

Lake Palo Pinto Area Water Supply Corporation

Annual Membership Meeting, March 9th, 2024 10:30 AM
Lake Palo Pinto VFD, Gordon, TX 76453

1. The meeting was called to order by Karen Koonsman at 10:33 AM.
2. The Prayer was offered by Laura Jones.
3. The Pledge of Allegiance was led by Harry Romine.
4. In attendance there were 22 people and 6 board members.
5. Board member, Rick Best, was absent. We had a quorum.
6. A motion was made by Joe Pizzi to accept the 2023 annual meeting minutes and seconded by Paul Koonsman. The motion passed unanimously.
7. The appointed Election Auditor, Joe Paget, read the resolution declaring election results as follows: unopposed candidates, Karen Koonsman and Wayne Campaign, are re-elected to the board. Place 4 seat was contested by Mike Foltz and Laura Jones. Laura Jones received majority of votes and is re-elected to board.
8. Update on reports:
 - a. The audit report to the Board of Directors from Boucher, Morgan and Young CPA, was presented by Kim Knox. It states that the financial statement disclosures are neutral, consistent and clear. A full summary of the 2023 financial audit was made available during this meeting.
 - b. President, Karen Koonsman, provided a detailed letter that summarized the 2023 accomplishments and highlighted the future plans for the corporation.
 - c. Finance Chair, Harry Romine reported on the budget. The corporation has been making monthly deposits earmarked for capital improvements. The majority of these funds are coming from the high use revenues we charge for larger volume users of water. All of our loans are fully funded, and the reserves are met. Special Reserve account 10 Yr, will be paid off in 2024. We are fiscally sound per the loan originators.
 - d. James Storms presented the manager's report. We currently have 747 connections and adding approximately 10 new meters/connections annually. Once Lake Palo Pinto Area Water Service Corporation reaches 800 connections it will put the water service corporation at 85% capacity. This will trigger a mandatory plant expansion to stay in compliance per the TCEQ requirements and regulations. * Redacted to add correct numbers obtained by GM after the meeting; the official number is 1230 meters/connections will place Lake Palo Pinto Area Water Service Corporation at the 85% capacity mark triggering a plant expansion per TCEQ requirements.

9. Questions and comments: Paul Koonsman raised a question regarding the difficulty in preparing for a plant expansion. James addressed the question by explaining that the plant was built with future expansion in mind and preparedness should not be an issue. A second question was posed by Jimmy Jones concerning freeze prevention plans. James responded that the current freeze prevention plan is 95% complete.

10. Closing Comments: Everyone have a good safe year and conserve water please.

11. Adjournment of meeting: A motion was made by Joe Pizzi to adjourn the meeting. A second was made by Jimmy Jones and the motion carried unanimously at 11:30 PM.

Mike Woods
LPPAWSC Secretary/Treasurer