Spring Valley Water Supply Corp.
Regular Meeting of the Board of Directors
July 8, 2025

President	Larry Hobbs -- Absent
Vice-President	Zandy Goode -- Absent
Secretary	Bert Hernandez
Director	Darrell Bledsoe
Director	David Morrison
Director	Gerald Theut
Director	Kyle Grigsby

ITEM 1. CALL TO ORDER, ROLL CALL, DETERMINATION OF QUORUM

The meeting was called to order at 3:35 p.m. by Secretary Bert Hernandez with a quorum present.

ITEM 2. RECOGNITION OF VISITORS

Mr. and Mrs. Jones were in attendance.

ITEM 3. PUBLIC COMMENTS

There were no public comments.

ITEM 4. REVIEW AND APPROVE MINUTES FROM PREVIOUS BOARD MEETING

David Morrison made a motion to approve the minutes from the previous meetings. Gerald Theut seconded the motion. On vote, the motion passed.

ITEM 9. FINANCIAL STATEMENT REVIEW BY FRANK ALEXANDER

Bert Hernandez made a motion to move Item 9, the Financial Statement Review up on the agenda to follow Item 4. Darrell Bledsoe seconded the motion, and on vote, the motion passed.

Frank Alexander presented the Financial Report. On the Balance Sheet the only unusual item was $2,400 in the Insurance and Other Claims Outstanding . This is for a waterline repair that is the SVWSC's responsibility due to mismarking a water line and will end up being an expense item. There were no other unusual Balance Sheet items to note. He noted the in the Reserve, SVWSC had $ 497,644 in cash for System Improvements and Upgrades if needed. On the Income Statement, income from operations was identified by pulling out Developer Contributions so that a better assessment of results from operations could be made. Pulling out Developer Contributions for 2025 indicates that on a year-to-date basis, $118,659 was earned vs. $ 92,198 in 2024 on the same basis. Bert Hernandez made a motion to accept the Financial Report. It was seconded by Darrell Bledsoe, and on vote, the motion passed.

ITEM 5. DISCUSS AND POSSIBLE ACTION: BERRYHILL WATER METER

This is a continuation of an agenda item from May 2025's Board Meeting. The Board was asked to provide input at this meeting on how to proceed with the issue of granting new meters. After discussion and hearing from Board members, it was decided to table this item until more information could be received on the impact of the Lakeside Estates meters on the water system's capacity. Bert Hernandez made the motion to table this item and the motion was seconded by David Morrison. On vote, the motion passed and this item was tabled for the time being.

ITEM 6. BLUEBONNET WATER SUPPLY REPORT

David Morrison presented the Bluebonnet report. He reported that Bluebonnet reported that the hearing on the needed easements for our waterline has been postponed until sometime in August though no date has been set. He stated that this was due to a medical issue with one of the litigants. Once the easements are obtained, then surveying will need to be done since Bluebonnet has not had access to the properties to conduct surveys of them. He reports that according to Bluebonnet, once the surveys are completed, it should not take very long to put out bids for the work.

New minimum and maximums were established for SVWSC. The new minimum is 7,375,000 gallons and the maximum is 21,124,000 gallons.

Kyle Grigsby made a motion to accept the Bluebonnet Report. It was seconded by Gerald Theut and on vote, the motion passed.

ITEM 7. REVIEW AND POSSIBLE ACTION ON METER REQUESTS AND STATUS ON PRIORITY LIST FOR NEW METERS

There currently are over 30 meters on the waiting list for new meters. No action was taken on the meter waiting list.

ITEM 8. ENGINEERING REPORT – UPDATE ON PROJECTS

Clark Associates reported that the TxDOT Waterline Relocation was waiting for the contractor to coordinate the construction start date.

On Lakeridge Estates, construction on the waterlines has been completed. All that remains to be performed are the tie-ins, pressure testing, bacterial testing, and the final project walk-through.

