

Minutes of Meeting
Board of Directors
Parker Water Supply Corporation
February 21, 2019

On the 21st day of February, 2019, the Board of Directors of Parker Water Supply Corporation ("Corporation") met at the office of the Corporation at 7001 C.R. 1200; Cleburne, Texas with the following Directors present:

David R. Kercheval, Don Goates, Harry Shaffer, Don Rice. Brent Harris was absent due to illness.

Also present were Marilyn Duncan and James Lyles, associates of the Corporation.

The meeting was called to order at 7:08p.m. with a roll call taken by David Kercheval. A quorum was determined to exist.

Consent Agenda

After a brief discussion, Don Goates made and Don Rice seconded motion to accept the January 17, 2019 Minutes as presented. Motion passed. The Directors then considered the January, 2019, Treasurer's Report presented by Harry Shaffer. A motion to approve the Treasurer's Report was made by Don Goates and seconded by Harry Shaffer. The motion passed.

The Directors considered and discussed the January, 2019, Overtime Report. Don Rice raised a question related to Brad Hammond's hours of overtime. Marilyn stated she thought the time was related to unlocking meters but did not know how many meters had been locked. David Kercheval reported he had not been notified by Brad as required by PWSC policy. Don Goates made and Don Rice seconded motion to table portion of report related to Brad until David Kercheval could research the issue. Motion to table passed. Don Goates then motioned and Harry Shaffer seconded motion to approve overtime for Marilyn Duncan. Motion passed.

The Board then heard Marilyn Duncan's Office Manager Report. She reported that 262 members had used our credit card payment system to pay \$18,495.05. She stated the fee related to that usage was \$462.10. David Kercheval notified Board members that information

related to credit card charges options would be on April agenda. Additionally, Marilyn reported the monthly fee paid to CareFlite was \$712.00. There was no Action required on Marilyn's report.

Regular Agenda

At this point in the meeting, David Kercheval changed the order related to the Regular Agenda in order to allow Tim Whitlock of Pinnacle Bank to address the Board related to Item 3 so he would not have to stay for the entire meeting. Item 3 addressed the potential redistribution of funds currently held in our savings account at Members' Credit Union in order to receive higher earnings on our funds. Consideration was also given to making changes with our other CDs. Mr. Whitlock briefly discussed some recent changes within financial circles and explained how PWSC could increase earnings by moving some or all of the funds in the savings account into an 11 month CD at Pinnacle earning 2.4%. After substantial discussion and questions by the Board members, Mr. Whitlock agreed to get additional information related to putting funds in Pinnacle Banks outside of Texas and more information on FDIC protections when funds were distributed in these out of State Pinnacle owned bank members. Don Rice then made and Don Goates seconded a motion to move \$150,000.00 from our Members' Credit Union Savings Account into a Pinnacle 11 month CD providing it paid a minimum of 2.4% interest. The Board would also continue to explore other possible options for enhancing our earnings.

The Board then returned to normal order of Regular Agenda.

Item 1 under the Regular agenda was to hear, discuss and act upon a request by Tracy Carter concerning her locked meter. Ms. Carter was not present and PWSC staff did not have sufficient information to update the Board so Don Goates made and Harry Shaffer seconded a motion to Table Item 1 until it could be properly researched. Motion passed.

The second item for consideration under the Regular Agenda dealt with a request to assist with a large water bill by Kenneth Krieter. Mr. Kreiter was not present to make his request so no action was taken.

Items 4 dealt with an update by David Kercheval on locating and organizing surveys and legal papers related to properties owned by PWSC. He informed the group that most papers and surveys had been identified and should be completed within next two months.

Item 5 was report by Consultant James Lyles on status of operations. He reported that PWSC continued to make improvements to system and all storage tanks had just passed a mandatory annual inspection. There would be some minor repairs needed once we receive report from the inspection company. He and Steve are continuing to get prices for new motor and rebuilding of motor being replaced so it can serve as a backup. One step in this process is coordinating with

Jacob-Martin Engineering to assure that TCEQ standards were being met. No action was needed by the Board.

David Kercheval announced that next regular Board meeting would take place on Thursday, March 21, 2019.

With no further business to discuss, the meeting adjourned at 9:02 PM.



David R. Kercheval, President



Harry Shaffer, Secretary/Treasurer