

PRITCHETT WATER SUPPLY CORPORATION
3670 STATE HWY 155 SOUTH
GILMER, TX 75645
903-734-5438

MONTHLY BUSINESS MEETING
BOARD OF DIRECTORS

Minutes

DATE: Tuesday, February 18, 2025
TIME: 6:00 p.m.
LOCATION: Pritchett Water Supply Corporation
3679 State Hwy 155 S
Gilmer, TX 75645

Directors Present: Josh Marrs, Russell Washburn, Ken Reagan, Danny Weems, George Stevenson, Lisa Sneed, Kevin Honeycutt, Sherri Heckendorn
Brian Drennan was absent

I. Call to Order

Mr. Marrs called the meeting to order & Mr. Weems opened in prayer.

II. Acknowledgement of Members and Guests

III. Citizen's Comments

Justin Donaho.....A quote from Henry Ford: Coming together is a beginning, staying together is process, working together is success. It's imperative we elect a good group of warriors. Devices & tactics that some have employed are not only misleading but also dissolving the very core values our forefathers stood proud upon 55 years ago. With new growth comes a weakened over utilized infrastructure that needs to be replaced with costly expenditures. Pritchett WSC in his opinion has done a commendable job of keeping everything operating. Some folks want a place to grind their axe and Pritchett WSC doesn't need to be that any longer.

Linda Glenn.....has been a member since 1987. Also being a writer for the Gilmer Mirror, she has received several phones calls concerning a private social media sight that had listed 3 candidates instead of all 5 that are running, seemingly misleading. She had also talked to a widow lady that felt somewhat threatened to sign the signature page of one of the candidates. She stated there is no need for any of this, instead the board & the manager should be committed to the 3,400 members as we're all one body.

Michael Wilson.....He wanted to discuss the possible rate increases. This board should demand that full time staff provide justification & likely stand upon the Master Plan. And, he encouraged the board to delay any rate increases until the Master Plan along with project & upgrade cost could be provided. He took it upon himself to create a service area map with address listings & locations of all Pritchett's wells/plants that his wife passed out.

Casey Hitt.....He had been on PWSC since he was 5 yrs. old & for awhile his family had to change out water heaters about every 3 years until recently. A friend's well on FM 49 went down with no plan & PWSC took care of it. At the meeting he attended a couple of year ago, rates were discussed & 3 other systems were reviewed & were higher on their rates. He, being in insurance, has seen tremendous rate increases due to inflation, but PWSC was still cheaper than the other systems.

IV. Approval of Minutes

Mr. Weems moved to approve the minutes of January 21, 2025 with edits (duplication on bills paid, change "improvements" to any recommendations on improving check written & change No-Standard to Non-Standard) Mr. Honeycutt seconded & the motion carried.

Ms. Heckendorn moved to approve the minutes of the Special Meeting, February 4, 2025, Mr. Weems seconded & the motion carried.

V. Committee Reports

No Committee reports.

VI. Budget and Financial Statements

January Financials were not available.

VII. Manager's Reports

A. FYI-Miscellaneous Reports not Requiring Board Approval.....

Equipment and Vehicles.....

*Employees.....*The Plant Superintendent, with a B - TCEQ Certification, turned in his resignation today. Partly to better himself & partly due to the social media nonsense of the director's election. We have enough licensed employees but he will be hard to replace.

Plant/Well Maintenance....

*Data Flow & Electrical....*On site this week for completion.

20 Yr. Master Plan.....

Projects.....

Audit.....

Mr. Honeycutt moved to approve the bills paid, Mr. Reagan seconded and the motion carried with Ms. Heckendorn abstaining.

VIII. Old Business

Mr. Reagan explained that he provided 4 pages to add to their budget notebook. He reviewed the budget with changes from the last meeting along with his 4 pages. He suggested we approve the budget with the caveat of revisiting when we receive the 20 yr. Master Plan. Lots of discussion ensued and Mr. Reagan reviewed his "story" of the sheets he handed out. Ms. Heckendorn moved to approve the budget with revisiting after the 20 yr. Master Plan is completed, Mr. Honeycutt seconded & the motion carried. Mr. Reagan wants to include his sheets in the minutes and Ms. Heckendorn asked about somehow incorporating his processes into the budget.

IX. New Business

Tessa Fowler of Heard, McElroy & Vestal, LLC, presented & reviewed the entire draft audit pretty much page by page. In their opinion, the financial statements are materially correct & free of misstatements. We're pretty much breaking even with expenses & capital expenditures. In the back were 2 letters, the first discussing internal controls of which being a small company segregation of duties may have to be mitigated and the 2nd. letter is of communication with the board of requirements of a lot thing that did not happen.

Mr. Reagan stated that we had a clean unmodified opinion.

There was discussion on extending a line on Hwy 154 for the Tuell property that was formerly a restaurant. Currently he has a private well and has to meet TCEQ Compliance but would like to obtain service from Pritchett WSC. Having the issues currently with Plant 17, now is just not a good time to consider adding anyone else. And, eventually, Mr. Meador feels like the Kelsey Creek Community would like to obtain service

as some have already inquired even though this area is unincorporated. Mr. Honeycutt moved to table for 2 months until the April regular meeting, for further testing of #17, Mr. Weems seconded and the motion carried.

X. Next Board of Directors Meeting

The next meeting was set Immediately following the Annual Member's Meeting, Tuesday, March 18, 2025 at the Pritchett Community Center, 1092 FM 1404, Big Sandy, TX 75755

XI. Adjourn

Mr. Weems moved to adjourn, Mr. Reagan seconded and the motion carried at 19:17 p.m.

***Minutes taken by
Cindy McMillan***

***Minutes approved
March 18, 2025***