

Bolivar Peninsula Special Utility District
Minutes of the Regular Meeting, February 10, 2026

Directors Present

Bradley Metz, President
Kerry Aycock
Shauna King
Michael Plane
John Irvine
Mark Desantis
Michael Hoover

Staff Present

Sheila Cunningham, GM
Barbara Cowie
Richie Rodriguez
Donald Crawford
Cherina Perimon
Michelle Martin

Others Present

See attachment "A"
Attached hereto for all purposes
and incorporated herein

Item 1 Call to Order: At 6:00 PM Bradley Metz, declared a quorum present and called the meeting to order.

Item 2 Pledge of Allegiance and moment of silence: The Pledge of Allegiance was led by Brad Metz and cited by all present. Afterwards, a moment of silence was observed.

Item 3 Approve minutes of the January 13th General Meeting:

A motion was made by Michael Plane and seconded by Shauna King to approve the January 13th general meeting minutes as corrected (items 5, 8 and 14 spelling corrections) Motion unanimously approved.

Item 4 Committee Reports:

Audit & Finance:

The committee met and reviewed all invoices and bank statements for January, 2026 and found all items to be in order.

Waterline Upgrade Committee:

Status of Capital Improvement Plan update- no action

SUD to MUD conversion exploratory Committee: Report of meetings held with consultants- tabled for a public town hall

Item 5 Public Comments

Customers in attendance who requested to make public comments:

Joe Forkner, Brenda Flanagan, Larry Flanagan, Suzie Chapman, Randy Martin, and Lisa Jansky

Item 6 Recognition of Michelle Martin for 10 years of service

Certificate presented by Brad Metz

Item 7 Manager's Report: The manager's report was presented by Sheila Cunningham, Ritchie Rodriguez, and Donald Crawford. The following items were reported and/or discussed:

A) A Review of Trial Balance, Comparative Budget Report and Account Balance Summary List: The Board reviewed the Trial Balance Report, Comparative Budget Report and the Account Balance Summary through January 2026 and found everything to be in order.

B) Review System Operational Reports:

- * District Water Losses. The District experienced a four-month average water loss of 4.5% and 2.38% for January.

- * The District has 6385 active accounts through January. In January, 6 accounts were liquidated and 69 were shut-off for non-payment.

- * Total water sales for January were \$505,785.00

- * The average water bill for 2026 is \$79.75 and the monthly average for January was \$79.75.

- * Water pumped was 25,854,000 gallons and water sold was 19,074,000 gallons with a loss difference of 6,780,000 gallons for District flushing, County usage and fire department usage. There were 6 leaks repaired. There were 0 reportable accidents for the month and 0 injuries.

C) Review activities:

Bolivar SUD is actively hiring for Field Crew

D) Finances: Net income for January was \$257,358.00

Item 8 Update on Capital projects

Waterline upgrades-Contract 4 has not begun yet. The Engineers have given Bull-G the notice to proceed

Bolivar Plant Pump Upgrade- Expected to finish in 8 weeks

HI North Tank Rehab- has been completed

Item 9 Discussion and possible action on Election of Secretary

There were no nominations made for Secretary

For the sake of bank signatory requirements, let it be known;

Maria Skewis who was the Secretary has resigned and a replacement is pending

Mark Ivey previously resigned as Board Director

Item 10 Discussion and possible action on formation of a Communications Committee

Brad Metz, Kerry Aycock, and Sheila Cunningham form this committee

Brad will be giving updates with Bolivar Live and other media venues

Town hall meetings will be planned twice a year

Item 11 Discussion and possible action on Website Update

Adding new information for our new Board members and water line upgrade information has been updated

Item 12 Discussion and possible action on Grant Applications

New Grant through TBWD -WISG. Phase 1 of the 12" waterline upgrade and contract 4 costs can be included. The point system provides additional points for projects that are ready to proceed.

CDBG High Island project-progressing. GLO Galveston County Rollover Pass- award letter has been received-no notice to proceed yet. EDA- still pursuing and recently distributed Economic Impact Surveys

Item 13 Discussion and possible action on Agreement for services with LJA

Engineering regarding 12" line partial upgrade engineering

Motion made by Jon Irvine to approve and a second by Mike Hoover, making four in favor with Kerry Aycock and Michael Plane voting against. Mark Desantis abstained.

Item 14 Discussion and possible action on Third Party Inspector for Waterline Upgrade Contract 4

Motion was made to accept Rice Inspection by Michael Hoover. The motion was seconded and passed unanimously.

Item 15 Discussion and possible action on Proposal for fence work at office and at Gulfhaven location

There was a motion to accept bid from William Wagnor by Shauna King and a second by Mike Hoover with all in favor.

Item 16 Discussion and possible action on Director attendance at TRWA Rural Watercon March 25-27

No action taken

Item 17 Executive Session: Meet in closed session as follows:

A) Pursuant to §551.072 Deliberation Regarding Real Property

Time: 7:20

Item 18 Reconvene in open session.

Time: 8:28

Item 19 Consideration and possible action regarding Executive Session

Time: 8:30 Tabled until Special session

8:31- Mark Desantis read a prepared statement resigning his position as Director

Item 20 Director's comments regarding future committee meetings

Communications Committee

Personnel Committee

Capital Improvement and Waterline upgrade committees

Item 21 Directors comments regarding future agenda items

Appointment of Board Secretary

Nomination of new Board Members

Item 20 Set date for next regular Board meeting (March 10, 2026)

Item 21 Adjournment

8:34 P.M. Motion to adjourn made by Shauna King with a second by Mark Desantis

CERTIFICATION

I, the undersigned, do hereby certify the above to be a true and accurate record of the Bolivar Peninsula Special Utility District Board of Directors' meeting conducted on February 10, 2026.

+

Brad Metz, Board President