

RICARDO WATER SUPPLY CORPORATION

2302 E. SAGE RD.

KINGSVILLE, TEXAS 78363

Office (361) 592-3952 Fax (361) 592-5965

MEMORANDUM

TO: Ricardo Water Supply Corporation Board of Directors
FROM: Baldemar Garcia, President
DATE: December 12, 2024
SUBJECT: Ricardo Water Supply Corporation Meeting Notice and Agenda

A Regular Meeting of the Ricardo Water Supply Corporation Board of Directors is scheduled for:

Tuesday, December 17, 2024

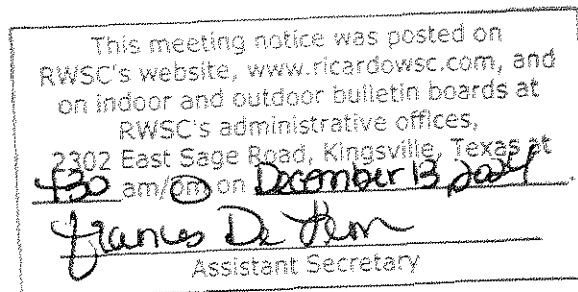
5:30 p.m.

South Texas Water Authority Boardroom
2302 East Sage Road
Kingsville, Texas

to consider and act upon any lawful subject which may come before it, including among others, the following:

Agenda

1. Call to order.
2. Citizen comments.
3. Approval of Minutes. (Attachment 1)
4. Treasurer's Report/Payment of Bills. (Attachment 2)
5. Fiscal Year 2024 Budget Amendments. (Attachment 3)
6. Proposed Fiscal Year 2025 Budget and retail water rates. (Attachment 4)
7. **Resolution 24-06.** Resolution adopting the recommended Fiscal Year 2025 Budget. (Attachment 5)
8. John Womack & Co., P.C. Letter of Engagement for auditor services. (Attachment 6)
9. Annual Meeting Schedule and Election Procedures. (Attachment 7)
10. Agreement with Ricardo Wastewater Improvement Corporation for billing and collecting of wastewater charges and increase of RWSC fees for billing and collecting services. (Attachment 8)
11. **Resolution 24-07.** Resolution renewing the agreement with Ricardo Wastewater Improvement Corporation for billing and collecting of wastewater charges. (Attachment 9)



12. RWSC Water Conservation and Drought Contingency Plan -- Implementation of Stage 3 Drought Restrictions. (Attachment 10)
13. Water Finance Exchange Presentation on Texas Water Development Board Funding (Attachment 11)
14. General Manager's Report.
15. Adjournment.

The Board may go into closed session at any time when permitted by Chapter 551, Government Code. Before going into closed session, a quorum of the Board must be assembled in the meeting room, the meeting must be convened as an open meeting pursuant to proper notice, and the presiding officer must announce that a closed session will be held and must identify the sections of Chapter 551, Government Code, authorizing the closed session.

BG/JM/fdl
Attachments

ATTACHMENT 1

Approval of Minutes

RICARDO WATER SUPPLY CORPORATION
Regular Meeting Minutes
September 23, 2024

Board Members Present:

Baldemar Garcia
Robert Garza
Oliver Hinojosa
James Fischer
Tisha Jones

Board Members Absent:

Frank Escobedo
Robert Zavala, Jr.

Staff Present:

John Marez
Frances De Leon
Jo Ella Wagner
Patrick Sendejo

Guests Present:

Charlie Sosa
By Zoom :
Rogelio Rodriguez–Water Finance Exchange

1. Call to Order.

Board President Baldemar Garcia called the Regular Meeting of the Ricardo Water Supply Corporation Board of Directors to order at 5:30 p.m. A quorum was present.

2. Citizen comments.

Mr. Garcia opened the floor to citizen comments. Ms. Jones stated that she had been contacted by residents in the Hillcrest neighborhood about above ground spigots in their yards and presented pictures of the spigots.

3. Approval of Minutes.

Ms. Jones made a motion to approve the minutes of the July 23, 2024 Regular Meeting as presented. Mr. Hinojosa seconded. All voted in favor.

4. Treasurer's Report/Payment of Bills.

The following financial reports were presented for Board review and approval:

Treasurer's Report as of June 30, 2024

Account Activity for General Account for June 1, 2024 to June 30, 2024

Account Activity for Operations Account for June 1, 2024 to June 30, 2024

Account Activity for Debt Service Account for June 1, 2024 to June 30, 2024

TEXPOOL Participant Statement for 06/01/2024 – 06/30/2024 for General Account

TEXPOOL Participant Statement for 06/01/2024 – 06/30/2024 for Membership Deposit Account

TEXPOOL Participant Statement for 06/01/2024 – 06/30/2024 for USDA Reserve Account

Treasurer's Report as of July 31, 2024

Account Activity for General Account for July 1, 2024 to July 31, 2024

Account Activity for Operations Account for July 1, 2024 to July 31, 2024

Account Activity for Debt Service Account for July 1, 2024 to July 31, 2024
TEXPOOL Participant Statement for 07/01/2024 – 07/31/2024 for General Account
TEXPOOL Participant Statement for 07/01/2024 – 07/31/2024 for Membership Deposit Account
TEXPOOL Participant Statement for 07/01/2024 – 07/31/2024 for USDA Reserve Account
Treasurer’s Report as of August 31, 2024
Account Activity for General Account for August 1, 2024 to August 31, 2024
Account Activity for Operations Account for August 1, 2024 to August 31, 2024
TEXPOOL Participant Statement for 08/01/2024 – 08/31/2024 for General Account
TEXPOOL Participant Statement for 08/01/2024 – 08/31/2024 for Membership Deposit Account
TEXPOOL Participant Statement for 08/01/2024 – 08/31/2024 for USDA Reserve Account

The following bills were presented for payment:

STWA Invoice S24-106 June 2024 Water Usage, Water Cost and Handling Charge	\$34,027.67
STWA Invoice S24-107 June 2024 General and Administration	\$20,475.65
STWA Invoice S24-111 June 2024 Taps and Repairs	\$ 7,087.36
STWA Invoice S24-118 July 2024 Water Usage, Water Cost and Handling Charge	\$29,379.27
STWA Invoice S24-119 July 2024 General and Administration	\$18,602.51
STWA Invoice S24-123 July 2024 Taps and Repairs	\$ 7,651.73
STWA Invoice S24-127 Stand By Pay Reimbursement for March 28, 2024 through June 26, 2024	\$ 364.59
STWA Invoice S24-129 Quarterly Phone and IT reimbursement for 04/01/24 – 06/30/24	\$ 1,726.33
STWA Invoice S24-141 Supplies and Materials Reimbursement	\$ 241.75
STWA Invoice S24-143 August 2024 Taps and Repairs	\$ 4,185.30

A motion was made by Ms. Jones and seconded by Mr. Garza to approve the Treasurer’s Reports and payment of the bills. The motion carried.

5. Water Supply and Development Contract with S & S Kingsville Construction, LLC./Charlie Sosa, for the Best Estates No. 1 Subdivision.

Mr. Charlie Sosa was present at the meeting. Mr. Marez presented the Water Supply and Development Contract with S & S Kingsville Construction, LLC. for development of the Best Estates No. 1 Subdivision. He reported that Mr. Sosa has met the Kleberg County subdivision requirements and has paid the pro rata share of the improvements to the corporation's water system to service the subdivision.

6. Resolution 24-05. Resolution authorizing the Ricardo Water Supply Corporation President to enter into a Water Supply and Development Contract with S & S Kingsville Construction, LLC./Charlie Sosa, Developer, for the Best Estates No. 1 Subdivision.

Mr. Garza made a motion to approve Resolution 24-05 and Mr. Hinojosa seconded. Ms. Jones Abstained. The motion passed.

7. Water Finance Exchange presentation.

Mr. Rogelio Rodriguez of Water Finance Exchange provided an update on the Texas Water Development Board funding application. He said he intends to speak with TWDB for an explanation on why STWA's most recent application was ranked without being invited for funding. TWDB is scheduled to meet on October 17, 2024 and will formally commit funding for the March 2023 State Revolving Fund application. STWA is expected to be awarded approximately \$7,737,207 on behalf of Ricardo Water Supply Corporation and Nueces Water Supply Corporation. Ricardo WSC's portion is \$4,872,640 broken down as \$1,485,000 in loan proceeds and \$3,387,640 loan forgiveness. Nueces WSC's portion is \$2,864,567 with \$875,000 in loan proceeds and \$1,989,567 loan forgiveness. Mr. Rodriguez will continue working with the TWDB to determine a timeline for funding. Additionally Water Finance Exchange is working with STWA and ICE to identify South Texas Water Authority's needs for a new water resource project and will apply to the Bureau of Reclamation for low-cost funding for this project.

8. General Manager's Report.

Mr. Sendejo presented estimates from Maguire Iron for sandblasting and repainting the towers and repairing the hatches. He added that a cathodic protection coating is included and Maquire Iron has worked on other projects for STWA and the Corporations. He also noted that he the TCEQ inspection is expected in January 2025 and the repairs are needed prior to the inspection. Mr. Garcia asked that staff attempt to get one more bid. Mr. Marez reported that RWSC met the deadline for submission of Lead and Copper Service Line Inventory and the Corporation is compliant on the Lead and Copper requirements. He also stated that STWA has been receiving open records requests recently and asked the Board to contact staff before giving out information in response to such requests.

9. Adjournment.

With no further business to discuss, Mr. Hinojosa made a motion to adjourn the meeting at 6:26 p.m. Mr. Garza seconded and the motion carried.

Respectfully submitted,

Frances De Leon
Assistant Secretary

ATTACHMENT 2

Treasurer's Report/Payment of Bills

Ricardo Water Supply Corporation
Treasurer's Report
As of September 30, 2024

General Account - KFNB	\$113,275.93
General Account - TexPool	\$897,286.06
General Account - TexPool Prime	\$126,910.47
Operations Account - KFNB	\$2,992.89
Membership Deposit & Refund Account -Texpool	\$130,095.46
Debt Service Account	\$181.00
Reserve Account	\$134,302.44
Petty Cash	\$50.00
Cash Drawer	\$100.00
TOTAL	<u>\$1,405,194.25</u>

	7/17/2024 Billing Reg.	8/15/2024 Billing Reg.	9/16/2024 Billing Reg.
Total Usage (Gal)	8,167,280	5,710,930	8,583,830
Water Sales (\$)	\$90,596.28	\$78,373.05	\$92,974.48
Adjustments	(\$1,223.01)	(\$140.42)	(\$529.55)
Turn on Charge	\$1,500.00	\$1,800.00	\$840.00
Late Charges	\$1,267.00	\$1,234.00	\$1,379.00
Past Due	\$26,845.90	\$33,968.32	\$27,496.56
Tax	\$494.71	\$429.99	\$507.09
Leak Pay Plan	\$183.17	\$87.62	\$87.64
Sewage	\$8,210.73	\$7,470.71	\$8,296.89
Total Receivables	<u>\$127,874.78</u>	<u>\$123,223.27</u>	<u>\$131,052.11</u>
METERS ON LINE	1119	1126	1124

RICARDO WATER SUPPLY CORP.

