

SAND FLAT WATER SUPPLY CORP.  
14874 FM 14  
TYLER, TEXAS 75706  
March 5, 2024, at 6:00 P.M.

## **MEETING AGENDA FOR REGULAR MONTHLY BOARD OF DIRECTORS MEETING**

The subjects to be discussed, considered or acted upon which any formal action may be taken are listed below. Items do not have to be taken in the order shown on this meeting notice.

### **Roll Call:**

Roll call of directors to establish a quorum

Meeting called to order

### **Minutes:**

From previous monthly meeting held on February 6, 2024.

### **Public Comment:**

### **Old Business:**

### **New Business:**

- A. Financial Reports for January 2024.
- B. Declare Elected All Unopposed Candidates.
- C. Discuss, consider, and take possible action on Annual Meeting Notice and Agenda.

### **Manager Report:**

- A. See Spreadsheets.

### **Executive Session:**

### **Adjournment:**

**SAND FLAT WATER SUPPLY CORP.  
BOARD OF DIRECTORS MEETING  
February 6, 2024**

**ROLL CALL:**

**President:** Kenneth Langley

**Vice President:** Ennis Bynum

**Secretary/Treasurer:** Jimmy Perryman

**Directors:**

Kenneth Langley

Ennis Bynum

Jimmy Perryman

Wendell Hawkins (Absent)

Allen Christian (Absent)

Rick Hensley

William Thomas

Ronnie Pilcher

Scott Turner (Absent)

Also, in attendance were: Larry Wintters, Mark Wintters and Randall Jackson.

Board President Kenneth Langley states a quorum of directors are present to conduct the regular monthly meeting.

Board President Kenneth Langley called meeting to order at 6:00 P.M.

**MINUTES:**

Directors present read minutes provided from the previous meeting that was held on January 2, 2024. Ennis Bynum made a motion to accept minutes, Will Thomas seconded the motion. Motion carried by unanimous vote.

**PUBLIC COMMENT:**

No Comments.

**OLD BUSINESS/OPEN ISSUES:**

None.

**NEW BUSINESS:**

**A. Financial Report for December 2023.**

Larry Wintters explained the December 2023 Financial Statements.

Ronnie Pilcher made a motion to accept the December 2023 Financial Statements. Rick Hensley seconded the motion. Motion carried by unanimous vote.

## **MANAGER REPORT:**

## **EXECUTIVE SESSION:**

Larry Wintters reported on the new 50' x 50' shed.

## **ADJOURNMENT:**

Rick Hensley made a motion to adjourn the meeting and Jimmy Perryman seconded the motion. Motion carried by unanimous vote. Meeting adjourned at 6:12 P.M.

Minutes taken by Mark Wintters. Typed by Carrie Marsh.

Approved this 5<sup>th</sup> Day of March 2024 by vote of the Sand Flat Water Supply Corporation Board of Directors.

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Kenneth Langley, President

Sand Flat Water Supply Corp.  
CNB Operating Account

Beginning Balance as of January 1, 2024 \$ 677,714.03

Expenses:

Ablesland (Binder, case of paper, pink paper)	\$ 151.08
AT&T Fiber (Monthly charge)	\$ 503.03
AT&T - Meraki wifi (monthly charge)	\$ 94.33
AT&T Office @ Hand (VOIP phone monthly charge)	\$ 169.69
AT&T Mobility (Cell phones and ipads)	\$ 332.93
Blue Cross Blue Shields (Health Insurance MW & CM)	\$ 2,905.66
Curro Environmental (Water testing)	\$ 1,918.40
Customer Refunds	\$ 131.83
DataProse (December 2023 Billing)	\$ 962.19
Dearborn National Life insurance (Quarterly payment)	\$ 270.85
East Texas Alarm (Alarm Monitoring)	\$ 41.68
ET Fasteners (Nuts, washers, hex cap screws etc)	\$ 90.29
Gary Barber Tax Assessor (Trailer registration)	\$ 61.25
General Journal Entry 454 (Correct Overage)	\$ 10.00
GPS (Trash Pickup)	\$ 110.75
Guardian Insurance (Dental Insurance)	\$ 182.13
Mobile Communications (Monthly Service Fee)	\$ 40.27
NexBillPay (Ebills & Returned echeck fees)	\$ 2.00
Payroll	\$ 21,526.01
Southside Bank Transfer (moved line extension cost from CNB)	\$ 292,305.00
Tele-One Communications (Answering Service)	\$ 123.91
TXU Electric	\$ 4,503.91
UBEO (Monthly copier fee)	\$ 209.00
Underground Utilities (Parts & Supplies)	\$ 1,787.55
US Treasury (Weekly Tax Payments)	\$ 5,600.46
Wood County Electric	\$ 2,656.49
<b>Total Expenses</b>	<b>\$ 336,690.69</b>

**Total Deposits** **\$ 82,038.57**

**Ending Balance as of December 31, 2023** **\$ 423,061.91**

<b>Difference of beginning balance and ending balance of Operating Acct: negative balance from moving line extension payments to SSB Construction fund)</b>	<b>\$ (254,652.12)</b>
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**Without moving line ext funds to SSB Construction we would have a  
difference of : \$37,652.88**

