

Kempner Water Supply Corporation

P.O. Box 103

Kempner, TX 76539

Fax (512)932-2546

(512)932-3701

(254)547-9430

Subject: Minutes of the Board of Director's Meeting on October 22, 2025, are in summary only and not a transcript of the recorded meeting.

Attendees: Board - Sam Kier (Presiding Officer), Dan Christy, Kara Bathurst, Stella Clements, John Daugherty and Brandon Butts. Kenneth Spoon and Billy Malady attended via Teams video conference.
Staff - Bruce Sorenson, Stacy Ellis, Bo Wilson, TJ Amstead, JoAnne Welden, Michael Lentz, and Susan Isenburg.
Guests - Pat Lindner; DTRG Attorney at Law.

- 1. Called to Order and Establish Quorum – 6:01 pm Quorum Present**
- 2. Pledge of Allegiance and Honor to the Texas Flag.**
- 3. Open Session – None**

“NEW BUSINESS”

- 4. Discussion and possible action to approve September 24, 2025, Board of Director's Monthly Meeting Minutes.**

Dan Christy made the motion to approve September 24, 2025, Board of Director's Monthly Meeting Minutes. Brandon Butts seconded the motion. 8 in favor, 0 opposed.

- 5. Discussion and possible action to approve September 2025, Financial Statements.**

Dan Christy made the motion to approve September 2025, Financial Statements. Kara Bathurst seconded the motion. 8 in favor, 0 opposed.

- 6. Acknowledgement of Resignation from Board of Director, Paul Williams.**

Sam stated he wanted to publicly thank Paul Williams for his years of service on the Board at KWSC.

- 7. Discussion and possible action to fill open Board of Director Position.**

Sam informed the Board that KWSC has received an application from a member willing to fill the open position, but the vacancy has not yet been posted. To ensure transparency and give all members the opportunity to apply for the open position, Dan Christy made the motion to post the vacancy on the website and KWSC's Facebook page, with a submittal deadline of 5 days prior to the next meeting. Stella Clements seconded the motion. 8 in favor, 0 opposed.

8. Discussion and possible action to approve Committee Meeting Minutes.

a) Elections/Credentials Committee Meeting: October 16, 2025

Dan Chrtisty went over the recommended changes to the Election/Credentials Policy. Kara Bathurst made the motion to approve the Committee's recommended changes and minutes. John Daugherty seconded the motion. 8 in favor, 0 opposed.

9. Discussion and possible action regarding Old Business.

a) Contracts with Central Texas WSC, City of Lampasas, Salado Water Supply, BRA and Value of current Plant.

- **Lampasas Contract:** Bruce explained he has begun coordination efforts with county and city officials to discuss regional water planning and cost-sharing. I have a meeting planned with Lampasas County Judge, City of Lampasas, and other entities.
- **Salado Contract:** Salado's engineers are working on the design for the pump station.
- **BRA Water Reserves:** Continue exploration of short-term resale agreements for unused raw water (1–3 years). Goal is to generate revenue from unused water capacity while protecting future supply.
- **Value of Current Plant:** Engineering report estimates replacement value ≈ \$60 million. Estimate is included in your packet, and the full report is available for review upon request.

b) Central Texas Water Alliance: Next meeting set for October 29 to review bylaws and tariffs.

c) WTP- Generator Project, Compliance Reporting Overview and Engineering/Project Decision Process.

- **WTP- Generator Project:** Additional funding request reduced from \$150,000 to \$50,000 for current phase which includes the purchase of a reconditioned breaker, exhaust and canopy. Dan Christy made the motion to approve the additional \$50,000 funding request. Kara Bathurst seconded the motion. 8 in favor, 0 opposed.
- **Compliance Reporting Overview and Engineering/Project Decision Process:** Reviewed TCEQ engineering requirements and when licensed engineers are required. General Manager is authorized for projects under \$35,000 without engineering. The Board may adopt a project decision checklist for engineering oversight if they choose.

10. Manager's Report:

Water clarity and chemical usage have returned to near-normal levels following prior dredging activities by WCID. Approximately 200 customers have opted for paperless billing and staff are continuing outreach to increase participation.

1 MG Tank- final drawings near completion and tank order is expected within the next week. Three contractors have been identified for bidding on construction.

11. Board of Directors' Announcements:

Brandon Butts - Nothing.

Kara Bathurst - Thank you to the staff for your hard work.

Billy Malady - I will be in town on Friday and Saturday if there are any checks that need to be signed.

Stella Clements - Nothing

Dan Christy - Nothing

John Daugherty - Nothing

Kenneth Spoon - I will have the rest of the policies to you in time for the upcoming meeting.

12. President's Comments

I want to thank everybody. All your work and all your team's work has been fantastic. It's always an education in water.

13. Adjourn

Dan Christy made the motion to adjourn at 7:44 PM. Kara Bathurst seconded the motion. 8 in favor, 0 opposed.

Dan Christy, Secretary/ Treasurer