BOARD OF DIRECTORS
MEETING MINUTES
January 6, 2026

Directors In Person: Richard Garner – President, Brian Farrar – Vice President, Bob Bachman – Treasurer, Jim Murphy – Secretary, Mike Malloy, Vince Marchesani, Paul Attwood, Wayne Bauman, and Larry Kosilla

Directors Absent: None

Staff Present: Andy Koebel, Don Woodruff, Kim Hoskins, Steve Richards, Jose Espinoza, Lisa Karnow, and Veronica DeLeon

Legal Counsel: Scott Beatty of Henderson Franklin

Meeting Called to Order at 4:59 p.m. by President **Garner**.

Minutes: **Garner** requested a correction to the minutes to reflect that the motion was made by **Bauman** and not **Bachman** on the final Executive Session item. **Kosilla** motioned to approve December 16, 2025, Board Minutes as corrected. 2nd by **Murphy**. Approved 9-0.

Member Comment: None

Woodruff discussed Operations Key Performance indicators. **Marchesani** questioned the data regarding the miles of pipe and the number of leaks and breaks for 2022-2025. **Murphy** mentioned residents on Hickory Blvd were complaining about low water pressure with their fire lines. Woodruff stated there was a large main water break that affected customers on Hickory Blvd. Pressure was resolved and no longer a concern.

260106-01 **Richards** requested approval of resolution to amend the method for funding of the Renewal and Replacement Fund (R&R) Fund. Staff propose a method recommended by AWWA that provides a better match between spending and funding. In addition, approval for designation of excess R&R funds for the upcoming deep injection well construction project. **Farrar** motioned to approve the fund adjustment and designation of R&R unspent funds. 2nd by **Bachman**. Approved 9-0.

260106-02 **Richards** requested approval of resolution to ratify adoption of amendment to BSU's 457(b) plan. Secure Act 2.0 Amendment extends the age for required

minimum distributions. **Murphy** motioned to approve ratification of adoption. 2nd by **Kosilla**. Approved 9-0.

Other Business: **Koebel** provided an update on Citrus Park. He met with Citrus Park attorneys and PSC to start the certificate cancellation filing. Closing is contingent upon approval by PSC. A meeting will be held tomorrow between Bella Villa HOA and Koebel to propose metering and bill estimates for the single-family section.

Koebel announced that the offer for Imperial Harbor property was acknowledged for $275,000 with a closing date of March 11, if accepted.

Koebel informed the Board that Krystal Dickout was promoted to Human Resources Manager effective January 1st. Staff have been directed to report to Krystal as the main point of contact for HR matters.

Koebel invited the Board to attend BSU's Hockey Night on January 30th. Please RSVP with Veronica.

Payment: **Bachman** moved to approve payment of the bills presented. 2nd by **Murphy**. Approved 9-0.

Director Comments: **Kosilla** commented on an article he read about washing machines releasing microplastics from clothing into sewers. Article discussed developing a filter system for the machines.

Bauman asked about the upcoming election. Koebel confirmed that there are six candidates and that ballots will be mailed out February 20th. GSMA will create candidate bios and generate news releases. SBS will be handling election materials.

The Board Members congratulated Dickout on her promotion to HR Manager.

Adjourn **Meeting adjourned at 5:42 p.m. Farrar** motioned to adjourn. 2nd by **Bauman**. Approved 9-0.