

Spring Valley Water Supply Corp.
Regular Meeting of the Board of Directors
September 9, 2025

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

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

The meeting was called to order at 3:30 p.m. by Vice-president Zandy Goode 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

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

ITEM 5. BLUEBONNET WATER SUPPLY REPORT

David Morrison presented the Bluebonnet report. He reported that Bluebonnet stated that the hearing on the needed easements for our waterline has been set for September 25th. He also reported that he was told that if the easements were granted, ground breaking on the new line should begin by February 2026.

Bluebonnet still had available 288 gallons/minute of water that was not allocated. The allocation needed to be made in order for Bluebonnet to be able to petition for more water. In order to get it, a letter requesting the additional allocation needed to be sent to Bluebonnet by Friday, September 12th since this matter was going to be voted on the following week. After discussion, Darrell Bledsoe made a motion to submit a letter to Bluebonnet to request the additional 288 gallons/minute of water. The motion was seconded by Bert Hernandez. On vote, the motion passed and Bert Hernandez was approved to write the letter to Bluebonnet requesting the additional allocation of water. Gerald Theut made the motion to approve the Bluebonnet report. It was seconded by Darrell Bledson and on vote, the motion passed.

ITEM 6. REVIEW AND POSSIBLE ACTION ON METER REQUESTS AND STATUS ON PRIORITY LIST FOR NEW METERS

There were four new meter service investigations completed. Per the engineering studies, the meter requests were from Mike and Emily Taewater; Amy Hapes; Kenneth and Melissa Sosebee; and, Danny Sparks and Ashley Hill. Three investigations were could be approved as all the meters requested would not impair the SVWSC's regulatory minimums for service within the system when the meters were added. The Danny Sparks and Ashley Hill investigation was tabled since there is no easement for waterlines on that property. Sparks and Hill had not granted SVWSC an easement, therefore they were responsible for moving the waterline back on their property if they ever wanted a meter. Bert Hernandez made the motion to approve the Taewater, Hapes, and Sosebee meters requested and Darrell Bledsoe seconded the motion. On vote, the motion passed approving all the meters investigated. Bert Hernandez made a second motion to table the Sparks and Hill investigation until the issue of the easement was resolved. Darrell Bledsoe seconded the motion, and on vote, the motion passed.

ITEM 7. ENGINEERING REPORT – UPDATE ON PROJECTS

Final pay was completed on Ken Cooper's addition so that meter investigations can be performed on the lots as soon as street addresses are obtained on the lots needing meters. Bert Hernandez made a motion to approve the Engineering Report. It was seconded by Darrell Bledsoe and on vote, the motion passed.

ITEM 8. FINANCIAL STATEMENT REVIEW

In August 2025 water sales were \$107,956. Developer contributions were \$23,509. Total expenses were \$ 61,979 so net income was \$71, 611. Without the Developer contributions, net income was \$48,102 which was reflective of the strong water sales in August 2025.

Gerald Theut made a motion to accept the Financial Report. It was seconded by Larry Hobbs, and on vote, the motion passed.

ITEM 9. REPORT TO THE BOARD ON PROGRESS IN EVALUATING POSSIBLE WATER RATE HIKES

Gerald Theut prepared a spreadsheet showing various WSC's rates in 2022 and compared them to current rates to examine where SVWSC stands in comparison on rates. Two of the WSC's included capital improvements in their rates and per Gerald Theut, they should be disregarded for comparison since we had not done the same with our capital improvements. Those two were Cottonwood WSC and Cross Country WSC. Next year we are looking at a \$.50/thousand rate increase from Bluebonnet and it should be taken into consideration for the next rate increase. Examination of the various rates, indicates that SVWSC is towards the bottom on rates. It was decided to take the spreadsheet home, study it, then come back with recommendations such as raising the minimum, raising incremental rates, etc. and comparing the effects of each action.

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

The motion was made by Darrell Bledsoe and was seconded by David Morrison to authorize payment of bills for September 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. DISCUSS AND POSSIBLE ACTION: CHRISTMAS PARTY

Terri Whitley was asked to check on setting up the Christmas Party at 135 Prime in Hewitt on either December 2nd or December 9th at 5:30 pm.

ITEM 13. 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 REPAIRS; 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 David Morrison. On vote, the motion passed.

ITEM 14. ADJOURN INTO EXECUTIVE SESSION IF NEEDED AS ALLOWED BY TEXAS GOVERNMENT CODE SECTION 551.074

The Regular Board meeting was adjourned to move into Executive Session.

ITEM 15. RECONVENE INTO PUBLIC SESSION. DISCUSSION AND POSSIBLE ACTION REGARDING MATTERS DISCUSSED IN EXECUTIVE SESSION

The Regular meeting of the Board was reconvened at the end of the Executive Session.

ITEM 16. SET TIME AND PLACE FOR THE NEXT REGULAR MEETING OF THE BOARD

The next meeting of the Board will be on Tuesday, October 14, 2025 at 3:30 p.m. at the Aqua Office, 7025 Sanger Avenue, Waco, TX 76710.

ITEM 17. ADJOURN

A motion to adjourn was made by Darrell Bledsoe and was seconded by Zandy Goode . All present were in favor and none opposed. The motion carried and the meeting was adjourned.

Submitted by: Humberto Hernandez October 6, 2025
Humberto Hernandez
Secretary, SVWSC