Sand Flat Water Supply Corp.  
CNB Debit Card Account

**Beginning Balance as of January 1, 2024** **\$ 4,203.65**

**Expenses:**

ABC Auto Parts (Battery ASM)	\$ 245.44
Amazon.com (Roomba, black & green weather safety gloves,	\$ 629.16
Brookshires (Potato salad and pies for Board Mtg)	\$ 46.65
Catfish King (January 2024 Board Meeting)	\$ 116.01
Quickbooks (Monthly payroll subscription)	\$ 25.98
Office Depot (Envelopes x 3 & Pink paper)	\$ 158.00
Real VNC (SCADA computer access)	\$ 66.99
TCEQ (Tier II filing)	\$ 51.38
Wal-Mart (Cutlery, Paper plates and paper towels)	\$ 95.69
USPS (1 roll of stamps, 1 certified letter)	\$ 94.26
<b>Total Expenses</b>	<b><u>\$ 1,529.56</u></b>

**Total Deposits (Transfer from CNB Operating)** **\$ -**

**Ending Balance as of January 31, 2024** **\$ 2,674.09**

Sand Flat Water Supply Corp.  
SSB Construction Fund Account

<u>Beginning Balance as of January 1, 2024</u>	<u>\$ 108,977.14</u>
<u>Expenses:</u>	
Hernandez General Contractors (50' x 50' Building)	\$ 9,780.00
 Total Expenses	 <u>\$ 9,780.00</u>
Total Deposits: (Transfer from SSB Deposits: \$600.27; Interest Income: \$248.89; and transfer from CNB Operating for Line Exts: \$292,305.00)	\$ 293,154.16
 Ending Balance as of January 31, 2024	 \$ 392,351.30

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Accrual Basis

## Sand Flat Water Supply Corporation

## Balance Sheet

As of January 31, 2024

	Jan 31, 24
<b>ASSETS</b>	
Current Assets	
Checking/Savings	
CNB Debit Cards	2,674.09
CNB Operating	423,061.91
SSB - Construction Fund	392,351.30
SSB - Deposits	2,857.09
Cash Drawer	600.00
Total Checking/Savings	821,544.39
Accounts Receivable	
Accounts Receivable	
Water	87,913.75
Payouts	13,375.00
Accounts Receivable - Other	19,126.92
Total Accounts Receivable	120,415.67
Total Accounts Receivable	120,415.67
Other Current Assets	
Inventory	304,519.12
Prepaid Insurance	16,183.58
Prepaid Maintenance	4,062.00
Prepaid Postage	966.00
Total Other Current Assets	325,730.70
Total Current Assets	1,267,690.76
Fixed Assets	
CIP - Well Pump #2 Project	11,995.00
Well #6	927,179.00
Buildings	374,802.05
Equipment Improvements	389,269.79
Land	38,250.15
Office Furniture & Equipment	55,503.77
Plumbing System & Equip	1,208,211.97
Site Well #5 (land)	21,698.01
Software	14,959.57
Utility Plant & Equipment	505,512.54
Well # 5	600,000.00
Accumulated Depreciation	-2,100,728.28
Total Fixed Assets	2,046,653.57
Other Assets	
CNB - CD 10308232	193,334.28
CNB - CD 10308229	76,078.40
Total Other Assets	269,412.68
<b>TOTAL ASSETS</b>	<b>3,583,757.01</b>
<b>LIABILITIES &amp; EQUITY</b>	
Liabilities	
Current Liabilities	
Accounts Payable	
Accounts Payable	7,120.53
Total Accounts Payable	7,120.53
Credit Cards	
Lowe's Business Card	471.37
Total Credit Cards	471.37

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Accrual Basis

Sand Flat Water Supply Corporation

Balance Sheet

As of January 31, 2024

	Jan 31, 24
Other Current Liabilities	
Deposits for Future Projects	304,299.00
Payroll Liabilities	174.70
RAF Payable	4,995.36
Unclaimed Refunds	52.63
Total Other Current Liabilities	309,521.69
Total Current Liabilities	317,113.59
Total Liabilities	317,113.59
Equity	
Membership Equity	188,546.49
Unreserved Retained Earnings	3,066,568.78
Net Income	11,528.15
Total Equity	3,266,643.42
TOTAL LIABILITIES & EQUITY	3,583,757.01



# Sand Flat Water Supply Corporation

## Profit & Loss YTD Comparison

### January 2024

	Jan 24	Jan 24
Ordinary Income/Expense		
Income		
Water Services	80,848.10	80,848.10
Fees Charged	1,772.50	1,772.50
Service Connection	6,000.00	6,000.00
Total Income	88,620.60	88,620.60
Cost of Goods Sold		
Electricity	7,160.40	7,160.40
Lab Fees	1,918.40	1,918.40
Parts & Supplies	5,829.32	5,829.32
Total COGS	14,908.12	14,908.12
Gross Profit	73,712.48	73,712.48
Expense		
Construction Costs	9,780.00	9,780.00
Accounting Fees	2,200.00	2,200.00
Bad Debt	47.78	47.78
Bank Charges	62.88	62.88
Dues & Subscriptions	92.97	92.97
Employee Salaries	25,199.80	25,199.80
Payroll Taxes	2,131.22	2,131.22
Equipment Rental	500.00	500.00
Gas Reimbursements	4,800.00	4,800.00
Insurance		
Automobile	30.00	30.00
Employee Health & Dental	3,033.29	3,033.29
Employee Life	270.85	270.85
Liability	146.22	146.22
Property	1,140.75	1,140.75
Worker's Comp	316.00	316.00
Total Insurance	4,937.11	4,937.11
License/Permit Fees	112.63	112.63
Meals & Entertainment	162.66	162.66
Merchant Fees	2.00	2.00
Miscellaneous	147.71	147.71
Office Supplies	944.14	944.14
Postage & Delivery	716.86	716.86
Professional Fees	347.66	347.66
Repairs & Maintenance	929.71	929.71
Small's Tools & Equip.	204.65	204.65
Telephone	1,223.89	1,223.89
Utilities	152.43	152.43
Total Expense	54,696.10	54,696.10
Net Ordinary Income	19,016.38	19,016.38
Other Income/Expense		
Other Income		
Interest Income	3,496.07	3,496.07
Royalties - Oil & Gas	36.79	36.79
Total Other Income	3,532.86	3,532.86
Other Expense		
Balancing Account	-100.00	-100.00
Depreciation	11,121.09	11,121.09
Total Other Expense	11,021.09	11,021.09
Net Other Income	-7,488.23	-7,488.23
Net Income	11,528.15	11,528.15

