Aqua Water Supply Corporation
Board of Directors Meeting
Tuesday, August 5, 2025

Present: Linda Garcia, Bill Tomsu, Craig Williams, Howard McCall, Mark Hippler, and Barry Barker

Absent: David Glass, Pam Harkins, and Mark McArthur

Staff: Dacy Cameron, Heather Tucker, Christie Nutt, Frank Pacheco, Cody Boatright, Emily O'Leary, Hollye Fain, Jason Kennedy, Ashley Abshier, Abby Valderrama, Suzanne Hollon, and Alma Villarreal

Consultants: Joe Morris, Ty Embrey of Lloyd Gosselink (via phone conference), and Curtis Steger of Steger & Bizzell Engineering, Inc.

Guests: Ammar Sawaya representing Steger & Bizzell Engineering, Inc., Nieves Alfaro, and Mary Barton representing Quiddity Engineering, and Mike Hobson representing Jimena Arriaga.

Vice President Linda Garcia called the meeting to order at 9:00 a.m.

Mrs. Garcia invited all in attendance to stand and recite the Pledge of Allegiance to the national and the state flags.

Mr. Tomsu delivered the Invocation.

Vice President Garcia announced that due to the Labor Day Holiday, the next regularly scheduled board meeting will be held Wednesday, September 3, 2025, at 9:00 a.m.

Mike Hobson, representing Aqua member Jimena Arriaga, expressed concerns to the board about the high cost of installing a larger water line on Ms. Arriaga's property. He clarified that Ms. Arriaga is not a developer but just wants to build a home and needs clear information on installation costs. Vice President Garcia recommended he speak with Aqua staff during the break to discuss the issue further.

Bill Tomsu mentioned that he attended the Bastrop County 4-H club fundraiser, noting that it was a highly successful event. Mr. Tomsu explained that the funds raised are distributed equally among the county's clubs, ensuring everyone benefits from the donations. Mr. Tomsu ultimately expressed his gratitude to all the donors.

Bill Tomsu made a motion to approve the minutes of the July 8, 2025, board meeting. Craig Williams seconded the motion, and the motion carried.

Bill Tomsu made a motion to approve the bills as paid. Howard McCall seconded the motion. The board reviewed the bills as paid. The staff answered questions from the board. The motion carried.
The board reviewed the financial statement. Staff responded to questions asked by the board.

Cody Boatright provided a presentation on Aqua WSC's Consumer Confidence Report, an annual requirement by the EPA and enforced by the TCEQ. The report includes both contracted and in-house testing. He noted upcoming 2027 regulations that will require the report to be issued twice a year and provided in Spanish if 5% or more of the community is Spanish-speaking. Additionally, historical reports must be available on Aqua's website for five years, and the TCEQ will require more frequent testing of new wells. Mr. Boatright then stood for questions from the board.

Howard McCall made a motion on proposed changes to Aqua WSC's Water Service Tariff. Mark Hippler seconded the motion. Dacy Cameron suggested incorporating language into the Tariff within the rules and regulations section that addresses usage audits. This language is already present in the existing agreements, permitting Aqua to conduct audits of usage based on what the member paid for. Mrs. Cameron then stood for questions from the board. The motion carried.

Barry Barker made a motion on revising Aqua Water Supply Corporation Terms and Conditions for Wholesale Water Service to Districts. Howard McCall seconded the motion. Heather Tucker stated that recently the Terms and Conditions were consolidated with the internal policy for wholesale water service to districts, aiming to enhance consistency and establish a single policy rather than maintaining two that required regular updates. Mrs. Tucker recommended to update the terminology in the Terms and Conditions from "Capital Replacement Fee" to "System Development Fee" and to increase the fee accordingly for the Colony MUD agreements. The motion carried.

Howard McCall made a motion on an offer from Blackjack Block II, LLC regarding decertification of approximately 85 acres in Caldwell County known as the Sendero Tract. Bill Tomsu seconded the motion. Dacy Cameron provided a briefing and discussion. The board recommended continuing negotiations with the developer to seek higher offers for decertification; otherwise, Aqua WSC will move forward with providing service to the property. Vice President Garcia called for a vote on those in favor or opposed of decertifying the 85 acres of the Sendero Tract. The board opposed by majority of votes. The motion did not pass.