GENERAL

SEPTEMBER 2024

DATE	DESCRIPTION	CK NO.	DEPOSIT	PAYMENTS	BALANCE
09-01	BEGINNING BALANCE				\$82,711.53
09-01	ONLINE PAYMENTS	DEP	\$771.75		\$83,483.28
09-02	ONLINE PAYMENTS	DEP	\$701.41		\$84,184.69
09-03	WATER RECEIPTS	DEP	\$3,407.78		\$87,592.47
09-03	ONLINE PAYMENTS	DEP	\$1,356.29		\$88,948.76
09-04	WATER RECEIPTS	DEP	\$3,614.32		\$92,563.08
09-04	ONLINE PAYMENTS	DEP	\$379.57		\$92,942.65
09-05	WATER RECEIPTS	DEP	\$1,190.03		\$94,132.68
09-05	RICARDO WASTEWATER- 08312024	4634		\$3,762.64	\$90,370.04
09-05	VOID	4635		\$0.00	\$90,370.04
09-05	STWA- TELEPHONE REIMBURSEMENT	4636		\$1,726.33	\$88,643.71
09-05	STWA- STAND BY PAY	4637		\$364.59	\$88,279.12
09-05	ONLINE PAYMENTS	DEP	\$1,614.32		\$89,893.44
09-06	WATER RECEIPTS	DEP	\$3,021.46		\$92,914.90
09-06	ONLINE PAYMENTS	DEP	\$1,891.71		\$94,806.61
09-07	ONLINE PAYMENTS	DEP	\$686.22		\$95,492.83
09-08	ONLINE PAYMENTS	DEP	\$1,796.35		\$97,289.18
09-09	WATER RECEIPTS	DEP	\$2,808.62		\$100,097.80
09-09	ONLINE PAYMENTS	DEP	\$2,129.13		\$102,226.93
09-10	WATER RECEIPTS	DEP	\$4,823.34		\$107,050.27
09-10	VOID	4638		\$0.00	\$107,050.27
09-10	STWA- STAPLES & TAX NEX USA	4639		\$241.75	\$106,808.52
09-10	ONLINE PAYMENTS	DEP	\$3,294.64		\$110,103.16
09-11	WATER RECEIPTS	DEP	\$638.42		\$110,741.58
09-11	URI	ACH	\$248.81		\$110,990.39
09-11	ONLINE PAYMENTS	DEP	\$1,059.30		\$112,049.69
09-12	WATER RECEIPTS	DEP	\$1,119.07		\$113,168.76
09-12	ROMERO, L. #452- TRANSFER FEE	DEP	\$25.00		\$113,193.76
09-12	ONLINE PAYMENTS	DEP	\$980.78		\$114,174.54
09-13	WATER RECEIPTS	DEP	\$128.69		\$114,303.23
09-13	ONLINE PAYMENTS	DEP	\$2,350.83		\$116,654.06
09-14	ONLINE PAYMENTS	DEP	\$691.17		\$117,345.23
09-15	ONLINE PAYMENTS	DEP	\$452.74		\$117,797.97
09-16	WATER RECEIPTS	DEP	\$700.06		\$118,498.03
09-16	ONLINE PAYMENTS	DEP	\$453.60		\$118,951.63
09-17	WATER RECEIPTS	DEP	\$203.95		\$119,155.58
09-17	ONLINE PAYMENTS	DEP	\$719.62		\$119,875.20
09-18	WATER RECEIPTS	DEP	\$258.92		\$120,134.12
09-18	RICARDO WASTEWATER- 09152024	4640		\$3,157.04	\$116,977.08
09-18	ONLINE PAYMENTS	DEP	\$1,080.44		\$118,057.52
09-19	WATER RECEIPTS	DEP	\$447.81		\$118,505.33
09-19	CINCO E. WELL SERVICE- WH DEPOSIT	DEP	\$75.00		\$118,580.33
09-19	GONZALEZ, A. #1396- MEMBERSHIP	DEP	\$1,310.00		\$119,890.33
09-19	ONLINE PAYMENTS	DEP	\$1,853.38		\$121,743.71
09-20	WATER RECEIPTS	DEP	\$738.56		\$122,482.27
09-20	ONLINE PAYMENTS	DEP	\$1,412.28		\$123,894.55
09-21	ONLINE PAYMENTS	DEP	\$607.99		\$124,502.54

09-22	ONLINE PAYMENTS	DEP	\$650.92		\$125,153.46
09-23	WATER RECEIPTS	DEP	\$1,482.07		\$126,635.53
09-23	RWSC ACH DEPOSIT	DEP	\$19,550.71		\$146,186.24
09-23	GARCIA, L. #1137- INSUFFICIENT FUNDS	DEB		\$48.22	\$146,138.02
09-23	ONLINE PAYMENTS	DEP	\$1,465.42		\$147,603.44
09-24	WATER RECEIPTS	DEP	\$2,593.26		\$150,196.70
09-24	STWA- AUGUST WATER	4641		\$36,130.79	\$114,065.91
09-24	STWA- POSTAGE, ADMIN, READINGS, SAMPLES	4642		\$18,693.57	\$95,372.34
09-24	STWA- TAPS, REPAIRS, CSI, INSTALL/REMOVAL	4643		\$4,185.30	\$91,187.04
09-24	ONLINE PAYMENTS	DEP	\$1,251.14		\$92,438.18
09-25	WATER RECEIPTS	DEP	\$1,335.39		\$93,773.57
09-25	ONLINE PAYMENTS	DEP	\$2,527.58		\$96,301.15
09-26	WATER RECEIPTS	DEP	\$5,367.99		\$101,669.14
09-26	GATHRIGHT, K. #1022- TRANSFER FEE	DEP	\$25.00		\$101,694.14
09-26	NUECES ELECTRIC COOP.	ACH	\$54.37		\$101,748.51
09-26	ONLINE PAYMENTS	DEP	\$1,868.54		\$103,617.05
09-27	WATER RECEIPTS	DEP	\$1,436.64		\$105,053.69
09-27	URI	ACH	\$234.61		\$105,288.30
09-27	ONLINE PAYMENTS	DEP	\$1,464.52		\$106,752.82
09-28	ONLINE PAYMENTS	DEP	\$562.81		\$107,315.63
09-29	ONLINE PAYMENTS	DEP	\$643.25		\$107,958.88
09-30	WATER RECEIPTS	DEP	\$3,381.98		\$111,340.86
09-30	ONLINE PAYMENTS	DEP	\$1,634.34		\$112,975.20
09-30	INTEREST EARNED	DEP	\$300.73		\$113,275.93
			<u>\$98,874.63</u>	<u>\$68,310.23</u>	



Participant Statement

RICARDO WATER SUPPLY CORP
 GENERAL ACCT
 ATTN CAROLA G SERRATO
 2302 E SAGE ROAD
 KINGSVILLE TX 78363-3328

Statement Period **09/01/2024 - 09/30/2024**

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Customer Service 1-866-TEX-POOL
 Location ID 000077893
 Investor ID 000007578

TexPool Update

Cut the Clutter with TexPool! Establish and update your preferences for receipt of monthly account and daily confirmation statements. Please visit TexPool.com to learn more.

TexPool Summary

Pool Name	Beginning Balance	Total Deposits	Total Withdrawals	Total Interest	Current Balance	Average Balance
Texas Local Government Investment Pool	\$911,272.84	\$0.00	\$17,784.00	\$3,797.22	\$897,286.06	\$894,801.01
TexPool Prime	\$126,362.10	\$0.00	\$0.00	\$548.37	\$126,910.47	\$126,380.38
Total Dollar Value	\$1,037,634.94	\$0.00	\$17,784.00	\$4,345.59	\$1,024,196.53	

Portfolio Value

Pool Name	Pool/Account	Market Value (09/01/2024)	Share Price (09/30/2024)	Shares Owned (09/30/2024)	Market Value (09/30/2024)
Texas Local Government Investment Pool	449/1370100001	\$911,272.84	\$1.00	897,286.060	\$897,286.06
TexPool Prime	590/1370100001	\$126,362.10	\$1.00	126,910.470	\$126,910.47
Total Dollar Value		\$1,037,634.94			\$1,024,196.53

Interest Summary

Pool Name	Pool/Account	Month-to-Date Interest	Year-to-Date Interest
Texas Local Government Investment Pool	449/1370100001	\$3,797.22	\$26,735.18
TexPool Prime	590/1370100001	\$548.37	\$5,082.82
Total		\$4,345.59	\$31,818.00



TexPool Participant Services
 1001 Texas Avenue, Suite 1150
 Houston, TX 77002



TEXAS TRUST
 TEXAS TREASURY SAFEGUARDING TRUST COMPANY
 COMPTROLLER GLENN HEGAR, CHAIRMAN

Participant Statement

RICARDO WATER SUPPLY CORP
 MEMBERSHIP DEPOSIT
 ATTN CAROLA G SERRATO
 2302 E SAGE ROAD
 KINGSVILLE TX 78363-3328

Statement Period 09/01/2024 - 09/30/2024

Page 1 of 2

Customer Service 1-866-TEX-POOL
 Location ID 000077893
 Investor ID 000007580

TexPool Update

Cut the Clutter with TexPool! Establish and update your preferences for receipt of monthly account and daily confirmation statements. Please visit TexPool.com to learn more.