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Accrual Basis

# Sand Flat Water Supply Corporation

## Balance Sheet Prev Year Comparison

As of January 31, 2024

	Jan 31, 24	Jan 31, 23	\$ Change	% Change
<b>ASSETS</b>				
<b>Current Assets</b>				
Checking/Savings				
CNB Retirement Savings	0.00	72,483.73	-72,483.73	-100.0%
CNB Project Loan	0.00	357,823.43	-357,823.43	-100.0%
CNB Debit Cards	2,674.09	4,396.29	-1,722.20	-39.2%
CNB Operating	423,061.91	801,202.94	-378,141.03	-47.2%
SSB - Construction Fund	392,351.30	171,378.70	220,972.60	128.9%
SSB - Deposits	2,857.09	1,633.37	1,223.72	74.9%
Cash Drawer	600.00	600.00	0.00	0.0%
Total Checking/Savings	821,544.39	1,409,518.46	-587,974.07	-41.7%
<b>Accounts Receivable</b>				
Accounts Receivable				
Water	87,913.75	105,266.67	-17,352.92	-16.5%
Payouts	13,375.00	13,850.00	-475.00	-3.4%
Accounts Receivable - Other	19,126.92	19,126.92	0.00	0.0%
Total Accounts Receivable	120,415.67	138,243.59	-17,827.92	-12.9%
Total Accounts Receivable	120,415.67	138,243.59	-17,827.92	-12.9%
<b>Other Current Assets</b>				
Inventory	304,519.12	249,122.45	55,396.67	22.2%
Prepaid Insurance	16,183.58	17,728.72	-1,545.14	-8.7%
Prepaid Maintenance	4,062.00	4,000.00	62.00	1.6%
Prepaid Postage	966.00	966.00	0.00	0.0%
Total Other Current Assets	325,730.70	271,817.17	53,913.53	19.8%
Total Current Assets	1,267,690.76	1,819,579.22	-551,888.46	-30.3%
<b>Fixed Assets</b>				
CIP - Well Pump #2 Project	11,995.00	0.00	11,995.00	100.0%
Well #6	927,179.00	927,179.00	0.00	0.0%
CIP - Sanderson Farms Project	0.00	-0.50	0.50	100.0%
Buildings	374,802.05	349,502.05	25,300.00	7.2%
Equipment Improvements	389,269.79	389,269.79	0.00	0.0%
Land	38,250.15	38,250.15	0.00	0.0%
Office Furniture & Equipment	55,503.77	55,503.77	0.00	0.0%
Plumbing System & Equip	1,208,211.97	831,113.97	377,098.00	45.4%
Site Well #5 (land)	21,698.01	21,698.01	0.00	0.0%
Software	14,959.57	14,959.57	0.00	0.0%
Utility Plant & Equipment	505,512.54	494,015.54	11,497.00	2.3%
Well # 5	600,000.00	600,000.00	0.00	0.0%
Accumulated Depreciation	-2,100,728.28	-1,909,544.20	-191,184.08	-10.0%
Total Fixed Assets	2,046,653.57	1,811,947.15	234,706.42	13.0%
<b>Other Assets</b>				
CNB - CD 10308232	193,334.28	0.00	193,334.28	100.0%
CNB - CD 10308229	76,078.40	0.00	76,078.40	100.0%
TB&T - CD #22155	0.00	176,403.28	-176,403.28	-100.0%
Total Other Assets	269,412.68	176,403.28	93,009.40	52.7%
<b>TOTAL ASSETS</b>	<b>3,583,757.01</b>	<b>3,807,929.65</b>	<b>-224,172.64</b>	<b>-5.9%</b>
<b>LIABILITIES &amp; EQUITY</b>				
<b>Liabilities</b>				
<b>Current Liabilities</b>				
Accounts Payable				
Accounts Payable	7,120.53	105,537.05	-98,416.52	-93.3%
Total Accounts Payable	7,120.53	105,537.05	-98,416.52	-93.3%
<b>Credit Cards</b>				
Lowe's Business Card	471.37	0.00	471.37	100.0%
Office Depot	0.00	48.38	-48.38	-100.0%
Total Credit Cards	471.37	48.38	422.99	874.3%

