

G) Disconnected Service: None

H) Re-Connect Services: None

I) Re-Services:

1. 1114 N. Lakeview Dr.

A motion to accept the manager's report was made by Laura Jones and seconded by Rick Best. The motion passed unanimously.

8) Discuss and consider the following items.

A) ARPA Funding Request Update: Nothing new from the latest County Commissioners Meeting.

B) Brett Cheatham with AIA Insurance presented the renewal proposal for insurance for 07/20/2022 to 07/20/2023. The premium is almost \$5,000.00 more than last year due to inflation and increased replacement costs. The value of the corporation's assets has increased about 400K. After discussion a motion was made by Rick Best and seconded by Bruce Rogers to accept the Insurance Proposal renewal from AIA Insurance for \$28,220.70. The motion carried unanimously.

C) Love Ramp Extension directional boring project report: Letters are being sent and the sub-contractors are communicating with the attorneys. We will continue to keep Mr. Salis informed about our actions.

9) Public Comments: There were no public comments at this meeting.

10) Items to be included in next month's meeting:

A) ARPA Funding Request Update.

B) Love Ramp Extension directional boring project report.

11) Open Discussion: None

12) Rick Best made a motion to adjourn the meeting which was seconded by Bruce Rogers. The motion passed unanimously and the meeting was adjourned at 3:07 PM.

Respectfully Submitted

Paul Coventry

LPPAWSC Secretary Treasurer