



RCH Water Supply Corporation

www.rchwater.com

Meeting Date: October 1, 2024

Meeting Location: Chisholm Baptist Church, 1388 S State Hwy 205, Rockwall, TX 75032

Meeting Time: 4:00 p.m.

Board Members Present: David Naylor, Chris George, Terry Preuninger, Geoffrey Kemp, Jamie Kinney

Others Present for All/Portion of the Meeting: Robin Mayall, General Manager; Kyle Weldon, Attorney at Law

I. Call to Order

David Naylor called the RCH Water Supply meeting to order at 4:00 pm.

II. Presentation and Approval of Previous Meetings' Minutes

Minutes of the September 3, 2024 Regular Board Meeting were reviewed. Upon motion by Terry Preuninger, second by Jamie Kinney, the minutes were accepted as presented.

Minutes of the September 13, 2024 Special Board Meeting were reviewed. Upon motion by Geoffrey Kemp, second by Terry Preuninger, the minutes were accepted as presented.

Minutes of the September 23, 2024 Special Board Meeting were reviewed. Upon motion by Geoffrey Kemp, second by Terry Preuninger, the minutes were accepted as presented.

III. Open Forum for Member Comments

One Member provided comments, expressing appreciation for all that RCH is doing and stated that a lot of members are in full support of RCH's path forward. The member had also attended the groundbreaking ceremony, and stated how much they enjoyed it.

IV. Discussion and Potential Action

A. Approval of NewGen Strategies & Solutions to review RCH's rates and conduct a comparison review of area rates for water providers

The Board discussed the need to review the current rates and utilize an independent expert to perform the analysis. On motion by Jamie Kinney, second by Geoffrey Kemp, the Board approved NewGen Strategies & Solutions to perform the analysis. Results are anticipated to be presented at the December Board Meeting.

B. Authorization of the following filings with the Public Utility Commission of Texas: (1) application for amendment of RCH's CCN to include the Sonoma Verde development into RCH's CCN; and (2) interference complaints regarding recent actions of the City of McLendon-Chisholm and Blackland WSC

Pursuant to RCH's existing service and contracts with the Sonoma Verde developer, the Board would like to confirm the importance of the Sonoma Verde members by filing to add Sonoma Verde to RCH's CCN. The Board also discussed the recent and unfortunate actions of the City of McLendon-Chisholm and Blackland Water Supply Corporation related to the Sonoma Verde development, and authorized RCH to file, as necessary,

complaints with the PUC related to this interference. On motion by Terry Preuninger, second by Jamie Kinney, these actions were approved.

C. System and Operations Update by Robin Mayall, General Manager

Robin Mayall provided an update on the meter testing – approximately 30 meters have been pulled for bench testing and results should be back by the November Board Meeting; approximately 100-150 meters have been tested on-site with no meters failing the test. The remaining meters to be installed should also be in place by the November Board Meeting, and the target for remote read and water app for members remains by year end. The most recent billing cycle utilized the truck read capabilities for all of the newly installed meters. Robin also updated discussions with High Point SUD and their recent approval of dual CCN areas with RCH for gaps in the two territories. Finally, as of September 27, RCH returned to Stage 2 water restrictions.

Unaudited financial statements through August 31, 2024 were presented and discussed.

D. Board Member Comments

Board Members expressed their appreciation to the RCH members for their support and expressly stated their disagreement with the City’s unilateral attempt to terminate the Water License Agreement.

V. Executive Session

At 4:38 pm, on motion by Geoffrey Kemp, second by Jamie Kinney, the Board adjourned into Executive Session.

At 5:15 pm, on motion by Jamie Kinney, second by Terry Preuninger, the Board exited Executive Session.

VI. Take any Action as a Result of Executive Session

No action was taken as a result of Executive Session.

The meeting was adjourned at 5:16 pm on motion by Terry Preuninger, second by Jamie Kinney.