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Accrual Basis

# Sand Flat Water Supply Corporation

## Balance Sheet Prev Year Comparison

As of January 31, 2024

	Jan 31, 24	Jan 31, 23	\$ Change	% Change
Other Current Liabilities				
Deposits for Future Projects	304,299.00	99,487.00	204,812.00	205.9%
Current Portion - N/P	0.00	56,182.00	-56,182.00	-100.0%
N/P Case Mini Excavator	0.00	-0.06	0.06	100.0%
Payroll Liabilities	174.70	178.25	-3.55	-2.0%
RAF Payable	4,995.36	352.08	4,643.28	1,318.8%
Unclaimed Refunds	52.63	52.63	0.00	0.0%
<b>Total Other Current Liabilities</b>	<b>309,521.69</b>	<b>156,251.90</b>	<b>153,269.79</b>	<b>98.1%</b>
<b>Total Current Liabilities</b>	<b>317,113.59</b>	<b>261,837.33</b>	<b>55,276.26</b>	<b>21.1%</b>
Long Term Liabilities				
Current Portion Offset	0.00	-56,182.00	56,182.00	100.0%
N/P CNB Loan 9317041	0.00	458,759.70	-458,759.70	-100.0%
N/P TB&T #72121759	0.00	-0.45	0.45	100.0%
<b>Total Long Term Liabilities</b>	<b>0.00</b>	<b>402,577.25</b>	<b>-402,577.25</b>	<b>-100.0%</b>
<b>Total Liabilities</b>	<b>317,113.59</b>	<b>664,414.58</b>	<b>-347,300.99</b>	<b>-52.3%</b>
Equity				
Membership Equity	188,546.49	185,466.33	3,080.16	1.7%
Unreserved Retained Earnings	3,066,568.78	2,966,595.30	99,973.48	3.4%
Net Income	11,528.15	-8,546.56	20,074.71	234.9%
<b>Total Equity</b>	<b>3,266,643.42</b>	<b>3,143,515.07</b>	<b>123,128.35</b>	<b>3.9%</b>
<b>TOTAL LIABILITIES &amp; EQUITY</b>	<b>3,583,757.01</b>	<b>3,807,929.65</b>	<b>-224,172.64</b>	<b>-5.9%</b>

# Sand Flat Water Supply Corporation

## Balance Sheet Prev Month Comparison

### As of January 31, 2024

	Jan 31, 24	Dec 31, 23	\$ Change
<b>ASSETS</b>			
<b>Current Assets</b>			
Checking/Savings			
CNB Debit Cards	2,674.09	4,203.65	-1,529.56
CNB Operating	423,061.91	677,714.03	-254,652.12
SSB - Construction Fund	392,351.30	108,977.14	283,374.16
SSB - Deposits	2,857.09	2,177.47	679.62
Cash Drawer	600.00	600.00	0.00
<b>Total Checking/Savings</b>	<b>821,544.39</b>	<b>793,672.29</b>	<b>27,872.10</b>
Accounts Receivable			
Accounts Receivable			
Water	87,913.75	80,947.04	6,966.71
Payouts	13,375.00	14,525.00	-1,150.00
Accounts Receivable - Other	19,126.92	19,126.92	0.00
<b>Total Accounts Receivable</b>	<b>120,415.67</b>	<b>114,598.96</b>	<b>5,816.71</b>
<b>Total Accounts Receivable</b>	<b>120,415.67</b>	<b>114,598.96</b>	<b>5,816.71</b>
<b>Other Current Assets</b>			
Inventory	304,519.12	305,939.43	-1,420.31
Prepaid Insurance	16,183.58	17,816.55	-1,632.97
Prepaid Maintenance	4,062.00	4,062.00	0.00
Prepaid Postage	966.00	966.00	0.00
<b>Total Other Current Assets</b>	<b>325,730.70</b>	<b>328,783.98</b>	<b>-3,053.28</b>
<b>Total Current Assets</b>	<b>1,267,690.76</b>	<b>1,237,055.23</b>	<b>30,635.53</b>
<b>Fixed Assets</b>			
CIP - Well Pump #2 Project	11,995.00	11,995.00	0.00
Well #6	927,179.00	927,179.00	0.00
Buildings	374,802.05	374,802.05	0.00
Equipment Improvements	389,269.79	389,269.79	0.00
Land	38,250.15	38,250.15	0.00
Office Furniture & Equipment	55,503.77	55,503.77	0.00
Plumbing System & Equip	1,208,211.97	1,208,211.97	0.00
Site Well #5 (land)	21,698.01	21,698.01	0.00
Software	14,959.57	14,959.57	0.00
Utility Plant & Equipment	505,512.54	505,512.54	0.00
Well # 5	600,000.00	600,000.00	0.00
Accumulated Depreciation	-2,100,728.28	-2,089,607.19	-11,121.09
<b>Total Fixed Assets</b>	<b>2,046,653.57</b>	<b>2,057,774.66</b>	<b>-11,121.09</b>
<b>Other Assets</b>			
CNB - CD 10308232	193,334.28	191,068.40	2,265.88
CNB - CD 10308229	76,078.40	75,186.76	891.64
<b>Total Other Assets</b>	<b>269,412.68</b>	<b>266,255.16</b>	<b>3,157.52</b>
<b>TOTAL ASSETS</b>	<b>3,583,757.01</b>	<b>3,561,085.05</b>	<b>22,671.96</b>
<b>LIABILITIES &amp; EQUITY</b>			
<b>Liabilities</b>			
<b>Current Liabilities</b>			
Accounts Payable			
Accounts Payable	7,120.53	2,155.09	4,965.44
<b>Total Accounts Payable</b>	<b>7,120.53</b>	<b>2,155.09</b>	<b>4,965.44</b>
Credit Cards			
Lowe's Business Card	471.37	0.00	471.37
<b>Total Credit Cards</b>	<b>471.37</b>	<b>0.00</b>	<b>471.37</b>
<b>Other Current Liabilities</b>			
Deposits for Future Projects	304,299.00	304,299.00	0.00

