

**MINUTES OF MEETING
OF THE
BOARD OF DIRECTORS**

THE STATE OF TEXAS §
COUNTY OF PALO PINTO §
PALO PINTO COUNTY WATER CONTROL AND IMPROVEMENT DISTRICT NO. 1 §

The Board of Directors (the “Board”) of Palo Pinto County Water Control and Improvement District No. 1 (the “District”) met in special session, open to the public, at 300 Throckmorton Street, Suite 1700, Fort Worth, Texas 76102, a designated meeting place of the District located outside the boundaries of the District, on Thursday, March 21, 2024, and the roll was called of the members of the Board to-wit:

Todd McCall	President
Melissa Wilson	Vice President
Dr. James Arthur Smith	Secretary
Mark Dannehl	Assistant Secretary
Ric Hayward	Assistant Secretary

All members of the Board were present at the commencement of the meeting with the exception of Director Smith, thus constituting a quorum. Also present were Ms. Sarah Landiak, attorney, and Ms. Amy Bieber, paralegal, each of Winstead PC; Mr. Jonathan Ireton of Westwood Professional Services (“Engineer”); Mr. Zack Washburn or Washburn Construction Services (“Operator”); and Ms. Kathi Dye of Dye & Toverly, LLC (“Bookkeeper”).

The meeting was called to order at 6:09 p.m., and evidence was presented that public notice of such meeting had been given as required by law.

1. The Board called for public communications and comments. Hearing none, the Board closed the public comment section of the meeting.

2. The Board next reviewed the Minutes from the January 22, 2024, Board of Directors meeting. Following a discussion, and upon motion by Director McCall, seconded by Director Hayward and unanimously carried, the Board approved the minutes as presented.

3. Next, the Board acknowledged receipt of a letter signed by Ms. Amy Bieber, records manager for the District, attesting to the fact that Director Hayward and Director Wilson have each filed their respective applications for a place on the ballot for the May 4, 2024, Directors Election, and no other applications have been received. Ms. Landiak noted that it would be appropriate at this time to cancel the Directors Election, and to declare Director Hayward and Director Wilson elected for new four-year terms. Next, Ms. Landiak discussed the provisions of an Order Declaring Unopposed Candidates Elected and Canceling Directors Election with the Board, a copy of which is attached hereto as Exhibit “A”. Following a discussion, Director McCall moved that the Board adopt said Order as presented and declare the

unopposed candidates elected. Director Wilson seconded said motion, which carried unanimously.

4. The Board next recognized Mr. Washburn, who updated the Board with regard to ongoing maintenance and operations within the District, and requested approval for a rate increase for the Operator's daily walk/inspection fee, as described in the current services agreement by and between the District and the Operator, to \$1,850 per month. Following a discussion, Director McCall moved that the Board (i) approve the Operator's rate increase as presented; and (ii) approve the Operator's report as presented. Director Wilson seconded said motion, which carried unanimously.

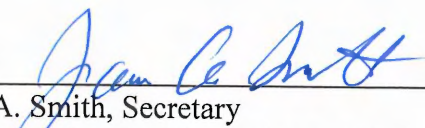
5. The Board next recognized Mr. Ireton, who updated the Board with regarding to engineering matters within the District, reporting that the wastewater treatment plant permit renewal application is pending with TCEQ and the Engineer is moving it through that process. Following a discussion, Director McCall moved that the Board approve the Engineer's report as presented. Director Hayward seconded said motion, which carried unanimously.

6. The Board next recognized Ms. Dye, who presented to and reviewed with the Board a copy of the District's current bookkeeping report and sanitary sewer billing and collections report dated March 21, 2024, a copy of which is attached hereto as Exhibit "B". Following a discussion, Director McCall moved that the Board (i) approve the Bookkeeping report; (ii) approve the sanitary sewer billing and collections report as presented; (iii) authorize payment of bills as listed thereon; and (iv) approve the investment of funds as recommended by the District's Bookkeeper. Director Hayward seconded said motion, which carried unanimously.

There being no further business to conduct and upon motion by Director Dannehl, seconded by Director Wilson and unanimously carried, the meeting was adjourned at 6:24 p.m.

[Signature page follows]

APPROVED AND ADOPTED this 9th day of August, 2024.



James A. Smith, Secretary
Palo Pinto County Water Control & Improvement
District No. 1

(DISTRICT SEAL)