TexPool Summary

Pool Name	Beginning Balance	Total Deposits	Total Withdrawals	Total Interest	Current Balance	Average Balance
Texas Local Government Investment Pool	\$129,545.66	\$0.00	\$0.00	\$549.80	\$130,095.46	\$129,563.99
Total Dollar Value	\$129,545.66	\$0.00	\$0.00	\$549.80	\$130,095.46	

Portfolio Value

Pool Name	Pool/Account	Market Value (09/01/2024)	Share Price (09/30/2024)	Shares Owned (09/30/2024)	Market Value (09/30/2024)
Texas Local Government Investment Pool	449/1370100003	\$129,545.66	\$1.00	130,095.460	\$130,095.46
Total Dollar Value		\$129,545.66			\$130,095.46

Interest Summary

Pool Name	Pool/Account	Month-to-Date Interest	Year-to-Date Interest
Texas Local Government Investment Pool	449/1370100003	\$549.80	\$5,064.56
Total		\$549.80	\$5,064.56



RICARDO WATER SUPPLY CORPORATION

OPERATIONS

2024

DATE DESCRIPTION	CK NO.	DEPOSITS	DISBURSE.	BALANCE
SEPTEMBER 2024				\$3,894.14
09-05 TEXAS EXCAVATION SAFETY SYSTEM	6955		\$64.40	\$3,829.74
09-09 PSI HOLDINGS	ACH		\$43.30	\$3,786.44
09-10 MCCOY'S	6956		\$88.96	\$3,697.48
09-18 CITY OF CC- CENTRAL CASHIERS	6957		\$68.00	\$3,629.48
09-18 FERGUSON ENTERPRISES	6958		\$452.46	\$3,177.02
09-18 SILVA'S CONSTRUCTION	6959		\$200.00	\$2,977.02
09-30 INTEREST EARNED	DEP	\$15.87		\$2,992.89
		<u>\$15.87</u>	<u>\$917.12</u>	



Participant Statement

RICARDO WATER SUPPLY CORP
 USDA RESERVE ACCOUNT
 ATTN CAROLA SERRATO
 2302 E SAGE ROAD
 KINGSVILLE TX 78363-3328

Statement Period **09/01/2024 - 09/30/2024**

Page 1 of 2

Customer Service 1-866-TEX-POOL
 Location ID 000077893
 Investor ID 000021281

TexPool Update

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TexPool Summary

Pool Name	Beginning Balance	Total Deposits	Total Withdrawals	Total Interest	Current Balance	Average Balance
Texas Local Government Investment Pool	\$133,734.85	\$0.00	\$0.00	\$567.59	\$134,302.44	\$133,753.77
Total Dollar Value	\$133,734.85	\$0.00	\$0.00	\$567.59	\$134,302.44	

Portfolio Value

Pool Name	Pool/Account	Market Value (09/01/2024)	Share Price (09/30/2024)	Shares Owned (09/30/2024)	Market Value (09/30/2024)
Texas Local Government Investment Pool	449/1370100004	\$133,734.85	\$1.00	134,302.440	\$134,302.44
Total Dollar Value		\$133,734.85			\$134,302.44

Interest Summary

Pool Name	Pool/Account	Month-to-Date Interest	Year-to-Date Interest
Texas Local Government Investment Pool	449/1370100004	\$567.59	\$5,228.23
Total		\$567.59	\$5,228.23



Ricardo Water Supply Corporation
Treasurer's Report
As of September 30, 2024

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General Account - TexPool Prime	\$126,910.47
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Debt Service Account	\$181.00
Reserve Account	\$134,302.44
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RICARDO WATER SUPPLY CORP.

GENERAL

SEPTEMBER 2024

DATE	DESCRIPTION	CK NO.	DEPOSIT	PAYMENTS	BALANCE
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09-05	RICARDO WASTEWATER- 08312024	4634		\$3,762.64	\$90,370.04
09-05	VOID	4635		\$0.00	\$90,370.04
09-05	STWA- TELEPHONE REIMBURSEMENT	4636		\$1,726.33	\$88,643.71
09-05	STWA- STAND BY PAY	4637		\$364.59	\$88,279.12
09-05	ONLINE PAYMENTS	DEP	\$1,614.32		\$89,893.44
09-06	WATER RECEIPTS	DEP	\$3,021.46		\$92,914.90
09-06	ONLINE PAYMENTS	DEP	\$1,891.71		\$94,806.61
09-07	ONLINE PAYMENTS	DEP	\$686.22		\$95,492.83
09-08	ONLINE PAYMENTS	DEP	\$1,796.35		\$97,289.18
09-09	WATER RECEIPTS	DEP	\$2,808.62		\$100,097.80
09-09	ONLINE PAYMENTS	DEP	\$2,129.13		\$102,226.93
09-10	WATER RECEIPTS	DEP	\$4,823.34		\$107,050.27
09-10	VOID	4638		\$0.00	\$107,050.27
09-10	STWA- STAPLES & TAX NEX USA	4639		\$241.75	\$106,808.52
09-10	ONLINE PAYMENTS	DEP	\$3,294.64		\$110,103.16
09-11	WATER RECEIPTS	DEP	\$638.42		\$110,741.58
09-11	URI	ACH	\$248.81		\$110,990.39
09-11	ONLINE PAYMENTS	DEP	\$1,059.30		\$112,049.69
09-12	WATER RECEIPTS	DEP	\$1,119.07		\$113,168.76
09-12	ROMERO, L. #452- TRANSFER FEE	DEP	\$25.00		\$113,193.76
09-12	ONLINE PAYMENTS	DEP	\$980.78		\$114,174.54
09-13	WATER RECEIPTS	DEP	\$128.69		\$114,303.23
09-13	ONLINE PAYMENTS	DEP	\$2,350.83		\$116,654.06
09-14	ONLINE PAYMENTS	DEP	\$691.17		\$117,345.23
09-15	ONLINE PAYMENTS	DEP	\$452.74		\$117,797.97
09-16	WATER RECEIPTS	DEP	\$700.06		\$118,498.03
09-16	ONLINE PAYMENTS	DEP	\$453.60		\$118,951.63
09-17	WATER RECEIPTS	DEP	\$203.95		\$119,155.58
09-17	ONLINE PAYMENTS	DEP	\$719.62		\$119,875.20
09-18	WATER RECEIPTS	DEP	\$258.92		\$120,134.12
09-18	RICARDO WASTEWATER- 09152024	4640		\$3,157.04	\$116,977.08
09-18	ONLINE PAYMENTS	DEP	\$1,080.44		\$118,057.52
09-19	WATER RECEIPTS	DEP	\$447.81		\$118,505.33
09-19	CINCO E. WELL SERVICE- WH DEPOSIT	DEP	\$75.00		\$118,580.33
09-19	GONZALEZ, A. #1396- MEMBERSHIP	DEP	\$1,310.00		\$119,890.33
09-19	ONLINE PAYMENTS	DEP	\$1,853.38		\$121,743.71
09-20	WATER RECEIPTS	DEP	\$738.56		\$122,482.27
09-20	ONLINE PAYMENTS	DEP	\$1,412.28		\$123,894.55
09-21	ONLINE PAYMENTS	DEP	\$607.99		\$124,502.54

09-22	ONLINE PAYMENTS	DEP	\$650.92		\$125,153.46
09-23	WATER RECEIPTS	DEP	\$1,482.07		\$126,635.53
09-23	RWSC ACH DEPOSIT	DEP	\$19,550.71		\$146,186.24
09-23	GARCIA, L. #1137- INSUFFICIENT FUNDS	DEB		\$48.22	\$146,138.02
09-23	ONLINE PAYMENTS	DEP	\$1,465.42		\$147,603.44
09-24	WATER RECEIPTS	DEP	\$2,593.26		\$150,196.70
09-24	STWA- AUGUST WATER	4641		\$36,130.79	\$114,065.91
09-24	STWA- POSTAGE, ADMIN, READINGS, SAMPLES	4642		\$18,693.57	\$95,372.34
09-24	STWA- TAPS, REPAIRS, CSI, INSTALL/REMOVAL	4643		\$4,185.30	\$91,187.04
09-24	ONLINE PAYMENTS	DEP	\$1,251.14		\$92,438.18
09-25	WATER RECEIPTS	DEP	\$1,335.39		\$93,773.57
09-25	ONLINE PAYMENTS	DEP	\$2,527.58		\$96,301.15
09-26	WATER RECEIPTS	DEP	\$5,367.99		\$101,669.14
09-26	GATHRIGHT, K. #1022- TRANSFER FEE	DEP	\$25.00		\$101,694.14
09-26	NUECES ELECTRIC COOP.	ACH	\$54.37		\$101,748.51
09-26	ONLINE PAYMENTS	DEP	\$1,868.54		\$103,617.05
09-27	WATER RECEIPTS	DEP	\$1,436.64		\$105,053.69
09-27	URI	ACH	\$234.61		\$105,288.30
09-27	ONLINE PAYMENTS	DEP	\$1,464.52		\$106,752.82
09-28	ONLINE PAYMENTS	DEP	\$562.81		\$107,315.63
09-29	ONLINE PAYMENTS	DEP	\$643.25		\$107,958.88
09-30	WATER RECEIPTS	DEP	\$3,381.98		\$111,340.86
09-30	ONLINE PAYMENTS	DEP	\$1,634.34		\$112,975.20
09-30	INTEREST EARNED	DEP	\$300.73		\$113,275.93
			\$98,874.63	\$68,310.23	



Participant Statement

RICARDO WATER SUPPLY CORP
 GENERAL ACCT
 ATTN CAROLA G SERRATO
 2302 E SAGE ROAD
 KINGSVILLE TX 78363-3328

Statement Period **09/01/2024 - 09/30/2024**

Page 1 of 2

Customer Service 1-866-TEX-POOL
 Location ID 000077893
 Investor ID 000007578

TexPool Update

Cut the Clutter with TexPool! Establish and update your preferences for receipt of monthly account and daily confirmation statements. Please visit TexPool.com to learn more.

TexPool Summary

Pool Name	Beginning Balance	Total Deposits	Total Withdrawals	Total Interest	Current Balance	Average Balance
Texas Local Government Investment Pool	\$911,272.84	\$0.00	\$17,784.00	\$3,797.22	\$897,286.06	\$894,801.01
TexPool Prime	\$126,362.10	\$0.00	\$0.00	\$548.37	\$126,910.47	\$126,380.38
Total Dollar Value	\$1,037,634.94	\$0.00	\$17,784.00	\$4,345.59	\$1,024,196.53	

Portfolio Value

Pool Name	Pool/Account	Market Value (09/01/2024)	Share Price (09/30/2024)	Shares Owned (09/30/2024)	Market Value (09/30/2024)
Texas Local Government Investment Pool	449/1370100001	\$911,272.84	\$1.00	897,286.060	\$897,286.06
TexPool Prime	590/1370100001	\$126,362.10	\$1.00	126,910.470	\$126,910.47
Total Dollar Value		\$1,037,634.94			\$1,024,196.53

Interest Summary

Pool Name	Pool/Account	Month-to-Date Interest	Year-to-Date Interest
Texas Local Government Investment Pool	449/1370100001	\$3,797.22	\$26,735.18
TexPool Prime	590/1370100001	\$548.37	\$5,082.82
Total		\$4,345.59	\$31,818.00





Participant Statement

RICARDO WATER SUPPLY CORP
 MEMBERSHIP DEPOSIT
 ATTN CAROLA G SERRATO
 2302 E SAGE ROAD
 KINGSVILLE TX 78363-3328

Statement Period **09/01/2024 - 09/30/2024**

Page 1 of 2

Customer Service 1-866-TEX-POOL
 Location ID 000077893
 Investor ID 000007580

TexPool Update

Cut the Clutter with TexPool! Establish and update your preferences for receipt of monthly account and daily confirmation statements. Please visit TexPool.com to learn more.

