

PRITCHETT WATER SUPPLY CORPORATION
3670 STATE HWY 155 SOUTH
GILMER, TX 75645
903-734-5438

MONTHLY BUSINESS MEETING
BOARD OF DIRECTORS

Minutes

DATE: Tuesday, February 17, 2026
TIME: 6:00 p.m.
LOCATION: Pritchett Water Supply Corporation
3679 State Hwy 155 S
Gilmer, TX 75645

Directors present: Dennis Myrick, Sherri Heckendorn, Russell Washburn, Josh Marrs, Ken Reagan, George Stevenson and Kevin Honeycutt

*Call to Order....*Mr. Marrs called the meeting to order, welcomed all and Mr. Honeycutt opened in prayer

*Citizen's Comments....*Callie Little and Cheryl Little commented about concerns with increasing rates and one asked not to raise the rates.

*New Business, Item, A...*Mr. Marrs skipped to the audit report given by Tessa Fowler of Heard, McElroy & Vestal, LLC. She passed out draft audits to the directors & reviewed the audit. (Draft audit to be included with the minutes) After her review, she stated that it was very good, clean & no surprises.

*Approval of Minutes....*Mr. Reagan moved to approve the minutes of Jan. 20, 2026 with the actual budget included, Mr. Honeycutt seconded & the motion carried.

Mr. Stevenson moved to approve the minutes of Feb. 5, 2026, Mr. Honeycutt seconded & the motion carried.

*Budget and Financial Statements....*No discussion on the budget & financial statements.

*Manager's Reports....*Mr. Hathcock reported:

Using the new truck, new logo, tool boxes installed, ready for service.

Hired a part time employee just to do flushing, & hired a full time to replace one that moved on #17, Lee Kirby from Eagle Labs, tested the water. The iron levels should be .7 or below, they were at 3.16, so we can't use the well. We have the well off, but we're cleaning out the storage tank, & will fill it from Plant #22. We'll also have samples taken & approved before putting it online. Another well will have to be drilled & utilized to meet capacity issues.

Little Harlem project is still progressing.

We have a PUC Attorney to represent us on the complaint.

The generator has been ordered for Well #25.

We've had some electrical issues, but we're good.

We had a couple of Boil Water Notices, both in isolated areas with very few affected.

Mr. Washburn moved to approve the forfeitures of #100084/Stripling @ \$151.49 & # 104967/Nichols @ \$120.82, Mr. Stevenson seconded & the motion carried.

Old Business....

None

New Business....Mr. Hathcock presented bids on a new Diamond C gooseneck trailer w/10,000 lbs. axles & a 6 yr. warranty @ \$23,176.30 from The Works in Pittsburg. Mr. Stevenson moved to approve, Mr. Reagan seconded & the motion carried.

Mr. Reagan met with Mr. Hathcock & agree on increases on the base rates & the tiers. Mr. Hathcock recommended going up \$5.00 on the base rate & \$2.00 on the tiers, re-evaluate & increase next year. Mr. Reagan said he believed we had the "story to tell" even though some would not like the story. The increase is a start but still not where we need to be. Mr. Myrick moved to accept Mr. Hathcock's recommendation & explore the equity-buy in fees, Mr. Stevenson seconded & the motion carried with Ms. Heckendorn opposing. Rates to be effective with the April billing, due May 15.

Mr. Myrick asked if anyone had approached our State Rep. and would also like to see regulation of raising rates.

Next Board of Directors Meeting....Mr. Reagan set the next meeting for Tuesday, March 17, 2026 immediately following the Annual Member's Meeting at the Pritchett Community Center.

Adjourn.....Ms. Heckendorn moved to adjourn at 19:16, Mr. Myrick seconded and the motion carried.

***Minutes taken by
Cindy McMillan***

***Approved
March 17, 2026***