

**MINUTES TO A
REGULAR MEETING OF THE
BOARD OF DIRECTORS
STONEWALL WATER CONTROL AND IMPROVEMENT DISTRICT**

May 15, 2025

The Board of Directors of the Stonewall Water Control and Improvement District (the “District”) held a regular meeting at 9:00 a.m. at the Stonewall Volunteer Fire Department located at 14854 US Highway 290, Stonewall, Texas 78671, pursuant to notice of said meeting posted in accordance with Chapter 551 of the Texas Government Code, whereupon the roll was called of the members of the Board, to-wit:

Nikolaus Hopkins	President
Mark Nebgen	Vice-President
Laurel Hoekstra	Secretary
Henry Rohlfs	Treasurer
Louis Eckert	Director

All Board members were present. Also in attendance was Dirk Jordan (“General Counsel”) and Timothy Young with Professional General Management Services, Inc. (“General Management”).

1. Call to Order and Establish a Quorum.
President Hopkins, after finding the notice of the meeting was posted as required and that a quorum of the Board of Directors was present, called the meeting to order and declared it open for such business as may come before it at approximately 9:10 A.M.
2. Receive Comments from the Public
None.
3. Minutes to April 17, 2025, Regular Meeting
Draft minutes to this regular meeting were presented and discussed. With no corrections noted, Treasurer Rohlfs moved to approve the minutes. Director Ekert seconded the motion. After full discussion and all voting in favor, the motion carried.
4. Payment of Current Bills and Invoices.
Treasurer Rohlfs presented the invoices to be approved for the period and discussed those invoices in some detail, specifically, invoices from Chem Equip for annual maintenance, TWCA changed their name to TWA and clarification of the hydrant reimbursement. This will be reimbursed to Capital Excavation. With no other extraordinary bills or invoices, Secretary Hoekstra moved to approve the invoices as presented. Director Eckert seconded the motion. After full discussion and all voting in favor, the motion carried.

5. Financial Statements for the Period Ending April 30, 2025.

Treasurer Rohlfs presented the financial reports for the period ending April 30, 2025, to include a Balance Sheet and a Profit and Loss Statement.

Treasurer Rohlfs reported that tax collections have come in, though there may still be a small number of property owners yet to make payment. There are no expected changes to the District's investment accounts as interest remains at +/- 4.3% in the last reporting period. The WCID's CD account will mature in July and investments will be reevaluated then.

The District's 2025-2026 budget workshop will be held on May 29, 2025.

With no corrections needed, Secretary Hoekstra moved to approve the March 2025 Financial Reports as presented. Vice-President Nebgen seconded the motion and after full discussion and all voting in favor, the motion carried.

6. Receive operations report relating to current system operational issues and take action deemed necessary thereon. (Presented by Professional General Management Services, Inc.)

Management presented the System Operations and Management Report to include (a) water accountability, (b) status of system accounts and (c) significant events. A copy of the Systems Total Report, Allocation of Receipts, Exceptional Usage Report and Adjustments Report were also presented and discussed as a matter of routine.

An update on the current drought conditions was reported. The Hill Country Underground Water Conservation District has declared a Stage 4 drought for the Stonewall area. This declaration requires a 20% reduction on pumping from all permit holders. The Stonewall WCID drought plan requires a 20% reduction in Stage 2 so the District will continue in a Stage 2 Drought Condition. Through the first quarter of the new year, they have begun to drop again. PGMS shall continue to monitor for any leaks or water abuse.

The sonic level indicator on well #1 has been repaired but the indicator at well #2 failed soon after #1 was repaired. PGMS called the GCD to let them know to which they said they are aware of the failure and are in contact with the level indicator manufacturer to have repairs made.

Management also reported that there has been no substantial work completed, for the District, with the TxDOT Highway 290 Project. Capital Excavation has been standing by until the paving is complete. Once done, Cap EX will finish bringing valve covers and hydrant to grade as well as installing "Valve" markers. The signs are done on the north side and will be placed on the south side when the paving is complete. TXDOT now claims the paving will be completed in June.

A small leak has been noted on the new GST. PGMS has called TTE LLC, to make a warranty repair claim. TTE sent their techs out Thursday, May 15, and made repairs.

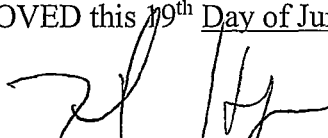
The older Ground Storage Tank has not shown any signs of leakage in the last reporting period.

Vice-President Nebgen moved to approve the management report as presented. Treasurer Rohlfs seconded the motion. After full discussion and all voting in favor, the motion carried.

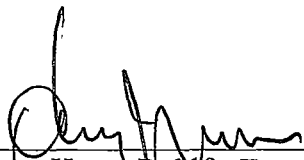
7. New Business.
 - Review/Approve 2024 Consumer Confidence Report.
PGMS drafted and presented to the Board a water quality report or, Consumer Confidence Report (CCR). The report is a summary of water samples collected in the last sampling period and is made available to all water customers. There is no extraordinary information contained in the report and PGMS recommends making it available as it is drafted.
8. Old Business – Operations Update, take action as needed.
 - Update on meter located at 1623 Strip Center – The meter and backflow preventer has been installed and are ready for use.
 - Update to Plaque Placement at the Plant. The plaque and decorative signpost have been picked up and a hole dug. The sign will be installed by volunteers as soon as possible.
 - Update on Highway 290 Expansion. “Water Line” and “Water Valve” signs have been placed on the north side of the highway. The north side will be completed once paving is done.
 - Update on Grant progress / Reimbursement of funds. The final reimbursement request, including expenses related to new mapping, is ready and will be sent to TXDOT very soon.
 - Update to Old GST. Covered in Management Report Section 7.
 - Update on Well Progress. Texan Water Services report that they will be drilling test holes mid-June. If sufficient water is found, the permanent well bore will be scheduled. Repairs to the surrounding fence will be made and if water is found, a gate will need to be installed along with an all-weather access road. Vice-President Nebgen will research the availability of Grants or other funding mechanisms to help with the new well project.
9. Secretary’s Report.
Secretary Hoekstra reported that the District lawn mower needs repair, specifically a new blade. The District will purchase and install it.
10. Treasurer’s Report.
None
11. President’s Report.
President Hopkins spoke with a potential developer who is looking at the Burg property near Elberta, between HWY 290 and RR 1. Their conceptual plans include a wine tasting venue, food trucks and lodging.
12. Other matters that may come before the Board and take action necessary thereon.
None

THERE BEING NO FURTHER BUSINESS TO COME BEFORE THE BOARD, the meeting was adjourned at approximately 10:28 A.M.

PASSED AND APPROVED this 19th Day of June 2025.



Nikolaus Hopkins, President
Stonewall Water Control and Improvement District



Attest, Henry Rohlf, Treasurer
Stonewall Water Control and Improvement District