TexPool Summary

Pool Name	Beginning Balance	Total Deposits	Total Withdrawals	Total Interest	Current Balance	Average Balance
Texas Local Government Investment Pool	\$129,545.66	\$0.00	\$0.00	\$549.80	\$130,095.46	\$129,563.99
Total Dollar Value	\$129,545.66	\$0.00	\$0.00	\$549.80	\$130,095.46	

Portfolio Value

Pool Name	Pool/Account	Market Value (09/01/2024)	Share Price (09/30/2024)	Shares Owned (09/30/2024)	Market Value (09/30/2024)
Texas Local Government Investment Pool	449/1370100003	\$129,545.66	\$1.00	130,095.460	\$130,095.46
Total Dollar Value		\$129,545.66			\$130,095.46

Interest Summary

Pool Name	Pool/Account	Month-to-Date Interest	Year-to-Date Interest
Texas Local Government Investment Pool	449/1370100003	\$549.80	\$5,064.56
Total		\$549.80	\$5,064.56



RICARDO WATER SUPPLY CORPORATION

OPERATIONS

2024

DATE DESCRIPTION	CK NO.	DEPOSITS	DISBURSE.	BALANCE
SEPTEMBER 2024				\$3,894.14
09-05 TEXAS EXCAVATION SAFETY SYSTEM	6955		\$64.40	\$3,829.74
09-09 PSI HOLDINGS	ACH		\$43.30	\$3,786.44
09-10 MCCOY'S	6956		\$88.96	\$3,697.48
09-18 CITY OF CC- CENTRAL CASHIERS	6957		\$68.00	\$3,629.48
09-18 FERGUSON ENTERPRISES	6958		\$452.46	\$3,177.02
09-18 SILVA'S CONSTRUCTION	6959		\$200.00	\$2,977.02
09-30 INTEREST EARNED	DEP	\$15.87		\$2,992.89
		\$15.87	\$917.12	



Participant Statement

RICARDO WATER SUPPLY CORP
 USDA RESERVE ACCOUNT
 ATTN CAROLA SERRATO
 2302 E SAGE ROAD
 KINGSVILLE TX 78363-3328

Statement Period **09/01/2024 - 09/30/2024**

Page 1 of 2

Customer Service 1-866-TEX-POOL
 Location ID 000077893
 Investor ID 000021281

TexPool Update

Cut the Clutter with TexPool! Establish and update your preferences for receipt of monthly account and daily confirmation statements. Please visit TexPool.com to learn more.

TexPool Summary

Pool Name	Beginning Balance	Total Deposits	Total Withdrawals	Total Interest	Current Balance	Average Balance
Texas Local Government Investment Pool	\$133,734.85	\$0.00	\$0.00	\$567.59	\$134,302.44	\$133,753.77
Total Dollar Value	\$133,734.85	\$0.00	\$0.00	\$567.59	\$134,302.44	

Portfolio Value

Pool Name	Pool/Account	Market Value (09/01/2024)	Share Price (09/30/2024)	Shares Owned (09/30/2024)	Market Value (09/30/2024)
Texas Local Government Investment Pool	449/1370100004	\$133,734.85	\$1.00	134,302.440	\$134,302.44
Total Dollar Value		\$133,734.85			\$134,302.44

Interest Summary

Pool Name	Pool/Account	Month-to-Date Interest	Year-to-Date Interest
Texas Local Government Investment Pool	449/1370100004	\$567.59	\$5,228.23
Total		\$567.59	\$5,228.23





Invoice #S24-163

September 30, 2024

Bill To

Ricardo Water Supply Corporation
 2302 E. Sage Rd.
 Kingsville, TX 78363
 361 592-3952

For

Reimbursement Invoice

Item Description	Amount
Citibank CC: Registration for office professional	\$450.00
Dell: Optiplex small form factor for office assitant	\$575.12

Subtotal \$1,025.12

Tax Rate

Other Costs

Total Cost \$1,025.12

Make all checks payable to South Texas Water Authority

If you have any questions concerning this invoice, use the following contact information:

Contact Noemi S. Flores, 361 592-3952 or nflores@stwa.org

Thank you for your business!

INVOICE

2302 E. SAGE RD.

S24 - 136

KINGSVILLE, TEXAS 78363
September 18, 2024

Ricardo Water Supply Corporation
2302 East Sage Rd.
Kingsville, Texas 78363

Usage

FM 772 Meter			
Current Reading:	9/1/2024	217915	
Previous Reading:	8/1/2024	217915	
Current usage			0
Kingsville Meter			
Current Reading:	9/1/2024	909173	
Previous Reading:	8/1/2024	898256	
Current usage			10,917,000
Total Water Usage for Period	8/1/2024	to 9/1/2024	10,917,000
			<hr/>
Total Water delivered			10,917,000
Ratio STWA to Total			100%
Contract Year to Date Usage ----- 104,862,247 gallons			

Water Rate (per thousand gallons)

Cost of Water from City of Corpus Christi (Total charges divided by total consumption):

Total charges	\$164,501.52	
Total consumption	58,550	
Cost of Water from City of Corpus Christi	\$	2.809590

				Amount Due
STWA Handling Charge	10,917,000 g @	\$ 0.500000	=	\$ 5,458.50
Corpus Christi Water Cost	10,917,000 g @	\$ 2.809590	=	\$ 30,672.30
Water Rate for current billing period		\$ 3.309590		

Cost of Water

10,917,000 gallons @ \$3.309590 per thousand gallons \$ 36,130.79

Total Due for Water Usage for period 8/1/2024 to 9/1/2024 **\$ 36,130.79**

Net Water Revenue - STWA	
Handling Charge	\$ 5,458.50
less Pumping Cost	\$ 1,582.13
= Net Revenue	\$ 3,876.37

Payment Due within 30 days of Receipt of Invoice

Thank You!

For more information about the Authority, including information about the Authority's board and board meetings, please go the Comptroller's Special Purpose District Public Information Database located at

Jose M. Graveley, President
Frances Garcia, Vice-President
Imelda Garza, Secretary-Treasurer
Rudy Galvan, Jr.
Kathleen Lowman

<https://spdpid.comptroller.texas.gov/> or the Authority's website www.stwa.org

(361) 592-9323 Or (361) 692-0337 (C.C. line)

Fax: (361) 592-5965

Joe Morales
Angela N. Pena
Arturo Rodriguez
Patsy A. Rodgers
John Marez, Administrator

INVOICE

S24 - 137

September 18, 2024

Ricardo Water Supply Corporation
2302 E. Sage Rd.
Kingsville, Texas 78363

Description		Amount Due	
No. of Connections This Month:		1125	
1125	General Maintenance (per connection) @	\$ 5.65	\$ 6,356.25
1125	Read Meters (per connection) @	\$ 2.50	2,812.50
3	Sample Collection (per sample) @	\$ 40.00	120.00
Billing Services for Month of:			
August, 2024			
226	Final Notice Cards @	\$ 1.10	08/13/24 248.60
1135	Statements @	\$ 2.00	08/15/24 2,270.00
5	Meter Removal/Cancel Letters @	\$ 1.75	08/01/24 8.75
1125	Administration (per connection) @	\$ 6.00	6,750.00
945	Copies @	\$ 0.10	94.50
	Postage		32.97
		TOTAL	\$ 18,693.57

Payment Due by
September 30, 2024

Thank You!

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Joe Morales
Angela N. Pena
Arturo Rodriguez
Patsy A. Rodgers
John Marez, Administrator



SOUTH TEXAS WATER AUTHORITY

INVOICE

2302 E. SAGE RD.

S24 - 150

KINGSVILLE, TEXAS 78363
October 18, 2024

Ricardo Water Supply Corporation
2302 East Sage Rd.
Kingsville, Texas 78363

Usage

FM 772 Meter			
Current Reading:	10/1/2024	217915	
Previous Reading:	9/1/2024	217915	
Current usage			0
Kingsville Meter			
Current Reading:	10/1/2024	918482	
Previous Reading:	9/1/2024	909173	
Current usage			9,309,000
Total Water Usage for Period	9/1/2024	to 10/1/2024	9,309,000
Total Water delivered			9,309,000
Ratio STWA to Total			100%
Contract Year to Date Usage ----- 114,171,247 gallons			

Water Rate (per thousand gallons)

Cost of Water from City of Corpus Christi (Total charges divided by total consumption):

Total charges	\$153,930.72	
Total consumption	54,720	
Cost of Water from City of Corpus Christi	\$ 2.813061	

				Amount Due
STWA Handling Charge	9,309,000 g @	\$ 0.500000	=	\$ 4,654.50
Corpus Christi Water Cost	9,309,000 g @	\$ 2.813061	=	\$ 26,186.79
Water Rate for current billing period		\$ 3.313061		

Cost of Water

9,309,000 gallons @ \$3.313061 per thousand gallons \$ 30,841.28

Total Due for Water Usage for period 9/1/2024 to 10/1/2024 **\$ 30,841.28**

Net Water Revenue - STWA	
Handling Charge	\$ 4,654.50
less Pumping Cost	\$ 1,501.79
= Net Revenue	\$ 3,152.71

Payment Due within 30 days of Receipt of Invoice

Thank You!

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Kathleen Lowman

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Fax: (361) 592-5965

Joe Morales
Angela N. Pena
Arturo Rodriguez
Patsy A. Rodgers
John Marez, Administrator

INVOICE

S24 - 151

October 18, 2024

Ricardo Water Supply Corporation
2302 E. Sage Rd.
Kingsville, Texas 78363

Description		Amount Due	
No. of Connections This Month:		1121	
1121	General Maintenance (per connection) @	\$ 5.65	\$ 6,333.65
1121	Read Meters (per connection) @	\$ 2.50	2,802.50
3	Sample Collection (per sample) @	\$ 40.00	120.00
Billing Services for Month of:			
September, 2024			
246	Final Notice Cards @	\$ 1.10	09/11/24 270.60
1132	Statements @	\$ 2.00	09/17/24 2,264.00
1121	Administration (per connection) @	\$ 6.00	6,726.00
1925	Copies @	\$ 0.10	192.50
	Postage		11.24
		TOTAL	\$ 18,720.49

Payment Due by
October 31, 2024

Thank You!

