Arledge Ridge Water Supply Corporation
Bailey Texas 75413

Board of Directors Monthly Meeting
October 15, 2026

Meeting Location: May Community Room at First United Bank,
120 W Sam Rayburn Dr, Bonham, TX 75418

Meeting Time: 7:00 p.m.

Board Members Present: Alan McDonald, John Anderson, Brent Youngman, Bob Irish, and Kimberly Gentry. Nathaniel Wahlquist arrived at 7:04 p.m.

Others Present for All/Portion of the Meeting: Penni Smallwood – ARWS, Michael Granstaff – ARWS, Gracie Jones -ARWS

1. Convene meeting and confirm quorum present;

   Alan McDonald called the meeting to order at 7:00 p.m.

2. Public Comments (Limit of 3 minutes per speaker) The Board is unable to take any action on any items not already listed as an Agenda item;

   Public comments were opened up for guests. A guest requested that an agenda packet be provided to all attendees .

3. Review and consider approval of Minutes of the September 10, 2026 meeting;

   John Anderson made a motion to approve the Minutes of the September 10, 2026 meeting. Brent Youngman seconded the motion. The motion passed unanimously.

4. Review and consider taking action to approve the income and trial balance report for September 2026;

   Bob Irish presented cumulative bank balances as of September 30, 2026: $67,234.66. Bob Irish presented the Net Worth as of September 30, 2026, 2026: Overall assets and liabilities: $1,031,396.44

   Bob Irish made a motion to accept the transfer of $17,400 from the Checking account to the Capital Improvement account. John Anderson seconded the motion. The motion passed unanimously.

5. Manager's Report – Review, discuss and take possible action on any item presented in the Manager's Report;

   Michael Granstaff presented the Manager's Report:
   - We have completed the transition into our original office.
   - We needed a large police presence to discontinue service to a member. Two armored vehicles were provided for cover. Swat snipers and team members also assisted.
   - We have had more leaks than usual due to dry weather.
   - All reports have been turned in, and all chlorine bottles have been changed out with no problems. All leaks have been repaired.

- All duties have been completed with no major issues.

6. Dunaway engineer to provide updates on Well 2 re-drilling approval process

   Dunaway engineer provided an update to the Board on Well 2 re-drilling approval process.

7. Dunaway to attend meeting to discuss water supply infrastructure grant;

   Discussed water supply infrastructure grant with Dunaway engineer.

8. Consider a Resolution to engage the engineers to make the grant application on our behalf;

   The Resolution to engage the engineers to make the grant application on our behalf was tabled.

9. Discuss and take possible action on recurring expenses that have increased and need to consider engaging engineers to update the rate model to ensure compliance with GTUA and TWDB loan agreements and maintain budget;

   John Anderson made a motion to engage with engineers to update the rate model to ensure compliance with GTUA and TWDB loan agreements and maintain budget. Bob Irish seconded the motion.

   Vote was called:

   - Yay votes: John Anderson, Brent Youngman, Bob Irish, Nathaniel Wahlquist, and Alan McDonald
   - Nay votes: Kimberly Gentry

   Motion passed 5 to 1 in favor.

10. Convene into Executive Session, if necessary;
11. John Anderson made motion to enter Executive Session at 7:50 p.m. Brent Youngman seconded the motion. The motion passed unanimously. consultation with legal counsel pursuant to Section 551.071

12. Reconvene into Regular Session;
    Board reconvened regular session at 8:07 p.m.

13. Take action on anything coming out of Executive Session, if needed;

    No action was taken after coming out of Executive Session.

14. Adjourn.
    Nathaniel Wahlquist made motion to adjourn the meeting. Kimberly Gentry seconded the motion. The motion passed unanimously. Meeting adjourned at 8:07 p.m.

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Alan McDonald, President

John Anderson, Kimberly Gentry, Nathaniel Wahlquist, Brent Youngman, Bob Irish (directors)