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Accrual Basis

**Sand Flat Water Supply Corporation**  
**Balance Sheet Prev Month Comparison**  
**As of January 31, 2024**

	Jan 31, 24	Dec 31, 23	\$ Change
Direct Deposit Liabilities	0.00	-4,056.51	4,056.51
Payroll Liabilities	174.70	-1,218.84	1,393.54
RAF Payable	4,995.36	4,588.41	406.95
Unclaimed Refunds	52.63	52.63	0.00
<b>Total Other Current Liabilities</b>	<b>309,521.69</b>	<b>303,664.69</b>	<b>5,857.00</b>
<b>Total Current Liabilities</b>	<b>317,113.59</b>	<b>305,819.78</b>	<b>11,293.81</b>
<b>Total Liabilities</b>	<b>317,113.59</b>	<b>305,819.78</b>	<b>11,293.81</b>
<b>Equity</b>			
Membership Equity	188,546.49	188,696.49	-150.00
Unreserved Retained Earnings	3,066,568.78	2,961,400.30	105,168.48
Net Income	11,528.15	105,168.48	-93,640.33
<b>Total Equity</b>	<b>3,266,643.42</b>	<b>3,255,265.27</b>	<b>11,378.15</b>
<b>TOTAL LIABILITIES &amp; EQUITY</b>	<b>3,583,757.01</b>	<b>3,561,085.05</b>	<b>22,671.96</b>

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Accrual Basis

# Sand Flat Water Supply Corporation

## Profit & Loss Prev Year Comparison

### January 2024

	Jan 24	Jan 23	\$ Change	% Change
Ordinary Income/Expense				
Income				
Water Services	80,848.10	68,260.15	12,587.95	18.4%
Fees Charged	1,772.50	-5.00	1,777.50	35,550.0%
Service Connection	6,000.00	-1,600.00	7,600.00	475.0%
Total Income	88,620.60	66,655.15	21,965.45	33.0%
Cost of Goods Sold				
Electricity	7,160.40	6,359.32	801.08	12.6%
Lab Fees	1,918.40	1,100.00	818.40	74.4%
Parts & Supplies	5,829.32	8,586.43	-2,757.11	-32.1%
Total COGS	14,908.12	16,045.75	-1,137.63	-7.1%
Gross Profit	73,712.48	50,609.40	23,103.08	45.7%
Expense				
Construction Costs	9,780.00	4,130.00	5,650.00	136.8%
Accounting Fees	2,200.00	4,350.00	-2,150.00	-49.4%
Bad Debt	47.78	0.00	47.78	100.0%
Bank Charges	62.88	54.02	8.86	16.4%
Continuing Education	0.00	350.00	-350.00	-100.0%
Dues & Subscriptions	92.97	110.25	-17.28	-15.7%
Employee Salaries	25,199.80	23,551.25	1,648.55	7.0%
Payroll Taxes	2,131.22	2,008.66	122.56	6.1%
Equipment Rental	500.00	0.00	500.00	100.0%
Gas Reimbursements	4,800.00	4,800.00	0.00	0.0%
Insurance				
Automobile	30.00	0.00	30.00	100.0%
Employee Health & Dental	3,033.29	2,488.65	544.64	21.9%
Employee Life	270.85	0.00	270.85	100.0%
Liability	146.22	0.00	146.22	100.0%
Property	1,140.75	0.00	1,140.75	100.0%
Worker's Comp	316.00	0.00	316.00	100.0%
Total Insurance	4,937.11	2,488.65	2,448.46	98.4%
Interest Expense	0.00	1,762.23	-1,762.23	-100.0%
License/Permit Fees	112.63	111.00	1.63	1.5%
Meals & Entertainment	162.66	400.77	-238.11	-59.4%
Merchant Fees	2.00	0.00	2.00	100.0%
Miscellaneous	147.71	0.00	147.71	100.0%
Office Supplies	944.14	464.00	480.14	103.5%
Postage & Delivery	716.86	935.45	-218.59	-23.4%
Professional Fees	347.66	526.06	-178.40	-33.9%
Repairs & Maintenance	929.71	1,132.28	-202.57	-17.9%
Smalls Tools & Equip.	204.65	0.00	204.65	100.0%
Telephone	1,223.89	957.45	266.44	27.8%
Utilities	152.43	151.67	0.76	0.5%
Total Expense	54,696.10	48,283.74	6,412.36	13.3%
Net Ordinary Income	19,016.38	2,325.66	16,690.72	717.7%
Other Income/Expense				
Other Income				
Interest Income	3,496.07	248.87	3,247.20	1,304.8%
Royalties - Oil & Gas	36.79	0.00	36.79	100.0%
Total Other Income	3,532.86	248.87	3,283.99	1,319.6%

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02/23/24

Accrual Basis

**Sand Flat Water Supply Corporation**  
**Profit & Loss Prev Year Comparison**  
**January 2024**

	Jan 24	Jan 23	\$ Change	% Change
Other Expense				
Balancing Account	-100.00	0.00	-100.00	-100.0%
Depreciation	11,121.09	11,121.09	0.00	0.0%
Total Other Expense	11,021.09	11,121.09	-100.00	-0.9%
Net Other Income	-7,488.23	-10,872.22	3,383.99	31.1%
Net Income	11,528.15	-8,546.56	20,074.71	234.9%