For more information about the Authority, including information about the Authority's board and board meetings, please go the Comptroller's Special Purpose District Public Information Database located at <https://spdpid.comptroller.texas.gov/> or the Authority's website www.stwa.org

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Fax: (361) 592-5965

Joe Morales
Angela N. Pena
Arturo Rodriguez
Patsy A. Rodgers
John Marez, Administrator

STWA

SOUTH TEXAS WATER AUTHORITY

2302 E. SAGE RD.

KINGSVILLE, TEXAS 78363

S24-155

October 23, 2024

Ricardo Water Supply Corporation
2302 E. Sage Road
Kingsville, TX 78363

DATE	DESCRIPTION	W.O. #	Invoiced to others	Due to STWA
9/2/2024	Holiday residual checks on rural system and read meters.	7801	0.00	93.33
9/11/2024	Regular hour call-out due to report of leak at acct. #1117-Gonzales, CR 2140. Leak was on customer's side. Turned off curbstop. Customer was inform of charge.	7802	35.00	35.00
9/5/2024	Regular hour call-out for PS #1 reading.	7803	0.00	17.50
9/6/2024	After hours work reading master meters.	7804	0.00	280.00
9/11/2024	Changed out solenoid for CL2 at PS #2 and returned to check that chlorine was injecting properly.	7805	0.00	122.50
9/13/2024	After hours readings and rereads for Route 3.	7806	0.00	134.29
9/8/2024	Weekend residual checks on rural system and read meters.	7807	0.00	210.00
9/15/2024	Weekend residual checks on rural system and read meters. D Cowger assisted with changing out chlorine and filling LAS.	7808	0.00	472.50
9/16/2024	Meter unlock at acct. #435-Garza, CR 2140. Customer paid on account prior to meter removal date.	7809	60.00	60.00
8/30/2024	Tap & meter set at acct. #1378-Reyna, CR 2150. Also required 220LF of 2" water line extension.	7810	2316.78	940.00
8/30/2024	Overtime required to take BacT Sample on acct. #1380-Avelar, CR 2150. The 2-inch water line extension was installed by DIA- Marco Jimenez.	7811	0.00	60.00
9/13/2024	After hours work on rereads.	7812	0.00	8.63
9/17/2024	Meter removal due to non-payment at acct. #1291-Benitez, Siesta Estates.	7813	60.00	60.00

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Frances Garcia, Vice-President
Imelda Garza, Secretary-Treasurer
Rudy Galvan, Jr.
Kathleen Lowman

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Fax: (361) 592-5965

Joe Morales
Angela N. Pena
Arturo Rodriguez
Patsy A. Rodgers
John Marez, Exec.Dir/Administrator

DATE	DESCRIPTION	W.O. #	Invoiced to others	Due to STWA
9/17/2024	After hours work to complete field verifications for developer analysis. SO #5501-5515 & 5534	7814	0.00	170.00
9/17/2024	After hours work on date collection for developer analysis. SO 5501-B Cadena, FM 1118 & CR 1050.	7815	0.00	21.25
9/18/2024	Tap & meter set at acct. #1387-Silva's Construction, 130 N CR 1060.	7816	585.00	430.00
9/18/2024	Tap & meter set at acct. #1388-Silva's Construction, 128 N CR 1060.	7817	585.00	430.00
9/18/2024	Tap & meter set at acct. #1389-Silva's Construction, 126 N CR 1060.	7818	585.00	430.00
9/13/2024	Customer service inspection at acct. #1385-Winter, CR 2150. Passed inspection.	7819	75.00	75.00
9/19/2024	Meter removal due to customer's request to cancel membership at acct. #1299-Rocha, CR 2150.	7820	0.00	60.00
9/21/2024	After hours time to call in line locates due to a leak on CR 2140.	7821	0.00	42.50
9/22/2024	Weekend residual checks on rural system and read meters.	7822	0.00	280.00
9/25/2024	After hours time to generate lock out list and assess fees.	7823	0.00	8.42
9/25/2024	Regular hour call-out due to complaint of low pressure at acct. #1348-Alaniz, Victoria Trail. Changed out meter and broken meter box.	7824	0.00	170.00
9/26/2024	After hour unlock at acct. #1360-Silva's Construction, CR 1060.	7825	90.00	90.00
9/26/2024	After hours unlock at acct. #1105-Childs, CR 2170.	7826	90.00	90.00
9/28/2024	Meter relocation at acct. #741-Rios, CR 2210. Move existing meter and box to front of home. Repaired leak on 2" unmarked main was not labled on plans. Tapped the 2 1/2-inch water line.	7827	430.00	1973.74
9/28/2024	Tap & meter set at acct. #1396-Gonzalez, CR 2180. Overtime required to complete tap.	7828	430.00	724.63
9/28/2024	Dropped off locks to crew working on taps after hours.	7829	0.00	35.00

DATE	DESCRIPTION	W.O. #	Invoiced to others	Due to STWA
9/28/2024	Weekend residual checks on rural system and read meters. Filled up LAS at PS #1.	7830	0.00	140.00
9/28/2024	After hours call-out at acct. #477-Olivarez, CR 2163. Repaired leak on poly.	7831	0.00	85.00
9/30/2024	Customer service inspection at acct. #1380-Avelar, CR 2150. Failed inspection.	7832	75.00	75.00
9/30/2024	Customer service inspection at acct. #741-Rios, CR 2210. Failed inspection.	7833	75.00	75.00
9/30/2024	Emergency line locate on FM 772.	7834	0.00	42.50
9/30/2024	September Regular hour unlocks - #980-Garcia, #951- Resendez, #440-Pedroza, #128-Bynum, #1173-Gonzalez, #873-Benton, #1262-Morales, #753-De La Paz, #1322- Chavez.	7835	540.00	540.00
			Total Due STWA	\$ 8,481.79
			Amount Invoiced to Others	\$ 6,031.78

Payment due by October 31, 2024
Thank You!

Invoice

S24-157

October 7, 2024

Ricardo Water Supply Corporation
2302 E. Sage Rd.
Kingsville, Texas 78363

Description	Amount Due
Reimburse for payroll expenses incurred with Stand By Pay for the period of July 3, 2024 through September 25, 2024 (See Attached Breakdown)	\$364.59

Payment Due by November 15, 2024

Date	Employee	Amount	Retirement	Medicare	Total	1/3 Share
7/3/2024	Lauro Bazan	\$75.00	\$7.13	\$1.09	\$83.21	\$27.74
7/10/2024	David Elizondo	\$75.00	\$6.38	\$1.09	\$82.46	\$27.49
7/17/2024	Daniel Hinojosa	\$75.00	\$9.00	\$1.09	\$85.09	\$28.36
7/24/2024	Noe Moreno	\$75.00	\$9.00	\$1.09	\$85.09	\$28.36
7/31/2024	Lauro Bazan	\$75.00	\$7.13	\$1.09	\$83.21	\$27.74
8/7/2024	Victor Gutierrez	\$75.00	\$9.00	\$1.09	\$85.09	\$28.36
8/14/2024	Daniel Hinojosa	\$75.00	\$9.00	\$1.09	\$85.09	\$28.36
8/21/2024	Noe Moreno	\$75.00	\$9.00	\$1.09	\$85.09	\$28.36
8/28/2024	Lauro Bazan	\$75.00	\$7.13	\$1.09	\$83.21	\$27.74
9/4/2024	Victor Gutierrez	\$75.00	\$9.00	\$1.09	\$85.09	\$28.36
9/11/2024	Daniel Hinojosa	\$75.00	\$9.00	\$1.09	\$85.09	\$28.36
9/18/2024	Noe Moreno	\$75.00	\$9.00	\$1.09	\$85.09	\$28.36
9/25/2024	Patrick Sendejo	\$75.00	\$9.00	\$1.09	\$85.09	\$28.36
		\$975.00	\$104.63	\$14.14	\$1,093.76	\$364.59

Invoice

S24-159

October 7, 2024

Ricardo Water Supply Corporation
 2302 E. Sage Rd.
 Kingsville, Texas 78363

Description

Quarterly reimburse for phone service through Praesidium for the period of 7/1/24 through 9/30/24 (See Breakdown attached)	\$565.83
Quarterly reimburse for Technology Support from High Touch for the period of 7/1/24 through 9/30/24 (See Breakdown below)	\$1,195.50
Total Due	\$1,761.33

Payment Due by November 15, 2024

**HIGHTOUCH
 TECHNOLOGY SUPORT**

	Server Management 14			Server Management 2			Server Management 3			Total Invoice
	STWA	& Offsite Backup	Email	NWSC	& Offsite Backup	Email Filtering	RWSC	& Offsite Backup	Email Filtering	
Jul-24	\$285.00	\$125.00	\$28.00	\$267.50	\$125.00	\$4.00	\$267.50	\$125.00	\$6.00	\$1,233.00
Aug-24	\$285.00	\$125.00	\$28.00	\$267.50	\$125.00	\$4.00	\$267.50	\$125.00	\$6.00	\$1,233.00
Sep-24	\$285.00	\$125.00	\$28.00	\$267.50	\$125.00	\$4.00	\$267.50	\$125.00	\$6.00	\$1,233.00
Quarterly Total	\$855.00	\$375.00	\$84.00	\$802.50	\$375.00	\$12.00	\$802.50	\$375.00	\$18.00	
Total	\$1,314.00			\$1,189.50			\$1,195.50			

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 John Marez, Exec.Dir/Administrator