Clark Associates performed a SVWSC Distribution System Analysis as requested at the June 2025 Board meeting. Monty Clark made the presentation on the findings and presented the Board with a chart of the results to use in evaluating whether to grant meter requests.

The analysis was made of each of the three plants – Judd, Tate, & Moses. The analysis was done on both contracted water to be received and actual water received. The focus was on the analysis based on actual water received from Bluebonnet and the wells. Monty Clark reviewed each plant with the Board and keeping in mind the requirements from the TCEQ, he allowed that meters could be added if they were to be supplied by the Judd or the Tate Plants. Because the well capacity at the Moses Plant was topped out, it was not recommended adding meters to be served by the Moses Plant. He was careful to note that each meter request would require an engineering investigation as had been done before because the analysis was on plant capacity only and that each meter would tie into existing water lines and that would affect whether a meter could be put in with or without upgrades to the existing lines.

The Board then entered a discussion on how to best start granting water investigations for meter requests. After the discussion, Bert Hernandez made the following motion: Ten existing customers on the waiting list who were requesting one meter would be contacted each month to initiate a water investigation. Upon completion of the investigation, the Board would approve or disapprove the meter request as in the past. Developers will be excluded at this time until all other meter requests are handled. Darrell Bledsoe seconded the motion and on vote the motion passed. Monty Clark will submit his fees to Terri Whitley so that she can help customers when they come in to do the paperwork on the investigation. Also Monty Clark requested he be advised when new meters were installed so that he could maintain accurate records on the system.

Since this will resolve the Berryhill issue in Item 5, Bert Hernandez will contact Dr. Berryhill and advise him of the Board's action on this date to start allowing water meter requests to proceed.

David Morrison made a motion to accept the Engineering Report. Gerald Theut seconded the report, and on vote the motion passed.

ITEM 10. DISCUSSION AND POSSIBLE ACTION: AUTHORIZATION TO PAY BILLS FOR JULY 2025

The motion was made by David Morrison and was seconded by Gerald Theut to authorize payment of bills for July 2025. All present were in favor and the motion passed.

ITEM 11. QUESTIONS TO THE BOARD BY AQUA TEXAS REPRESENTATIVES CONCERNING GENERAL OPERATIONAL ISSUES

There were no questions to the Board.

ITEM 12. WATER SYSTEM OPERATIONS REPORT BY REPRESENTATIVE OF AQUA TEXAS (NO ACTION TO BE TAKEN BY THE BOARD) INCLUDING THE FOLLOWING: (A) OPERATIONS REPORT; (B) WATER USAGE AND ACCOUNTABILITY; (C) FACILITIES, EQUIPMENT, AND REP AIRS;AND, (D) FINANCIAL REPORT

Mark Kocian presented the Operations Report. Gerald Theut made the motion to accept the water operations report. It was seconded by Kyle Grigsby. On vote, the motion passed.

ITEM 13. ADJOURN INTO EXECUTIVE SESSION IF NEEDED AS ALLOWED BY TEXAS GOVERNMENT CODE SECTION 551.074

There was no Executive Session held.

ITEM 14. RECONVENE INTO PUBLIC SESSION. DISCUSSION AND POSSIBLE ACTION REGARDING MATTERS DISCUSSED IN EXECUTIVE SESSION

There was no need to reconvene since no Executive Session was conducted.

ITEM 15. SET TIME AND PLACE FOR THE NEXT REGULAR MEETING OF THE BOARD

The next meeting of the Board will be on Tuesday, August 12, 2025 at 3:30 p.m. at the Aqua Office, 7025 Sanger Avenue, Waco, TX 76710.

ITEM 16. ADJOURN

A motion to adjourn was made by Bert Hernandez and was seconded by Gerald Theut . All present were in favor and none opposed. The motion carried and the meeting was adjourned.

Submitted by: Humberto Hernandez July 30, 2025

Humberto Hernandez
Secretary, SVWSC