BOARD OF DIRECTORS
MEETING MINUTES
June 2, 2026

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

Directors Remote: Vince Marchesani

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

Legal Counsel: Scott Beatty of Henderson Franklin

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

Minutes: **Kosilla** motioned to approve May 19, 2026 Board Minutes. 2nd by **Farrar**. Approved 9-0.

Member Comment: None

260602-01 **Koebel** presented a request to approve Amendment 2 to the Septic Replacement and Groundwater Protection Agreement between the City of Bonita Springs and BSU. The amendment reflects additional State of Florida funding, marking the third increase of funding. The item is also scheduled for consideration by the Bonita Springs City Council at its June 3 meeting. **Bauman** motioned to approve Amendment 2. 2nd by **Attwood**. Approved 9-0.

260602-02 **Hoskins** presented a request to approve Design-Build Task Order No. 11 with Jacobs for evaluation, design, and development of a Guaranteed Maximum Price (GMP) for the EWRF membrane replacement and facility rerating, at a cost of $594,220. The Board previously approved the purchase of replacement materials in December 2025 to secure a 10% discount, with delivery anticipated in April 2027. The rerating analysis may help defer a future expansion project. Existing membranes have reached their end of life, and sufficient funding is available within the current 5-Year CIP budget for engineering and construction

costs associated with this project. **Farrar** motioned to approve Task Order 11. 2nd by **Kosilla**. Approved 9-0.

260602-03 **Hoskins** presented a request to approve a construction agreement with Youngquist Brothers, LLC for installation of a second deep injection well at the Water Treatment Plant site, at a cost of $14,975,000, including above-grade piping. Staff reported that pricing was reviewed against similar projects at neighboring utilities and found to be consistent with current costs. Staff also conducted site visits to recently completed deep injection wells constructed by Youngquist. The firm has extensive experience with deep injection well construction in Florida and previously completed BSU's existing well. Consultants who have worked with the firm on similar projects reported no history of significant change orders. **Koebel** noted that minor contract language remains under review but is minimal. **Bauman** summarized the Engineering/Operations Committee discussion on this topic, noting the firm's local presence and experience, and reported the committee unanimously recommended approval. **Bauman** motioned to approve construction agreement. 2nd by **Attwood**. Approved 9-0.

260602-04 **Richards** presented a request for Board approval of banking resolutions for First Horizon Bank and TD Bank to update authorized account signers following the officer elections conducted at the April 7, 2026 Board meeting. **Farrar** motioned to approve the bank resolutions. 2nd by **Murphy**. Approved 9-0.

260602-05 **Richards** presented a request to approve an increase to the reclaimed water rate, effective October 1, 2026. Under the current rate methodology, the maximum allowable rate is calculated at 105% of the average reclaimed water rates charged by Lee County Utilities and Collier County Utilities. Effective October 1, 2026, Lee County Utilities' reclaimed water rate will be $0.75 per 1,000 gallons and Collier County Utilities' rate will be $0.89 per 1,000 gallons. Based on these rates, the calculated maximum allowable rate is $0.86 per 1,000 gallons. Staff recommended approval of the reclaimed water rate increase to $0.86 per 1,000 gallons. **Marchesani** motioned to approve the increase to the reclaimed water rate. 2nd by **Kosilla**. Approved 9-0.

Other Business: None

Bill Payment: **Bachman** motioned to approve payment of the bills presented and Renewal and Replacement Withdrawal Request (2026-9). 2nd by **Bauman**. Approved 9-0.

Director Comments: **Attwood** referenced the Engineering/Operations Committee's discussion regarding the deep injection well project and expressed support for Youngquist Brothers, noting the use of steel casing and the firm's long experience in this type of work.

Farrar asked if there was an update regarding the language for the design for stormwater deflections with the City of Bonita. **Koebel** mentioned that it was in process.

Bauman updated the Board on the Engineering/Operations committee meeting.

Adjourn **Meeting adjourned at 5:24 p.m. Farrar** motioned to adjourn. 2nd by **Garner**. Approved 9-0.