Quantity	Description	Rate	Amount	Users	% share of	Total Cost Shared	
11	VOIP Business Telephone Service - Elevate Pro Business Telephone Service User License	\$ 39.99	\$ 439.89	STWA	33%	\$ 146.63	
				NWSC	33%	\$ 146.63	
				RWSC	33%	\$ 146.63	
1	VOIP Business Telephone Service - Elevate Essentials Business Telephone Service User License	\$ 29.99	\$ 29.99	STWA	100%	\$ 29.99	
					0%		
					0%		
1	Web FAX (STWA_WebFax)	\$ 10.00	\$ 10.00	STWA	33%	\$ 3.33	
				NWSC	33%	\$ 3.33	
				RWSC	33%	\$ 3.33	
1	Telephone System Auto Attendant - Hosted VOIP Telephone PBX	\$ 9.95	\$ 9.95	STWA	60%	\$ 5.97	
				NWSC	20%	\$ 1.99	
				RWSC	20%	\$ 1.99	
6	Telephone Numbers: 12 included (1 for each Elevate VOIP user) ; 6 additional telephone numbers @ \$2.00 each per month	\$ 2.00	\$ 12.00	STWA	67%	\$ 8.00	
				NWSC	17%	\$ 2.00	
				RWSC	17%	\$ 2.00	
1	E911 Emergency Service Telephone Fee	\$ 39.00	\$ 39.00	STWA	33%	\$ 13.00	
				NWSC	33%	\$ 13.00	
				RWSC	33%	\$ 13.00	
1	Voice Service FCC Federal Administrative Surcharge and Regulatory Fees	\$ 64.97	\$ 64.97	STWA	33%	\$ 21.65	STWA \$ 228.58
				NWSC	33%	\$ 21.66	NWSC \$ 188.61
				RWSC	33%	\$ 21.66	RWSC \$ 188.61
TOTALS FOR INV (JULY SERVICE)			\$ 605.80			\$ 605.80	\$ 605.80

Quantity	Description	Rate	Amount	Users	% share of	Total Cost Shared	
11	VOIP Business Telephone Service - Elevate Pro Business Telephone Service User License	\$ 39.99	\$ 439.89	STWA	33%	\$ 146.63	
				NWSC	33%	\$ 146.63	
				RWSC	33%	\$ 146.63	
1	VOIP Business Telephone Service - Elevate Essentials Business Telephone Service User License	\$ 29.99	\$ 29.99	STWA	100%	\$ 29.99	
					0%		
					0%		
1	Web FAX (STWA_WebFax)	\$ 10.00	\$ 10.00	STWA	33%	\$ 3.33	
				NWSC	33%	\$ 3.33	
				RWSC	33%	\$ 3.33	
1	Telephone System Auto Attendant - Hosted VOIP Telephone PBX	\$ 9.95	\$ 9.95	STWA	60%	\$ 5.97	
				NWSC	20%	\$ 1.99	
				RWSC	20%	\$ 1.99	
6	Telephone Numbers: 12 included (1 for each Elevate VOIP user) ; 6 additional telephone numbers @ \$2.00 each per month	\$ 2.00	\$ 12.00	STWA	67%	\$ 8.00	
				NWSC	17%	\$ 2.00	
				RWSC	17%	\$ 2.00	
1	E911 Emergency Service Telephone Fee	\$ 39.00	\$ 39.00	STWA	33%	\$ 13.00	
				NWSC	33%	\$ 13.00	
				RWSC	33%	\$ 13.00	
1	Voice Service FCC Federal Administrative Surcharge and Regulatory Fees	\$ 64.97	\$ 64.97	STWA	33%	\$ 21.65	STWA \$ 228.58
				NWSC	33%	\$ 21.66	NWSC \$ 188.61
				RWSC	33%	\$ 21.66	RWSC \$ 188.61
TOTALS FOR (AUGUST SERVICE)			\$ 605.80			\$ 605.80	\$ 605.80

Quantity	Description	Rate	Amount	Users	% share of	Total Cost Shared		
11	VOIP Business Telephone Service - Elevate Pro Business Telephone Service User License	\$ 39.99	\$ 439.89	STWA	33%	\$ 146.63		
				NWSC	33%	\$ 146.63		
				RWSC	33%	\$ 146.63		
1	VOIP Business Telephone Service - Elevate Essentials Business Telephone Service User License	\$ 29.99	\$ 29.99	STWA	100%	\$ 29.99		
					0%			
					0%			
1	Web FAX (STWA_WebFax)	\$ 10.00	\$ 10.00	STWA	33%	\$ 3.33		
				NWSC	33%	\$ 3.33		
				RWSC	33%	\$ 3.33		
1	Telephone System Auto Attendant - Hosted VOIP Telephone PBX	\$ 9.95	\$ 9.95	STWA	60%	\$ 5.97		
				NWSC	20%	\$ 1.99		
				RWSC	20%	\$ 1.99		
6	Telephone Numbers: 12 included (1 for each Elevate VOIP user) ; 6 additional telephone numbers @ \$2.00 each per month	\$ 2.00	\$ 12.00	STWA	67%	\$ 8.00		
				NWSC	17%	\$ 2.00		
				RWSC	17%	\$ 2.00		
1	E911 Emergency Service Telephone Fee	\$ 39.00	\$ 39.00	STWA	33%	\$ 13.00		
				NWSC	33%	\$ 13.00		
				RWSC	33%	\$ 13.00		
1	Voice Service FCC Federal Administrative Surcharge and Regulatory Fees	\$ 64.97	\$ 64.97	STWA	33%	\$ 21.65	STWA	\$ 228.58
				NWSC	33%	\$ 21.66	NWSC	\$ 188.61
				RWSC	33%	\$ 21.66	RWSC	\$ 188.61
TOTALS FOR (SEPTEMBER SERVICE)			\$ 605.80			\$ 605.80		\$ 605.80

Invoice

KINGSVILLE, TEXAS 78363

S24-161

October 7, 2024

Ricardo Water Supply Corporation
2302 E. Sage Rd.
Kingsville, Texas 78363

Date	Description	Hours per pay period	Rate of Pay	Amount Paid
<u>July</u>				
7/12/2024	Clarisa Vargas	60.00	\$15.00	\$900.00
7/26/2024	Clarisa Vargas	30.00	\$15.00	\$450.00
<u>August</u>				
8/9/2024	Clarissa Vargas	60.00	\$15.00	\$900.00
8/23/2024	Clarissa Vargas	60.00	\$15.00	\$900.00
<u>September</u>				
9/6/2024	Clarissa Vargas	60.00	\$15.00	\$900.00
9/20/2024	Clarissa Vargas	60.00	\$15.00	\$900.00
Total pay July, August, September				\$4,950.00
Less 10% - STWA portion				-\$495.00
Total Part-time Employee pay due from NWSC & RWSC				\$4,455.00
Employer's Medicare Tax Contribution @ 1.45%				\$64.61
State Unemployment Tax @ 0.13%				\$5.79
				<u>\$4,525.39</u>
1/2 Due from NWSC				\$2,262.70
1/2 Due from RWSC				\$2,262.70

Payment Due by November 15, 2024

Thank you!

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Frances Garcia, Vice-President
Inelda Garza, Secretary-Treasurer
Rudy Galvan, Jr.
Kathleen Lowman

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Arturo Rodriguez
Patsy A. Rodgers
John Marez, Exec.Dir/Administrator



SOUTH TEXAS WATER AUTHORITY

INVOICE

2302 E. SAGE RD.

S24 - 171

KINGSVILLE, TEXAS 78363
November 19, 2024

Ricardo Water Supply Corporation
2302 East Sage Rd.
Kingsville, Texas 78363

Usage

FM 772 Meter			
Current Reading:	11/1/2024	217915	
Previous Reading:	10/1/2024	217915	
Current usage			0
Kingsville Meter			
Current Reading:	11/1/2024	928627	
Previous Reading:	10/1/2024	918482	
Current usage			10,145,000
Total Water Usage for Period	10/1/2024	to 11/1/2024	10,145,000
Total Water delivered			10,145,000
Ratio STWA to Total			100%
Contract Year to Date Usage ----- 10,145,000 gallons			

Water Rate (per thousand gallons)

Cost of Water from City of Corpus Christi (Total charges divided by total consumption):

Total charges	\$141,759.12	
Total consumption	50,310	
Cost of Water from City of Corpus Christi	\$ 2.817713	

				Amount Due
STWA Handling Charge	10,145,000 g @	\$ 0.500000	=	\$ 5,072.50
Corpus Christi Water Cost	10,145,000 g @	\$ 2.817713	=	\$ 28,585.69
Water Rate for current billing period		\$ 3.317713		

Cost of Water

10,145,000 gallons @ \$3.317713 per thousand gallons \$ 33,658.20

Total Due for Water Usage for period 10/1/2024 to 11/1/2024 **\$ 33,658.20**

Net Water Revenue - STWA	
Handling Charge	\$ 5,072.50
less Pumping Cost	\$ 1,651.75
= Net Revenue	\$ 3,420.75

Payment Due within 30 days of Receipt of Invoice

Thank You!

For more information about the Authority, including information about the Authority's board and board meetings, please go the Comptroller's Special Purpose District Public Information Database located at

Jose M. Graveley, President
Frances Garcia, Vice-President
Imelda Garza, Secretary-Treasurer
Rudy Galvan, Jr.
Kathleen Lowman

<https://spdpid.comptroller.texas.gov/> or the Authority's website www.stwa.org

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Joe Morales
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Arturo Rodriguez
Patsy A. Rodgers
John Marez, Administrator

INVOICE

S24 - 172

November 19, 2024

Ricardo Water Supply Corporation
2302 E. Sage Rd.
Kingsville, Texas 78363

Description		Amount Due	
No. of Connections This Month:		1125	
1125	General Maintenance (per connection) @	\$ 5.65	\$ 6,356.25
1125	Read Meters (per connection) @	\$ 2.50	2,812.50
3	Sample Collection (per sample) @	\$ 40.00	120.00
Billing Services for Month of:			
October, 2024			
247	Final Notice Cards @	\$ 1.10	10/11/24 271.70
1137	Statements @	\$ 2.00	10/16/24 2,274.00
1125	Administration (per connection) @	\$ 6.00	6,750.00
2437	Copies @	\$ 0.10	243.70
	Postage		23.07
2	Developer analysis @	\$ 200.00	Cadena Quintanilla 400.00
TOTAL		\$	19,251.22

Payment Due by
November 30, 2024

Thank You!