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02/23/24

Accrual Basis

# Sand Flat Water Supply Corporation

## Profit & Loss Budget vs. Actual

### January 2024

	Jan 24	Budget	\$ Over Budget	% of Budget
Ordinary Income/Expense				
Income				
Contributions in Aid of Constr.	0.00	65,552.50	-65,552.50	0.0%
Water Services	80,848.10	70,000.00	10,848.10	115.5%
Fees Charged	1,772.50	0.00	1,772.50	100.0%
Service Connection	6,000.00	0.00	6,000.00	100.0%
Total Income	88,620.60	135,552.50	-46,931.90	65.4%
Cost of Goods Sold				
Electricity	7,160.40	8,000.00	-839.60	89.5%
Lab Fees	1,918.40	1,500.00	418.40	127.9%
Parts & Supplies	5,829.32	31,500.00	-25,670.68	18.5%
Total COGS	14,908.12	41,000.00	-26,091.88	36.4%
Gross Profit	73,712.48	94,552.50	-20,840.02	78.0%
Expense				
Construction Costs	9,780.00	28,500.00	-18,720.00	34.3%
Accounting Fees	2,200.00	4,500.00	-2,300.00	48.9%
Bad Debt	47.78	0.00	47.78	100.0%
Bank Charges	62.88	65.00	-2.12	96.7%
Dues & Subscriptions	92.97	89.00	3.97	104.5%
Employee Salaries	25,199.80	25,200.00	-0.20	100.0%
Payroll Taxes	2,131.22	1,950.00	181.22	109.3%
Equipment Rental	500.00	500.00	0.00	100.0%
Gas Reimbursements	4,800.00	4,800.00	0.00	100.0%
Insurance				
Automobile	30.00	30.00	0.00	100.0%
Employee Health & Dental	3,033.29	3,087.79	-54.50	98.2%
Employee Life	270.85	0.00	270.85	100.0%
Liability	146.22	146.22	0.00	100.0%
Property	1,140.75	1,140.75	0.00	100.0%
Worker's Comp	316.00	316.00	0.00	100.0%
Total Insurance	4,937.11	4,720.76	216.35	104.6%
License/Permit Fees	112.63	0.00	112.63	100.0%
Meals & Entertainment	162.66	300.00	-137.34	54.2%
Merchant Fees	2.00	1,573.02	-1,571.02	0.1%
Miscellaneous	147.71	0.00	147.71	100.0%
Office Supplies	944.14	250.00	694.14	377.7%
Postage & Delivery	716.86	675.00	41.86	106.2%
Professional Fees	347.66	872.00	-524.34	39.9%
Repairs & Maintenance	929.71	850.00	79.71	109.4%
Smalls Tools & Equip.	204.65	1,000.00	-795.35	20.5%
Telephone	1,223.89	1,210.00	13.89	101.1%
Utilities	152.43	151.68	0.75	100.5%
Total Expense	54,696.10	77,206.46	-22,510.36	70.8%
Net Ordinary Income	19,016.38	17,346.04	1,670.34	109.6%
Other Income/Expense				
Other Income				
Interest Income	3,496.07	200.00	3,296.07	1,748.0%
Royalties - Oil & Gas	36.79	0.00	36.79	100.0%
Total Other Income	3,532.86	200.00	3,332.86	1,766.4%



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02/23/24

Accrual Basis

**Sand Flat Water Supply Corporation**  
**Profit & Loss Budget vs. Actual**  
January 2024

	Jan 24	Budget	\$ Over Budget	% of Budget
Other Expense	-100.00			
Balancing Account	11,121.09	11,121.09	0.00	100.0%
Depreciation				
Total Other Expense	11,021.09	11,121.09	-100.00	99.1%
Net Other Income	-7,488.23	-10,921.09	3,432.86	68.6%
Net Income	11,528.15	6,424.95	5,103.20	179.4%

**Sand Flat Water Supply Corporation**  
**Profit & Loss Budget vs. Actual YTD**  
**January 2024**

	Jan 24	Budget	\$ Over Budget	% of Budget
Ordinary Income/Expense				
Income				
Contributions in Aid of Constr.	0.00	65,552.50	-65,552.50	0.0%
Water Services	80,848.10	70,000.00	10,848.10	115.5%
Fees Charged	1,772.50	0.00	1,772.50	100.0%
Service Connection	6,000.00	0.00	6,000.00	100.0%
Total Income	88,620.60	135,552.50	-46,931.90	65.4%
Cost of Goods Sold				
Electricity	7,160.40	8,000.00	-839.60	89.5%
Lab Fees	1,918.40	1,500.00	418.40	127.9%
Parts & Supplies	5,829.32	31,500.00	-25,670.68	18.5%
Total COGS	14,908.12	41,000.00	-26,091.88	36.4%
Gross Profit	73,712.48	94,552.50	-20,840.02	78.0%
Expense				
Construction Costs	9,780.00	28,500.00	-18,720.00	34.3%
Accounting Fees	2,200.00	4,500.00	-2,300.00	48.9%
Bad Debt	47.78	0.00	47.78	100.0%
Bank Charges	62.88	65.00	-2.12	96.7%
Dues & Subscriptions	92.97	89.00	3.97	104.5%
Employee Salaries	25,199.80	25,200.00	-0.20	100.0%
Payroll Taxes	2,131.22	1,950.00	181.22	109.3%
Equipment Rental	500.00	500.00	0.00	100.0%
Gas Reimbursements	4,800.00	4,800.00	0.00	100.0%
Insurance				
Automobile	30.00	30.00	0.00	100.0%
Employee Health & Dental	3,033.29	3,087.79	-54.50	98.2%
Employee Life	270.85	0.00	270.85	100.0%
Liability	146.22	146.22	0.00	100.0%
Property	1,140.75	1,140.75	0.00	100.0%
Worker's Comp	316.00	316.00	0.00	100.0%
Total Insurance	4,937.11	4,720.76	216.35	104.6%
License/Permit Fees	112.63	0.00	112.63	100.0%
Meals & Entertainment	162.66	300.00	-137.34	54.2%
Merchant Fees	2.00	1,573.02	-1,571.02	0.1%
Miscellaneous	147.71	0.00	147.71	100.0%
Office Supplies	944.14	250.00	694.14	377.7%
Postage & Delivery	716.86	675.00	41.86	106.2%
Professional Fees	347.66	872.00	-524.34	39.9%
Repairs & Maintenance	929.71	850.00	79.71	109.4%
Smalls Tools & Equip.	204.65	1,000.00	-795.35	20.5%
Telephone	1,223.89	1,210.00	13.89	101.1%
Utilities	152.43	151.68	0.75	100.5%
Total Expense	54,696.10	77,206.46	-22,510.36	70.8%
Net Ordinary Income	19,016.38	17,346.04	1,670.34	109.6%
Other Income/Expense				
Other Income				
Interest Income	3,496.07	200.00	3,296.07	1,748.0%
Royalties - Oil & Gas	36.79	0.00	36.79	100.0%
Total Other Income	3,532.86	200.00	3,332.86	1,766.4%
Other Expense				
Balancing Account	-100.00			
Depreciation	11,121.09	11,121.09	0.00	100.0%
Total Other Expense	11,021.09	11,121.09	-100.00	99.1%
Net Other Income	-7,488.23	-10,921.09	3,432.86	68.6%

