

**MINUTES SPECIAL MEETING
MINERAL WELLS CITY COUNCIL
CITY HALL ANNEX
September 15, 2025 – 12:00 pm**

Mayor Johnson called the meeting to order at 12:00 p.m.

Councilmembers present were Mayor Johnson, Mayor Pro-Tem Beth Watson, Jonathon Rusher, Charles Ramsay, Kyle Kelley, Glenn Mitchell, and Mike Rankin. A quorum of City Councilmembers was present.

Staff members present were City Manager Jason Weeks, Fire Chief Ryan Dunn, Police Chief Tim Denison, Finance Director/Assistant City Manager Aaron Bovos, Police Officer Brian Boetz, Fire Marshal Craig Hedrick, Airport Manager Haley Cuevas, Building Inspector Michael Dunn, Parks & Recreation Superintendent Carrie Stevenson, Public Works Director Scott McKennon, Public Works Administrator David Morgan, Public Works Staff Member David Fitzhugh, City Clerk Sharon McFadden, City Attorney Eileen Hayman, Bond Counsel Attorney Rudy Segura.

PUBLIC COMMENT: Mr. Red Thomas spoke regarding agenda item #1. Ms. Leah Burns spoke on the water project.

ITEMS FOR INDIVIDUAL CONSIDERATION

1. Take action to support (i) the execution of two Financing Agreements committing the Palo Pinto County Municipal Water District No. 1 to issue \$58,000,000 Palo Pinto County Municipal Water District No. 1 Revenue Bonds, Series 2025A, and \$42,000,000 Palo Pinto County Municipal Water District No. 1 Revenue Bonds, Taxable Series 2025B to the Texas Water Development Board in November 2025 for the next round of funding of the Turkey Peak Reservoir Project, or (ii) recommend the early termination of said Financing Agreements and the District's request of a one-year extension on its existing commitments for Financial Assistance from the Texas Water Development Board.

Mr. Huffman provided an overview of the history, current status, and potential future of the Turkey Peak Project. Attorney Segura informed the City Council of the financial impact of the continuance as well as the delay of the project. Each Councilmember stated their support for the project and expressed their concerns of the financial burden to the rate payers.

Mr. Kelley made the motion to terminate the said financing agreements and the district's request for a one-year extension on its existing commitments for the financial assistance from the Texas Water Development Board. Mrs. Watson seconded the motion, and the motion carried 7-0.

Mayor Johnson announced there would be no action taken on agenda items #2 and #3

as a result of the action taken on agenda item # 1.

2. Take action to adopt an Ordinance authorizing the issuance of \$58,000,000 Palo Pinto County Municipal Water District No. 1 Revenue Bonds, Series 2025A and \$42,000,000 Palo Pinto County Municipal Water District No. 1 Revenue Bonds, Taxable Series 2025B as Completion Bonds for the Turkey Peak Reservoir Project; authorizing the execution of Supplemental and Modification Agreement No. 9 to the Water Purchase Contract between the City and Palo Pinto County Municipal Water District No. 1; and enacting other matters relating to the subject.

No action was taken.

3. Take action to adopt an Ordinance imposing increased Water and Sewer Rates, Fees and Charges for use of the City's Water and Wastewater System in order to support the issuance of the next round of funding for the Turkey Peak Reservoir Project and to support funding of the issuance of Water and Sewer Revenue Bonds by the City for replacement of Hilltop Water Treatment Plant, Raw Water Transmission Line, Intake Structure and Pump Station; Discuss the need for future rate increases for subsequent rounds of funding for said Projects.

No action was taken.

4. There was no further business, and the meeting was adjourned at 12:57 p.m

Regan Johnson, Mayor

ATTEST:

Sharon McFadden, City Clerk

APPROVED: _____