Possum Kingdom Water Supply Corporation

1170 Willow Road
Graford, Texas 76449

Possum Kingdom Lake
940-779-3100 TDD 800-735-2989

Board of Directors Regular Meeting
10:00 AM Wednesday,
April 15th, 2026

Meeting Minutes

1. **Call to order, roll call and establish quorum**

   The meeting was called to order at 10:00 AM and a quorum was established with Stacy Urban not present.

2. **Welcome and recognize visitors and guests**

   Reba Long with Snow Garrett Williams joined PKWSC board members to present the 2025 audit report.

3. **Consent Schedule**

   - Approval of minutes from April 2026 regular meeting
   - Approval of Treasurer's report and payment of bills for April 2026

   A motion was made by Greg Nagle to approve the consent schedule. This was seconded by Scott Stubbs and approved by all present.

4. **Presentation of 2025 Audit from Snow Garrett Williams**

   The board welcomed Reba Long with Snow Garrett Williams, who presented the findings from the annual audit for the years ending December 31, 2025, and 2024. Reba provided each board member with an audit statement packet. She touched on financials, auditors report, end of the year balances, and management letter. Reba noted that the audit for PKWSC was presented fairly. Reba did not have any concerns. Board members expressed appreciation for the clear and comprehensive presentation.

5. Discussion and Potential Approval of Employee Healthcare Benefits

The board discussed the upcoming renewal of PKWSC Employee Healthcare Benefit plans. Jason pointed out the substantial rate increase with the employees' current BCBS health plan. He briefly discussed other healthcare plan options. After several minutes of discussion, a small subcommittee was formed to discuss this further. This committee consists of Jason working with the following board members: Stacy Urban, Scott Stubbs, and Stacy Fulford. The May 1st, 2026, deadline approval was stressed multiple times.

A motion was made to approve the formed subcommittee by Dale Bankhead. This motion was seconded by Greg Nagle and approved by all present.

6. Non Standard Contract for PK Retreat Homes, LLC

The developer has changed his mind from his original plan at last months board meeting on the number of additional water connections he wants to secure at this time. As he is unsure of how many or when he will ultimately build out on the property. Thus he is just requesting to add one new service connection at this time. The total amount of the CIAC and applicable fees comes to $ 29,915.00

A motion was made to approve the revised Non-Standard Contract for one service connection by Randy Burdick and seconded by Michele Weber. This was approved by all present.

7. Discussion and Potential Approval of General Managers Spending Limit

The Bylaws were updated at the 2026 Annual meeting to empower the board to adjust the purchasing limit of the General Manager. The current amount in place is $10,000.00 for each purchase. Inflation has diminished the purchasing power that this amount carries significantly.

The Board discussed the proposed increase in the General Manager's authorized spending limit from $10,000 to $20,000 without prior Board approval.

A motion was made by Dale Bankhead to approve the higher authorized spending limit. This was seconded by Monte Land and approved by all present.

8. **Discussion and Potential Approval of 2026 Equity Buy-In**

The 2026 Equity buy-in formula was included in the board packet given to the board of directors to review. Jason Ringo explained to the board of directors what equity buy-in is. Based on the 2026 audit from Snow Garrett Williams it was determined that the equity buy-in fee effective May 1st, 2026 will be $4,130.00.

A motion was made by Monte Land to approve the adjusted equity buy-in effective May 1st, 2026. This was seconded by Randy Burdick and approved by all present.

9. **Discussion and Review of Manager's Report**

Jason voiced the following in his General Managers Report:

- We had 2 after-hours service calls totaling 4 man hours.
- Maintenance work is underway at the Broadway pump station as well as at Pump Station 1 at the hills above.
- We are continuing our repairs of various system flush valves
- The engineer assisted us in doing a minor re-design on the plant-water skid, which will eliminate redundancy as well as hopefully keep the connected lines from bursting on a regular basis as they have been.
- We have completed replacement of Blend Pump 2. Raw water pump 2 and transfer motor 3 should be online next week.
- We have confirmation that the licensing requirements for plant operation are a B surface water license and at least one C operator license on staff. Once Ricky gets his B license later this year, we will be able to terminate the agreement with our current A operator.
- Met with Millsap, Parker Co SUD, and Sturdivant WSC about leasing water rights. It is looking more promising.
- We continue to field a higher than usual number of non-standard service requests. Most are speculative, but some seem likely to continue to develop.
- We have been researching a networked version of smart meters that would use our radio network along with receivers placed throughout the system to relay near-real time meter data to the office with the existing meters- and no annual subscription fees.

10. **Discussion of any items of interest, including topics for future board meetings**

Greg Nagle voiced he will not be at the May Board Meeting.

11. **Establish time, date, and location of the next meeting of the board – proposed for Wednesday, May 20th, 2026, at 10:00 A.M. at Possum Kingdom Water Supply Corporation Office, 1170 Willow Rd, Graford, Texas 76449**

The next meeting will be held as proposed.

At any time during the meeting and in compliance with the Texas Open Meetings Act, Chapter 551 of the Texas Government Code, the Possum Kingdom Water Supply Corporation Board of Directors may meet in executive session on any of the above agenda items or other lawful items.

12. Adjourn

The meeting was adjourned at 11:30am with a motion by Randal Burdick and seconded by Dale Bankhead, with approval by all members present.

Signed by: Randal D Burdick Date: 5/20/26

Randal D Burdick
Secretary / Treasurer