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02/23/24

Accrual Basis

Sand Flat Water Supply Corporation  
Profit & Loss Budget vs. Actual YTD  
January 2024

	Jan 24	Budget	\$ Over Budget	% of Budget
Net Income	11,528.15	6,424.95	5,103.20	179.4%

**Sand Flat Water Supply Corporation**  
**Statement of Cash Flows**  
January 2024

	Jan 24
OPERATING ACTIVITIES	
Net Income	11,528.15
Adjustments to reconcile Net Income	
to net cash provided by operations:	
Accounts Receivable:Water	-6,966.71
Accounts Receivable:Payouts	1,150.00
Inventory	1,420.31
Prepaid Insurance	1,632.97
Accounts Payable	4,965.44
Lowe's Business Card	471.37
Direct Deposit Liabilities	4,056.51
Payroll Liabilities	1,393.54
RAF Payable	406.95
Net cash provided by Operating Activities	20,058.53
INVESTING ACTIVITIES	
Accumulated Depreciation	11,121.09
CNB - CD 10308232	-2,265.88
CNB - CD 10308229	-891.64
Net cash provided by Investing Activities	7,963.57
FINANCING ACTIVITIES	
Membership Equity	-150.00
Net cash provided by Financing Activities	-150.00
Net cash increase for period	27,872.10
Cash at beginning of period	793,672.29
Cash at end of period	821,544.39

RESOLUTION DECLARING UNOPPOSED CANDIDATES OF  
SAND FLAT WATER SUPPLY CORPORATION ELECTED

WHEREAS, Sand Flat Water Supply Corporation posted notice of the opportunity for candidates to submit applications to run for 3 positions on its Board of Directors pursuant to Texas Water Code Section 67.0052(b); and

WHEREAS, only 3 people submitted applications for these open positions, thus creating an unopposed election for each position pursuant to Texas Water Code Section 67.0055;

NOW, THEREFORE, BE IT RESOLVED THAT THE BOARD OF DIRECTORS OF SAND FLAT WATER SUPPLY CORPORATION DECLARES ELECTED TO THESE POSITIONS:

Ennis Bynum

Kenneth Langley

Jimmy Perryman

The Board of Directors so orders that this resolution be posted at the Corporation's main office and read into the record at the Corporation's annual meeting, pursuant to Texas Water Code Section 67.0055.

PASSED AND APPROVED this 5<sup>th</sup> day of March 2024.

ATTEST:

\_\_\_\_\_  
President, Board of Directors  
Sand Flat Water Supply Corporation

\_\_\_\_\_  
Secretary, Board of Directors  
Sand Flat Water Supply Corporation

## **Notice of Member Meeting for Sand Flat Water Supply Corporation**

The Annual Member Meeting for the Sand Flat Water Supply Corporation will be held at the Sand Flat Water Supply office located at 14874 FM 14, Tyler, TX 75706. The meeting will start at 6:00 p.m. on April 11, 2024. The purpose of the meeting will be to update the membership on the business affairs of the corporation and to conduct a director election unless the election is declared unopposed by a resolution of the board of directors.

Members may request that items be placed on the agenda by contacting the Corporation's office during regular business hours or sending an email to the corporation at [sandflatwsc@att.net](mailto:sandflatwsc@att.net) at least one week prior to the date of the meeting. No motions may be accepted, or action taken on issues brought up at the meeting from the floor. All action items must have been included in the Notice Agenda of the Annual Members Meeting posted 72 hours in advance of the meeting in accordance with the Texas Open Meetings Act.

The Corporation will mail to each member one official ballot regardless of the number of memberships they hold. Only the original official ballot mailed to the member or provided at the annual members meeting will be valid. If a member has lost their ballot, a replacement ballot will be issued to the member. The member must contact the Corporation at (903) 526-5243 or by email at [sandflatwsc@att.net](mailto:sandflatwsc@att.net) to obtain an official replacement ballot. Reproduced or copied ballots will not be accepted. (Note: If the Corporation's bylaws provide that an official seal must be used on ballots, ensure that all ballots contain the seal).