For more information about the Authority, including information about the Authority's board and board meetings, please go the Comptroller's Special Purpose District Public Information Database located at <https://spdpid.comptroller.texas.gov/> or the Authority's website www.stwa.org

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STWA

SOUTH TEXAS WATER AUTHORITY

2302 E. SAGE RD.

KINGSVILLE, TEXAS 78363

S24 - 176

November 21, 2024

Ricardo Water Supply Corporation
2302 East Sage Road
Kingsville, Tx 78363

DATE	DESCRIPTION	W.O. #	Invoiced to others	Due to STWA
10/01/24	Repaired leak on poly at corp stop at acct. #1065-Guerra, FM 772.	7836	0.00	495.00
10/01/24	Changed out meter, difficult to read at acct. #363-Myers, CR 2170.	7837	0.00	110.00
10/01/24	Meter removal due to customer's request to cancel at acct. #835-Gomez, FM 2619.	7838	0.00	60.00
10/01/24	2nd customer service inspection at acct. #741-Rios, E CR 2210. Passed inspection.	7839	50.00	50.00
10/02/24	Tap & meter set and open cut a long service at acct. #1390-Bowers, CR 2215.	7840	762.75	607.50
10/05/24	Weekend residual checks on rural system and read meters.	7841	0.00	122.50
10/06/24	Weekend residual checks on rural system and read meters.	7842	0.00	122.50
10/09/24	Meter reservice at acct. #1291-Benitez, Dean Dr.	7843	110.00	110.00
10/10/24	Training on assessing late fees on billing software.	7844	0.00	14.50
10/11/24	Customer reported low water pressure. Flush valve down the road was broken by County. Repaired flush valve & replaced box and set marker at acct. #1335-Sendejo, CR 2180.	7845	0.00	120.00
10/12/24 - 10/13/24	Weekend residual checks on rural system and read meters.	7846	0.00	210.00
10/14/24	Holiday master meter readings.	7847	0.00	186.66
10/12/24	After hours work on Woelfel Extension, had difficulty finding line.	7848	0.00	749.72
10/07/24	After hours training new field technician the residual process.	7849	0.00	35.00
10/11/24	RWSC master meter readings.	7850	0.00	17.50
10/11/24	Customer #802-DeLaRosa, CR 2195 reported possible leak at meter. Found leak on customer's side next door.	7851	0.00	30.00
10/18/24	Repaired leak in front of property at acct. #917-Long, CR 2140.	7852	0.00	1452.50
10/18/24	After hours call-out to fill ground storage tank at Pump Station #3 due to MOV not working.	7853	0.00	140.00
10/19/24	Weekend readings and residuals. Also filled ground storage tank at Pump Station #3.	7854	0.00	245.00
10/22/24	Meter removal due to customer's request to cancel at acct. #1001-Herrera, CR 1043.	7855	0.00	60.00
10/18/24- 10/20/24	After hours call-out to fill ground storage tank at Pump Station #3.	7856	0.00	332.50
10/21/24	After hours call-out to fill ground storage tank at Pump Station #3.	7857	0.00	105.00
10/22/24	After hours call-out to fill ground storage tank at Pump Station #3.	7858	0.00	87.50
10/23/24	Regular hours call out for reservice at acct. #977-Rodriguez, CR 1040.	7859	110.00	110.00
---	****VOID****	7860	---	---
10/24/24	Meter change-out at acct. #1293-Almeida, CR 2180. No register on meter.	7861	0.00	110.00

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10/25/24	Changed out damaged meter box due to non-customer running it over at acct. #951-Resendez, CR 1035.	7862	0.00	60.00
10/25/24	Changed out damaged meter box due to non-customer running it over at acct. #713-Vidal, CR 1035.	7863	0.00	60.00
10/24/24	After hours unlocks at accts. #1252-Silvas Construction and #192-Garza.	7864	180.00	180.00
10/25/24	After hours work to fill ground storage tank at Pump Station #3.	7865	0.00	35.00
10/26/24	Weekend residual checks on rural system and read meters. Opened MOV at Pump station #3.	7866	0.00	157.50
10/26/24	After hours work to make adjustments at Pump Station #1 and fill ground storage tank at Pump Station #3.	7867	0.00	105.00
10/27/24	Weekend residual checks on rural system and read meters.	7868	0.00	70.00
10/28/24	After hours to fill ground storage tank at Pump Station #3.	7869	0.00	70.00
10/29/24	After hours to fill ground storage tank at Pump Station #3.	7870	0.00	35.00
10/30/24	After hours to fill ground storage tank at Pump Station #3.	7871	0.00	35.00
10/31/24	October 2024 Regular hour unlocks - #845-Alegria, #1295-Gonzalez, #1126-Olivarez, #552-Moya/Pena, #1236-Hernandez, #1173-Gonzalez, #1293-Almeida, #161-Olivarez, #204-Sowell, #504-Chavez, #478-Herrera, #1042-Coats, #824-Coats, #1278-Garcia, #1272-Vasquez, #675-De La Paz, #1360-Alaniz/Lopez, #599-Rodriguez.	7872	1620.00	1620.00

Total Due STWA \$8,110.88
Amount Invoiced to Others \$2,832.75

Payment due by November 30, 2024

Thank you

South Texas Water Authority

2302 E. Sage Road
Kingsville, TX 78363
361 592-9323 | 361 592-5965

Invoice #S24-179

October 31, 2024

Bill To

Ricardo Water Supply Corporation
2302 E. Sage Rd.
Kingsville, TX 78363
361 592-3952

For

Reimbursement Invoice

Item Description	Amount
PSI Holdings: Troubleshooting SSL Certificate	\$47.50
Lowe's: Ball valve, pvc, and adapter	\$12.83

Subtotal \$60.33

Tax Rate

Other Costs

Total Cost \$60.33

Make all checks payable to South Texas Water Authority

If you have any questions concerning this invoice, use the following contact information:

Contact Noemi S. Flores, 361 592-3952 or nflores@stwa.org

Thank you for your business!

ATTACHMENT 3

FY 2024 Budget Amendments

This information was not available at the time that the packet was sent and will be provided under separate cover.

ATTACHMENT 4

FY 2025 Budget & Retail Water Rates

This information was not available at the time that the packet was sent and will be provided under separate cover.

ATTACHMENT 5

Resolution 24-06

RICARDO WATER SUPPLY CORPORATION

Resolution 24-06

RESOLUTION ADOPTING THE RECOMMENDED FISCAL YEAR 2025
BUDGET.

WHEREAS, the Ricardo Water Supply Corporation is required to adopt a budget for each fiscal year, and

WHEREAS, the Board of Directors has reviewed the attached budget and finds it acceptable.

NOW, THEREFORE, BE IT RESOLVED that the Board of Directors of the Ricardo Water Supply Corporation adopts the attached fiscal year 2025 budget.

Duly adopted this 17th day of December, 2024.

BALDEMAR GARCIA, PRESIDENT

ATTEST:

OLIVER HINOJOSA, SECRETARY/TREASURER

ATTACHMENT 6

Auditor Engagement Letter

Memo

To: Ricardo Water Supply Corporation Board of Directors
From: John Marez, General Manager
Date: December 13, 2024
Re: Engagement Letter-John Womack and Company

Background:

Enclosed is a Letter of Engagement for Auditing Services with John Womack & Company, P.C. for fiscal year ending December 31, 2024.

Analysis:

Last year's engagement letter quoted a cost of \$6,750 for the external audit. Enclosed is the Letter of Engagement in the amount of \$7,500 for a basic audit.

Staff Recommendation:

Accept the Letter of Engagement for Auditing Services with John Womack & Company, P.C. for fiscal year ending December 31, 2024. Review the letter outlining the various factors of the external audit including Communication, Independence, The Audit Planning Process, The Concept of Materiality in Planning and Executing the Audit, Our Approach to Internal Control Relevant to the Audit, and Timing of the Audit and instruct staff to reflect that the letter was reviewed in the meeting's minutes.

Board Action:

Determine whether to accept the engagement letter for FY 2024 audit services in an amount of \$7,500.

Summary:

As mentioned for several years, staff has a good working relationship with the accountants of John Womack and Company. This working relationship is not limited to the end of the year audit. Rather, the Company provides valuable support throughout the year.

JOHN WOMACK & CO., P.C.
CERTIFIED PUBLIC ACCOUNTANTS

JOHN L. WOMACK, CPA
MARGARET KELLY, CPA

P.O. BOX 1147
KINGSVILLE, TEXAS 78364
(361) 592-2671
FAX (361) 592-1411

December 10, 2024

Ricardo Water Supply Corporation
2302 East Sage Road
Kingsville, Texas 78363

We are pleased to confirm our understanding of the services we are to provide for Ricardo Water Supply Corporation (a nonprofit corporation) for the year ended December 31, 2024.

Audit Scope and Objectives

We will audit the financial statements of Ricardo Water Supply Corporation, which comprise the statement(s) of net position as of December 31, 2024, the related statements of activities, and cash flows for the year then ended, and the disclosures (collectively, the "financial statements"). Also, the following supplementary information accompanying the financial statements will be subjected to the auditing procedures applied in our audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America (GAAS), and we will provide an opinion on it in relation to the financial statements as a whole, in a report combined with our auditor's report on the financial statements:

1. Statement of Activities – Budget and Actual
2. Schedule of Insurance Coverage
3. Schedule of Water Purchases and Sales
4. Schedule of FDIC Insurance and Pledged Securities
5. Schedule of Fixed Assets.

The objectives of our audit are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error,



and issue an auditor's report that includes our opinion about whether your financial statements are fairly presented, in all material respects, in conformity with accounting principles generally accepted in the United States of America. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS will always detect a material misstatement when it exists. Misstatements, including omissions, can arise from fraud or error and are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment of a reasonable user made based on the financial statements.

Auditor's Responsibilities for the Audit of the Financial Statements

We will conduct our audit in accordance with GAAS and will include tests of your accounting records and other procedures we consider necessary to enable us to express such an opinion. As part of an audit in accordance with GAAS, we exercise professional judgment and maintain professional skepticism throughout the audit.

We will evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management. We will also evaluate the overall presentation of the financial statements, including the disclosures, and determine whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation. We will plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement, whether from (1) errors, (2) fraudulent financial reporting, (3) misappropriation of assets, or (4) violations of laws or governmental regulations that are attributable to the Corporation or to acts by management or employees acting on behalf of the Corporation.

Because of the inherent limitations of an audit, combined with the inherent limitations of internal control, and because we will not perform a detailed examination of all transactions, there is an unavoidable risk that some material misstatements may not be detected by us, even though the audit is properly planned and performed in accordance with GAAS. In addition, an audit is not designed to detect immaterial misstatements or violations of laws or governmental regulations that do not have a direct and material effect on the financial statements. However, we will inform the appropriate level of management of any material errors, fraudulent financial reporting, or misappropriation of assets that comes to our attention. We will also inform the appropriate level of management of any violations of laws or governmental regulations that come to our attention, unless clearly inconsequential. Our responsibility as auditors is limited to the period covered by our audit and does not extend to any later periods for which we are not engaged as auditors.

