

**Sturdivant-Progress Water Supply Corporation**

Phone 940-325-6020 Fax 940-325-3424

241 Village Bend Rd.

Mineral Wells, Texas 76067

June 18, 2022

The 57th Annual Members Meeting was held at the Sturdivant Progress office located at 241 Village Bend Rd, Mineral Wells, Texas 76067.

Officers present were: President, Scott Royal; Vice-President, Jeff Smith; Secretary-Treasurer, Penny Snow; and Assistant Secretary-Treasurer, JB Watkins. Directors present were: James Slattery, Steve Byrom and Mike Johnson. General Manager, Billy Brillhart was also present.

President, Scott Royal welcomed the members to the combined super meeting. A combination Consumer Confidence Report (CCR) and our annual member meetings. This meeting was held outside at the Sturdivant Progress office.

22 members and directors were present. Lunch was provided and there were 17 door prizes drawn that included, 3 - \$100.00 water gift vouchers, 2 - \$75.00 water gift vouchers, 2 - \$50.00 water gift vouchers, and 6 - \$25.00 water gift vouchers. Additional prizes were gift card for Home Depot 2 - \$25.00, Jess's Drive In 1 - \$25.00, and Whataburger 1 - \$25.00. Water gift vouchers were applied to winning members accounts June 22, 2022

**Consumer Confidence Report (Water Quality): Copies were mailed to all members and renters in our system. President Scott Royal asked if there were any questions on the CCR. There were no questions.**

President Scott Royal introduced the Board of Directors, and Guest: C.P.A., Marty Durbin of Crawford, Carter, & Durbin LLP.

C.P.A., Marty Durbin of Crawford, Carter & Durbin, LLP, presented a brief summary of the Compiled Financial Report for the years 2021. Copies of this Financial report are available to review at the Sturdivant Progress WSC office.

The question was asked: "How many additional taps are you going to put in this area" Scott told the member that Sturdivant Progress has a CCN for this area with the State of Texas. We are obligated to provide water in the CCN, if we can reasonably and practically supply. Because of this, there is no upper limit on how many taps can be put in. As long as Sturdivant Progress can provide the service to TCEQ standards.

One member brought up a question regarding the wells that Sturdivant Progress owns and their status. Sturdivant Progress WSC has drilled 10 wells. The current wells in use are tied into the west side of the system. We have 3 wells that we are waiting on TCEQ approval to put into the system. The development of the additional 4 wells is on hold until other projects are completed.

There were no additional applications for Board of Directors seats. There were no outgoing directors: Directors who will continue for another 3 years; Scott Royal, Sarah Hahs, and Jeff Stow.

President, Scott Royal read the resolution for unopposed candidates. A copy of the resolution is on file at the Sturdivant Progress WSC office.

Secretary-Treasurer, Penny Snow read last year's annual minutes of March 10, 2021, Director, James Slattery made a motion to approve the minutes as read. Director, Mike Johnson seconded and the vote was unanimous.

General Manager, Billy Brillhart presented the Purchases & Improvements Report for 2021-2022. Copies of the report are available in the Sturdivant Progress WSC office. Questions from members were answered.

Planned projects for 2022 – 2023: Upsize the water line on FM 2256 to Inspiration Point Rd at an estimated cost of \$330,000. Upgrade tanks and pumps at the main pump house at an estimated cost of \$25,000. Finish Buchanan 4 wells and well sites with an estimated cost of \$90,000.

Sturdivant Progress requested an Engineer's Hydrologic, study 2 years ago, to see how the system is functioning. The engineer is close to completing. Once we receive the study, we will have a better ideal of where Sturdivant Progress WSC needs to upgrade our water lines and pumps to meet growing demands.

No one signed up to speak during time allotted for the public forum. President Scott Royal then asked if anyone in attendance had any questions. There were no questions.

Director, Jim Slattery made a motion to adjourn the annual meeting. Director, Mike Johnson seconded.

Annual meeting was adjourned and the Board re-convened for the first business meeting as a new Board.

#### **Directors back in session first meeting of 2022 / 2023 Board of directors.**

Directors present: Scott Royal, Jeff Smith, Penny Snow, JB Watkins, Mike Johnson, Steve Byrom and James Slattery.

Director Penny Snow made a motion to keep the officers the same as last year:

President – Scott Royal

Vice-President - Jeff Smith

Secretary/Treasurer – Penny Snow

Assistant Secretary/Treasurer – JB Watkins

Vice President Jeff Smith seconded and all were in favor.

Vice President Jeff Smith made a motion that the Credentials Committee for the 2022/2023 election will remain the same: The Committee is Jeff Smith and Penny Snow, and member from the co-op. Director Mike Johnson seconded and the motion passed.

**The directors made a motion that check signers remain the same as 2022/2023, with the addition of one, Director Sara Hahs. Jim Slattery seconded, and the motion was passed.**

**Directors who will have authority to sign checks in 2022/2023 are Officers: President, Scott Royal; Vice-President, Jeff Smith; Secretary-Treasurer, Penny Snow; Assistant Secretary-Treasurer, JB Watkins; Directors, James Slattery and Sara Hahs.**

Vice President Jeff Smith would like members alerted when they receive a smart meter, at least a phone call. Secretary Treasurer Penny Snow suggested possible door hangers. They want a standard set for letting members know when their meters have been updated.

Director Steve Byrom brought up about multiple members still with low water pressure issues on the south west side of the system. There are multiple sizes of water line down FM 2256. The General Manager let the

board know that years ago, the employees would replace water lines with whatever size pipe was on hand. It needs to all be replaced with the same size (6"). They discussed options to be done now (to get the infrastructure ready), for relieving pressure issues, while we're waiting on the 6" line on FM 2256 to be replaced. Billy believes that the engineer has gotten all of the approvals from TCEQ on the plans for the line replacement.

Beside waiting on the state to replace the culvert/ bridge on FM 2256, Billy found out there will be a conflict with AT&T's easement for buried lines in the same area. The state is also waiting on some easements.

Mr. Brogdon may be able to start laying the 6" line by next week, when he returns from vacation, around the first of July. Once started he estimates it will take 30 days to lay all of the water line. Project could be completed in 8 to 10 weeks. Billy believes we have received all of the line that we will need to complete the job. The new larger pressure pumps have been ordered. We are waiting on delivery and will put in when the line is upsized.

The Board questioned what recourses Sturdivant Progress WSC had for large water users during the drought conditions. Billy let them know that when we get to stage 3 restrictions, TCEQ and our drought contingency says that we will impose fines and restrict members water flow.

Billy is working with the engineer, to see if there are any grants that Sturdivant Progress WSC will qualify for. Once he hears from the engineer he will pass along the information.

Director, Steve Byrom made a motion to adjourn the meeting. Director, Mike Johnson seconded and the vote was unanimous.

---

President, Scott Royal

---

Vice-President, Jeff Smith

---

Secretary-Treasurer, Penny Snow

---

Asst Secretary-Treasurer, JB Watkins