

CYPRESS SPRINGS SPECIAL UTILITY DISTRICT

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REGULAR BOARD MINUTES

February 10, 2026

The Cypress Springs Special Utility District Board of Directors met on Tuesday, February 10, 2026, in the Board Room of the Cypress Springs Special Utility District Office located at 114 FM 115 for their monthly meeting.

Call to order and declaration of quorum by President Larry Daniel

Directors Present: President Larry Daniel, Secretary-Treasurer Lloyd Parker, Director Todd Jagers, Director Jerry Hammond, Vice President Richard Starek, Director Jeff Cohen, Director Chad Neal, Director Brad Sears, and Director Neuman Browning.

Directors Absent: Director Richard Hughes and Director Rex Tillery

Also Present: Kevin Spence and Jean Sparks

Public Attendance Consisted of: N/A

Public Comment: N/A

Invocation: Vice President Richard Starek

***Manager Kevin Spence** read the Oath of Office for Larry Daniel, Todd Jagers, Jerry Hammond, and Chad Neal. Reported all Oaths of Office were done, making Larry Daniel, Todd Jagers, Jerry Hammond, and Chad Neal re-elected.

***Manager Kevin Spence** then asked for nominations for President, Vice President, and Secretary-Treasurer Officers. After the discussion, Director Jeff Cohn made a motion, seconded by Director Jerry Hammond, to retain the current Officers: President Larry Daniel, Secretary-Treasurer Lloyd Parker, and Vice President Richard Starek. The motions carried with no dissent.

President Larry Daniel requested a motion and a second to approve the consent items. Director Chad Neal made a motion, seconded by Director Todd Jagger, to accept the Minutes from January 13, 2026, as written, the Treasurer's Report, and Aged Payables/Replenish Petty Cash Checking to \$20,000.00. The motions carried with no dissent.

Manager's Reports / Unfinished Business:

Manager Kevin Spence reported meeting with Tony Price to discuss the possibility of Winfield purchasing water from us. Mr. Price mentioned that, at this time, the owners of the aluminum plant are unwilling to cover the costs of the water line required for service. It was mentioned that the groundbreaking has been postponed to sometime in May 2026. We are currently waiting for updates on any progress.

Manager Kevin Spence reported the freezing weather in January provided an opportunity to assess our emergency preparedness. Before the cold snap, all generators were tested, refueled, and our fuel trailers were replenished. The single-digit temperatures put every component at our production and storage facilities, as well as every water meter in the system, to the test. All facilities and employees performed exceptionally well.

Manager Kevin Spence reported that Cornersville Water Supply Corporation (W.S.C.) experienced generator trouble and rented a generator due to the freezing weather as a precaution. The new pump installed last year requires more kilowatts than the generator is rated to provide. Fortunately, the power remained on the entire time.

Manager Kevin Spence reported that the TexSTAR account is performing well. It has been another good month, with a recommendation to transfer an additional \$5,000 to the TexSTAR account. After discussion, Vice President Richard Starek made a motion, seconded by Director Neuman Browning, to transfer \$5,000 to the TexSTAR account in January 2026. Carried with no dissent.

Manager Kevin Spence reported that Ferguson representative David Roan and others came to troubleshoot communication issues between certain water meters and collectors. They were able to adjust individual digital meter settings in the programming or add extenders to improve communication performance. Troubleshooting the other meters is ongoing.

Manager's Reports / New Business:

Manager Kevin Spence reported that the TRWA Rural Water Conference will be held from March 25th to 27th in Arlington. A delegate and an alternate delegate need to be appointed. After the discussion, President Larry Daniel was appointed as a Delegate, and Vice President Richard Starek was appointed as an Alternate Delegate.

Manager Kevin Spence reported that he and Jean Sparks were invited to Alliance Bank to learn about the launch of an online newspaper called Mt. Vernon Now. The content will focus on citizen journalism, providing current, unbiased information about the county and community to keep residents informed.

There being no further business, Director Neuman Browning made a motion, seconded by Vice President Richard Starek, to adjourn the meeting at 6:00 PM. The motion carried with no dissent.

Approved