On the day of the election, members will check in with the **Independent Election Auditor** who will verify whether the member's official ballot has been received. If the member has not previously submitted a ballot, the member will be provided with a new official ballot. If the member has sent in their ballot but the Corporation has not received the ballot the member will be provided with a new official ballot. Members will receive one ballot no matter how many memberships they hold. The member's name on the ballot must match their application for service name.

1. Presiding director calls the meeting to order at 6:00 p.m.
2. Presiding director allows candidates to present their credentials (if applicable, not required)
3. Presiding director allows for the genral public to sign up to speak.
4. Presiding director makes a last call for submission of official ballots.

Presiding director announces the total number of members present as of 6:00 p.m. at the meeting and the total number of ballots received prior to the meeting. Presiding director will then announce that a quorum of the membership is present and that the meeting may proceed. **Independent Election Auditor** will begin counting the official ballots.

5. Read and approve the previous Member Meeting minutes.
6. Update reports
  - a. Report of Board President or presiding director
  - b. Report of Corporation Manager
  - c. Report on system finances
  - d. Engineer's report on projects
  - e. Operator's report on system's operations and concerns
  - f. Regulatory report by \_\_\_\_\_ representative
7. Election Results
  - a. **Independent Election Auditor** provides the presiding director with a written report of the election results for director positions, amendments to Bylaws; and any other proposition voted on by the members.
  - b. Presiding director announces election results and reads resolution declaring election of unopposed candidates (if applicable).
  - c. Presiding director introduces newly elected directors and if no objections, declares them as board members to assume the position of directors immediately.
  - d. Comments from the newly elected directors.
8. Closing comments by presiding director.
9. Meeting is adjourned.

After adjournment of the annual members meeting and director election, the board of directors shall hold it's first regular board meeting to elect new officers. At this meeting, the board may designate which directors which will have the authority to sign checks on behalf of the Corporation, if not otherwise designated in the Corporation Bylaws. Additionally, the board may consider this the first board business meeting and discuss new and old business or other items as specified in the agenda notice of the directors meeting which is compliant with the Texas Open Meetings Act.

# Annual Members Meeting Agenda

## Sand Flat Water Supply Corporation

April 11, 2024  
14874 FM 14, Tyler, TX 75706  
6:00 pm

1. Presiding director calls the meeting to order
2. Presiding director allows candidates to present their credentials (if applicable, not required)
3. Presiding director allows for the genral public to sign up to speak.
4. Presiding director makes a last call for submission of official ballots.
5. Presiding director announces the total number of members present at the meeting and the total number of ballots received prior to the meeting.
6. Presiding director will then announce that a quorum of the membership is present and that the meeting may proceed.
7. Read and approve the previous Member Meeting minutes.
8. Update reports
  - a. Report of System Finances by Kevin Cashion, Gollob Morgan Peddy.
  - b. Report of Board President or Presiding Director
  - c. Report of Corporation Manager
  - d. Engineer's report on projects
  - e. Operator's report on system's operations and concerns
9. Election Results
10. Closing comments by presiding director.
11. Meeting is adjourned.



Sand Flat Production Report  
January 2024 & 2023 Comparison

Date	# of Accts	Total Gallons Pumped	Total Water Sold	Water Loss %	Water A/R Total	Fees Charged:			New Service Total
						Late, Collection, Unlock, & NSF	Membership Total		
2017		89,612,000	74,721,730	17%	\$ 679,474.00	\$ 26,710.00	\$ 4,050.00		\$ 16,589.00
2018		102,396,000	80,324,800	21%	\$ 764,008.00	\$ 25,732.50	\$ 7,000.00		\$ 19,850.00
2019		94,362,000	73,242,300	22%	\$ 730,274.00	\$ 25,962.84	\$ 5,850.00		\$ 30,250.00
2020	1231	98,971,000	80,897,100	18%	\$ 782,011.16	\$ 16,735.45	\$ 16,500.00		\$ 68,195.00
2021	1285	100,523,461	79,473,300	21%	\$ 810,090.71	\$ 24,902.50	\$ 9,400.00		\$ 75,600.00
2022	1329	111,870,000	90,140,300	19%	\$ 977,084.40	\$ 31,312.50	\$ 6,600.00		\$ 54,000.00
2023	1354	117,984,000	89,335,500	24%	\$ 910,650.72	\$ 24,717.50	\$ 5,000.00		\$ 52,600.00

Current Month for 2024

Date	# of Accts	Total Gallons Pumped	Total Water Sold	Water Loss %	Water A/R Total	Fees Charged:			New Service Total
						Late, Collection, Unlock, & NSF	Membership Total		
Jan-24	1354	9,887,000	8,226,200	16.80%	\$ 80,848.10	\$ 1,772.50	\$ 600.00		\$ 6,000.00

Previous Year Comparison

Date	# of Accts	Total Gallons Pumped	Total Water Sold	Water Loss %	Water A/R Total	Fees Charged:			New Service Total
						Late, Collection, Unlock, & NSF	Membership Total		
Jan-24	1354	9,887,000	8,226,200	16.80%	\$ 80,848.10	\$ 1,772.50	\$ 600.00		\$ 6,000.00
Jan-23	1329	8,017,000	6,187,300	22.82%	\$ 68,260.15	\$ (5.00)	\$ (200.00)		\$ (1,600.00)