BOARD OF DIRECTORS
MEETING MINUTES
April 21, 2026

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

Directors Remote: Larry Kosilla

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

Legal Counsel: Margaret Karakashian of Henderson Franklin

Meeting Called to Order at 5:00 p.m. by President **Garner**.

Minutes: **Murphy** motioned to approve April 7, 2026 Organizational Meeting Minutes. 2nd by **Marchesani**. Approved 9-0. **Farrar** motioned to approve April 7, 2026 Board Minutes. 2nd by **Bauman**. Approved 9-0.

Member Comment: None

Staff Reports: **Hoskins** provided a new construction update and discussed current project status and review times.

260421-01 **Richards** presented to the Board for approval Resolution 26-04 recognizing the 2025 negative allocable margin and no capital credit allocation. In accordance with tax counsel's recommendation, the Board annually reviews the Company's allocable margin, determines any necessary reserve requirements (when the allocable margin is positive), and decides on capital credit allocations. For 2025, the Company reported a negative allocable margin of $291,497, resulting in no capital credit allocation to members. Staff recommended approval of the resolution to formally recognize the negative allocable margin and the absence of a capital credit allocation. **Bachman** motioned to approve the resolution 26-04. 2nd by **Farrar**. Approved 9-0.

Other Business: **Koebel** updated the Board on an underbilling issue that was recently discovered. Letters have been drafted and BSU is in the process of finalizing an attachment. **Garner** recommended contacting the members affected.

Garner inquired about the East Water Reclamation Facility phosphorus control project and requested a status update. **Hoskins** reported that a development order is in place. However, an independent third party will be required to review the building permit through the city. This is necessary because the contractor used plans prepared by Jacobs, and Jacobs also conducts building permit reviews, creating a conflict that requires external review. Once started, it is estimated that the project be completed within one year.

Bachman inquired about the status of the SpryPoint customer relationship management software replacement. **Karnow** reported that the project is progressing and that live data will be tested next week. **Koebel** added that members will be notified in May about the upcoming transition. The system is tentatively scheduled to go live on June 1, pending successful data and billing testing.

Koebel provided an update on the freshwater aquifer shortage (Lower Tamiami). Freshwater wells remain stable, and BSU is participating in biweekly meetings with the South Florida Water Management District to monitor conditions. During the shortage, BSU has increased reliance on the brackish water aquifer (Upper Floridan) and will shift back to greater freshwater use once groundwater levels normalize. Ongoing sampling indicates that water quality data remains within acceptable standards.

Garner requested an update on the hurricane insurance claim refunds. **Richards** reported that approximately $1 million has been approved for Hurricane Milton but additional source documentation will need to be submitted to the Florida Department of Emergency Management.

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

Director Comments: **Marchesani** provided an update to the Board of the Ethics and Governance Committee meeting, including discussion of the current policy and a draft Board Code of Conduct. **Koebel** reinforced that the draft Board Code of Conduct is going to be enhanced and will be brought back to the Board.

Garner thanked **Woodruff** for handling a recent complaint.

Meeting recessed at 5:23 p.m.

Executive Session began at 5:24 p.m.

Adjourn **Meeting adjourned at 5:50 p.m. Farrar** motioned to adjourn. 2nd by **Marchesani**. Approved 9-0.