Vice President Garcia moved to approve revising the application guidelines and qualifications for the new Aqua WSC's Technical Scholarship in memory of Mitchell Tiner. Bill Tomsu seconded the motion. Mrs. Garcia stated that the scholarship committee updated the scholarship application to align with the new guidelines and qualifications for the technical scholarship. The motion carried.

Craig Williams made a motion to pass a resolution approving large volume water service to Fort Worth Power Core. Resolution No. 25.08.01. Bill Tomsu seconded the motion. Emily O'Leary provided a briefing and discussion, then stood for questions from the board. The motion carried.

Craig Williams made a motion to pass a resolution recognizing the feasibility of providing water service to Poth 160. Resolution No. 25.08.02. Howard McCall seconded the motion. Emily O'Leary provided a briefing and discussion, then stood for questions from the board. The motion carried.

Barry Barker made a motion to pass a resolution recognizing the feasibility of providing water service to Doyle Overton Road Subdivision. Resolution No. 25.08.03. Bill Tomsu seconded the motion. Emily O'Leary provided a briefing and discussion, then stood for questions from the board. The motion carried.

Vice President Garcia made a formal request to the board for the approval of the feasibility studies pertaining to agenda items 17(a) through 17(q). Mrs. Garcia inquired with the board regarding the existence of any feasibility studies that require discussion prior to granting approval. Craig Williams made a motion to approve agenda items 17(a) through 17(q). Howard McCall seconded the motion, and the motion carried.

Linda Garcia reported no meeting was held, and there were no recommendations from the Strategic Committee.

Linda Garcia reported no meeting was held, and there were no recommendations from the Finance Committee.

Craig Williams reported no meeting was held, and there were no recommendations from the Performance Review Committee.

Bill Tomsu reported no meeting was held, and there were no recommendations from the Corporate Governance Committee.

Linda Garcia reported no meeting was held, and there were no recommendations from Aqua's Public Relations Committee.

Vice President Garcia adjourned Regular Session at 9:59 a.m. for a break.

Mrs. Garcia reconvened Regular Session at 10:11 a.m.

Vice President Garcia moved back to Agenda Item #17.

Vice President Garcia stated that it was brought to her attention by the staff that agenda item #17(g), Resolution No. 25.08.10, recognizing the feasibility of providing water service to Nereyda Arzate should be tabled. Mrs. Garcia mentioned it was concluded that it surpasses the capacity as per TCEQ regulations, requiring a new study. Bill Tomsu made a motion to table agenda item #17(g). Howard McCall seconded the motion. The motion carried.

Dacy Cameron reviewed the General Manager's Report. Mrs. Cameron then stood for questions from the board.

Emily O'Leary gave a briefing on the Subdivision Development report. Mrs. O'Leary then stood for questions from the board.

Emily O'Leary gave a briefing on the Engineering and Construction Report. Mrs. O'Leary then stood for questions from the board.

Hollye Fain updated the board on several upcoming events, including plans for the grand opening of Aqua WSC's new annex building, which will feature many giveaways. She also shared that Aqua WSC supported Texas Hill Country flood victims by partnering with P. Terry's Burger Stand to purchase meals, with all proceeds donated, and by sending a crew to help remove debris in Leander. Additionally, Aqua WSC will sponsor the upcoming Bastrop County Summit.

Joe Morris provided his Government Relations overview. Mr. Morris then stood for questions from the board.

There was no General Counsel's Report.

Vice President Garcia adjourned Regular Session at 10:56 a.m. for a break.

Mrs. Garcia reconvened Regular Session at 11:08 a.m.

Vice President Garcia adjourned the Regular Session at 11:08 a.m. and immediately convened an Executive Session under the Texas Government Code, Section 551.071, for purposes of legal advice and consultations with Aqua's general counsel, Texas Government Code, Section 551.072, for the purposes of deliberating real property, and Texas Government Code, Section 551.074, for purposes of discussing personnel matters.

Vice President Garcia adjourned the Executive Session at 12:01 p.m. Mrs. Garcia reconvened the Regular Session at 12:01 p.m. She stated no action was taken and no decisions were made in the Executive Session.

Craig Williams made a motion to direct the General Manager to proceed with disconnect notice for the boring company at a timeline per her discretion. Mark Hippler seconded the motion. The motion carried.

There being no further business, Vice President Garcia adjourned the meeting at 12:03 p.m.

Approved: September 3, 2025

William F. Tomsu, Secretary Treasurer

Linda Garcia, Vice President