

Board of Directors Meeting  
August 23, 2022

Present: Randy Reznicek, Janet Frazier, Harold Ross, Earl Martin, Kathy Dodd, and Nanci Essary.  
Guests: Lesa Schenkel.

**Call to Order:** Open Meeting convened at 7:00 pm. Mr. Reznicek presiding.

**Public Comments:** None

**Review and Approve Minutes from the previous meeting:** Ms. Dodd made a motion to accept the minutes of the meeting held on July 26, 2022. Ms. Frazier seconded. All approved. Motion carried.

**Approve 24-month payment plan for customer:** Nanci explained that customer, John Mason, had a leak at his second home where his mother had been residing, though his mother was not living there at the time of the leak. The account qualified for a leak adjustment, which was given, but Mr. Mason is also requesting a 24-month payout because the bill amount would be coming out of his mother's monthly income. The board discussed their concerns regarding financing a lengthy payout. Mr. Martin made a motion to deny a 24-month payment but to approve a 12-month payment plan. Mr. Ross seconded. All approved. Motion carried.

**Old Business Matters – Meter Replacement Project:** Nanci shared with the board that the Neptune meter replacement project had fallen through. Core & Main sent over an invoice with late fees added because the original invoice for the Neptune meters, delivered at the end of May, had not been paid. Nanci explained that the invoice was not paid because the Core & Main representatives refused to give a date for the installation of the collectors or for delivery of the radio that would allow staff to read the meters by drive-by. Rose Hill was being asked to pay over half a million dollars for meters they could not use and had no idea when they would be able to utilize them. Nanci further explained that after seeking advice from a neighboring district and from a board member she gave Core & Main two options, remove the current late fees and all future late fees on the meters until the collectors were installed and/or the radio was delivered, or come pick up everything that was delivered and cancel the project. Core & Main refused to remove the late fees and would still not provide a date for the installation of the infrastructure. Core & Main picked up everything and the Neptune project was canceled. Nanci stated she had already begun to reach out to other meter manufacturers to gather information and see if any were a good fit for Rose Hill.

**Manager's Reports:** Nanci advised the board that TCEQ came on-site for another Comprehensive Compliance Investigation. TCEQ stated they were throwing out the electronic versions they conducted in 2021 and starting over. No violations were alleged during the investigation. However, an email from the investigator was received at 4:30pm today listing a violation that Rose Hill does not have enough Class C operators. Nanci stated she plans to contest the violation because she has and continues to post, in multiple media sources, for experienced licensed operators, but none apply. Also, the two newest operators have obtained their Class D license since starting at Rose Hill, but they are not eligible to apply for their Class C license until they have a year of hands-on experience per TCEQ's rules.

Nanci explained that the auction site that is going to sell Rose Hill's little pumps and motors was not comfortable auctioning them while they were still connected and installed in the tank. They had never sold pumps and motors that way before and could not guarantee we would have anyone interested in bidding on them. The employee from the auction site was also concerned about the liability it could pose, especially for Rose Hill if damage was done while someone other than a Rose Hill agent was pulling the pumps out of the tank.

Nanci stated she was going to have the pumps and motors pulled, which was an option approved by the board at the last meeting. The board agreed with that course of action.

Mr. Martin made a motion to accept the manager's reports. Ms. Dodd seconded. All approved. Motion carried.

The Board reviewed and signed off on the July 2022 bank statement.

Mr. Martin made a motion to adjourn the meeting at 8:34pm. Ms. Dodd seconded. All approved. Motion carried.

  
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President/Randy Reznicek

  
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Secretary/Treasurer, Harold Ross