

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

March 19, 2026

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
Henry Rohlfs	Treasurer
Louis Eckert	Secretary

All Board members were present. Also, in attendance was Dirk Jordan ("General Counsel") and Patrick C. King 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 9:03 A.M.
2. Receive Comments from the Public  
No public comments were offered.
3. Minutes to February 19, 2026, Regular Meeting  
Draft minutes to this regular meeting were presented and discussed. The minutes incorrectly indicated that Director Eckert was absent at this meeting when he was present. With this one correction, Treasurer Rohlfs moved to approve the minutes as presented. Vice-President Nebgen 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. Secretary Eckert moved to approve the invoices as presented. Vice-President Nebgen seconded the motion. After full discussion and all voting in favor, the motion carried.
5. Financial Statements for the period ending February 2026.  
Treasurer Rohlfs presented the financial report, to include the Balance Sheet and a Profit and Loss Statement for the period ending February 2026 and discussed those reports in some detail. Vice-President Nebgen moved to approve the financial report as presented. Secretary Eckert seconded the motion. 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 PGMS, Inc.)  
Management presented the System Operations and Management Report to include (a) water accountability, (b) status of system accounts and (c) significant events.

- a. An update to the current drought conditions was presented. It was noted that the HCUWCD well measuring equipment installed on Well No. 1 continues to be inoperable.
- b. It was reported that the TxDOT highway project is deemed to be complete with one outstanding item relating to reimbursement payment for the District's costs. Reimbursement is forthcoming in the amount of \$50,000 with 10% being retained for up to two years.
- c. The pump house concrete repair has not yet been scheduled and we were informed this work is 10<sup>th</sup> on Baxter Masonry's work list.
- d. Service to Mr. Carmeron Baird's property has now been resolved and the new water tap location is said to be satisfactory to the property owner.
- e. An engineering estimate of probable costs for the proposed new water well was discussed. A tentative agreement has been struck with the Cemetery Board of Directors to provide the District with a 100-year lease at the new well-site location. General Counsel will begin work on drafting a written agreement. State funding may be sought from the Texas Water Development Board, or other sources not yet identified. It was noted that this requires the Engineers to submit a Project Information Form along with an estimate of probable cost for the project. Management was asked to contact the Engineers to see about doing this work.
- f. A Cross Connection survey letter is being drafted and will be sent to each customer of the District.

Treasurer Rohlfs moved to approve the management report as presented. Secretary Eckert seconded the motion. After full discussion and all voting in favor, the motion passed.

7. New Business - Update on concrete repair to plant.

This item was discussed during the management report.

8. Old Business – Operations update, take action as needed,

a. Update on grant progress / Reimbursement of funds.

This item was discussed during the management report.

b. Update on Well development / engineering estimate.

This item was discussed during the management report.

c. Update on Mr. Cameron Baird water service.

This item was discussed during the management report.

d. Update on commercial development properties.

This is pending receipt of an application from the developer.

e. Update on drought status.

This item was discussed during the management report.

f. Add Director Eckert to the signature card.

Director Eckert has been added to the bank's signature card.

g. Election Update.

President Hopkins discussed the election process and reported that no applications have been received with exception of Treasurer Rohlfs and Vice President Nebgen. It was noted that a new law has been proposed relating to term limits that may impact the District.

9. Secretary's Report.

No additional information was provided.

10. Treasurer's Report.

Treasurer Rohlf indicated that a tax meeting has been scheduled by the Tax Assessor's office on March 28, 2026, at 9:00 a.m.

11. President's Report.

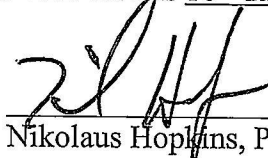
Mr. Bill Mooney was introduced and will be filling the current vacancy on the governing Board. Mr. Mooney will be sworn into office at the District's next meeting.

12. Other matters that may come before the Board and take action necessary thereon.

- No additional matters were brought forward.

THERE BEING NO FURTHER BUSINESS TO COME BEFORE THE BOARD, the meeting was adjourned at approximately 9:58 A.M.

PASSED AND APPROVED on this 16<sup>th</sup> day of April 2026.



\_\_\_\_\_  
Nikolaus Hopkins, President  
Stonewall Water Control and Improvement District



\_\_\_\_\_  
Attest, Louis Eckert, Secretary  
Stonewall Water Control and Improvement District