We will obtain an understanding of the Corporation and its environment, including the system of internal control, sufficient to identify and assess the risks of material misstatement of the financial statements, whether due to error or fraud, and to design and

perform audit procedures responsive to those risks and obtain evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentation, or the override of internal control. An audit is not designed to provide assurance on internal control or to identify deficiencies in internal control. Accordingly, we will express no such opinion. However, during the audit, we will communicate to you and those charged with governance internal control related matters that are required to be communicated under professional standards.

The audit documentation for this engagement is the property of John Womack & Co., P.C. and constitutes confidential information. However, we may be requested to make certain audit documentation available to cognizant agencies pursuant to authority given to it by law or regulation. If requested, access to such audit documentation will be provided under the supervision of John Womack & Co., P.C. personnel. Furthermore, upon request, we may provide copies of selected audit documentation to the cognizant agency. The cognizant agency may intend, or decide, to distribute the copies or information contained therein to others, including other government agencies.

As part of this communication, we have not identified any significant risks of material misstatement. However, planning has not concluded, and modifications may be made. If new significant risks are identified after the date of this initial communication, for example during the course of fieldwork, we will communicate them to those charged with governance in a timely manner, in writing.

We will also conclude, based on the audit evidence obtained, whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the Corporation's ability to continue as a going concern for a reasonable period of time.

Our procedures will include tests of documentary evidence supporting the transactions recorded in the accounts, tests of the physical existence of inventories, and direct confirmation of receivables and certain assets and liabilities by correspondence with selected individuals, funding sources, creditors, and financial institutions. We will also request written representations from your attorneys as part of the engagement and they may bill you for responding to this inquiry.

Our audit of the financial statements does not relieve you of your responsibilities.

Responsibilities of Management for the Financial Statements

Our audit will be conducted on the basis that you acknowledge and understand your responsibility for designing, implementing, and maintaining internal controls relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error, including monitoring ongoing activities; for

the selection and application of accounting principles; and for the preparation and fair presentation of the financial statements in conformity with accounting principles generally accepted in the United States of America with the oversight of those charged with governance. You are also responsible for making drafts of financial statements, all financial records, and related information available to us; for the accuracy and completeness of that information (including information from outside of the general and subsidiary ledgers); and for the evaluation of whether there are any conditions or events, considered in the aggregate, that raise substantial doubt about the Corporation's ability to continue as a going concern within one year after the date that the financial statements are available to be issued. You are also responsible for providing us with (1) access to all information of which you are aware that is relevant to the preparation and fair presentation of the financial statements, such as records, documentation, identification of all related parties and all related-party relationships and transactions, and other matters; (2) additional information that we may request for the purpose of the audit; and (3) unrestricted access to persons within the Corporation from whom we determine it necessary to obtain audit evidence. At the conclusion of our audit, we will require certain written representations from you about the financial statements and related matters.

Your responsibilities include adjusting the financial statements to correct material misstatements and confirming to us in the management representation letter that the effects of any uncorrected misstatements aggregated by us during the current engagement and pertaining to the latest period presented are immaterial, both individually and in the aggregate, to the financial statements taken as a whole.

You are responsible for the design and implementation of programs and controls to prevent and detect fraud, and for informing us about all known or suspected fraud affecting the Corporation involving (1) management, (2) employees who have significant roles in internal control, and (3) others where the fraud could have a material effect on the financial statements. Your responsibilities include informing us of your knowledge of any allegations of fraud or suspected fraud affecting the Corporation received in communications from employees, former employees, grantors, regulators, or others. In addition, you are responsible for identifying and ensuring that the Corporation complies with applicable laws and regulations. You are responsible for the preparation of the supplementary information in conformity with accounting principles generally accepted in the United States of America. You agree to include our report on the supplementary information in any document that contains, and indicates that we have reported on, the supplementary information. You also agree to include the audited financial statements with any presentation of the supplementary information that includes our report thereon.

With regard to publishing the financial statements on your website, you understand that websites are a means of distributing information and, therefore, we are not required to read the information contained in those sites or to consider the consistency of other information in the website with the original document.

Other Services

We will assist in preparing the financial statements of Ricardo Water Supply Corporation in conformity with accounting principles generally accepted in the United States of America based on information provided by you.

We will perform the services in accordance with applicable professional standards issued by the American Institute of Certified Public Accountants. The other services are limited to the financial statement services previously defined. We, in our sole professional judgment, reserve the right to refuse to perform any procedure or take any action that could be construed as assuming management responsibilities.

You agree to assume all management responsibilities for the financial statement preparation services, and any other nonattest services we provide; oversee the services by designating an individual, JoElla Wagner, with suitable skill, knowledge, or experience; evaluate the adequacy and results of the services; and accept responsibility for them.

You are required to disclose the date through which subsequent events have been evaluated and whether that date is the date the financial statements were issued or were available to be issued. You agree that you will not date the subsequent event disclosure earlier than the date of your management representation letter.

In connection with this engagement, we may communicate with you or others via email transmission. As emails can be intercepted and read, disclosed, or otherwise used or communicated by an unintended third party, or may not be delivered to each of the parties to whom they are directed and only to such parties, we cannot guarantee or warrant that emails from us will be properly delivered and read only by the addressee. Therefore, we specifically disclaim and waive any liability or responsibility whatsoever for interception or unintentional disclosure of emails transmitted by us in connection with the performance of this engagement. In that regard, you agree that we shall have no liability for any loss or damage to any person or entity resulting from the use of email transmissions, including any consequential, incidental, direct, indirect, or special damages, such as loss of revenues or anticipated profits, or disclosure or communication of confidential or proprietary information.

Limitation on Liability

In the unlikely event that differences concerning our services or fees should arise that are not resolved by mutual agreement, to facilitate judicial resolution and save time and expense of both parties, the Corporation agrees to participate in mediation, under the Commercial Mediation Rules of the American Arbitration Association, before any claim is asserted.

In the event that John Womack & Co., P.C. is found to be negligent in provision of any services covered by this agreement which result in damage to the Corporation, John Womack & Co., P.C.'s liability to the Corporation will be limited to actual damages or losses incurred by the Corporation. John Womack & Co., P.C. will not be liable to the Corporation for any punitive damages.

Engagement Administration, Fees, and Other

We understand that your employees will prepare all cash, accounts receivable, and other confirmations we request and will locate any documents selected by us for testing. We will not undertake any accounting services (including but not limited to reconciliation of accounts and preparation of requested schedules) without obtaining approval through a written change order or additional engagement letter for such additional work. We will schedule the engagement based in part on deadlines, working conditions, and the availability of your key personnel. We will plan the engagement based on the assumption that your personnel will cooperate and provide assistance by performing tasks such as preparing requested schedules, retrieving supporting documents, and preparing confirmations. If, for whatever reason, your personnel are unavailable to provide the necessary assistance in a timely manner, it may substantially increase the work we have to do to complete the engagement within the established deadlines, resulting in an increase in fees over our original fee estimate.

John L Womack is the engagement partner and is responsible for supervising the engagement and signing the report or authorizing another individual to sign it. We expect to begin our audit on approximately March 03, 2025. To ensure that John Womack & Co., P.C.'s independence is not impaired under the AICPA *Code of Professional Conduct*, you agree to inform the engagement partner before entering into any substantive employment discussions with any of our personnel.

Our audit engagement ends on delivery of our audit report. Any follow-up services that might be required will be a separate, new engagement. The terms and conditions of that new engagement will be governed by a new, specific engagement letter for that service.

We estimate that our fees for the audit will be \$7,500. You will also be billed for travel and other out-of-pocket costs such as report production, word processing, postage, confirmation service provider fees, etc. The fee estimate is based on anticipated cooperation from your personnel and the assumption that unexpected circumstances will not be encountered during the engagement. If significant additional time is necessary, we will keep you informed of any problems we encounter and our fees will be adjusted accordingly. Our invoices for these fees will be rendered each month as work progresses and are payable on presentation. You may request that we perform additional services not addressed in this engagement letter. If this occurs, we will communicate with you

concerning the scope of the additional services and the estimated fees. We also may issue a separate engagement letter covering the additional services. In the absence of any other written communication from us documenting such additional services, our services will continue to be governed by the terms of this engagement letter.

As an attest client, John Womack & Co., P.C. cannot retain your documents on your behalf. This is in accordance with the ET 1.295.143 of the *AICPA Code of Professional Conduct*. Ricardo Water Supply Corporation is responsible for maintaining its own data and records.

Reporting

We will issue a written report upon completion of our audit of Ricardo Water Supply Corporation's financial statements which will also address other information in accordance with AU-C 720, *The Auditor's Responsibilities Relating to Other Information Included in Annual Reports*. Our report will be addressed to the Board of Directors of Ricardo Water Supply Corporation. Circumstances may arise in which our report may differ from its expected form and content based on the results of our audit. Depending on the nature of these circumstances, it may be necessary for us to modify our opinion, add a separate section, or add an emphasis-of-matter or other-matter paragraph to our auditor's report, or if necessary, withdraw from this engagement. If our opinion is other than unmodified, we will discuss the reasons with you in advance.

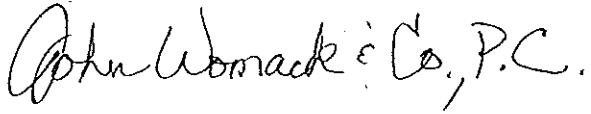
If circumstances occur related to the condition of your records, the availability of sufficient, appropriate audit evidence, or the existence of a significant risk of material misstatement of the financial statements caused by error, fraudulent financial reporting, or misappropriation of assets, which in our professional judgment prevent us from completing the audit or forming an opinion on the financial statements, we retain the right to take any course of action permitted by professional standards, including declining to express an opinion or issue a report, or withdrawing from the engagement.

You have engaged us to include in our report a section that discusses key audit matters, if any, identified during our audit. Key audit matters are matters that are communicated or required to be communicated to those charged with governance that were, in the auditor's professional judgment, of most significance to the audit of the financial statements of the current period. Key audit matters may involve, among other things, areas of higher assessed risk of material misstatement or significant identified risks; areas that required significant auditor judgment, such as accounting estimates or other areas subject to a high degree of estimation uncertainty; or the effect of significant events or transactions in the current period. For each key audit matter identified in our report, our report will describe the primary reason(s) we designated it as a key audit matter, how it was addressed in the audit, and refer to the financial statement account(s) or disclosure(s) related to it. The communication of key audit matters does not alter in any way our opinion on the financial statements, taken as a whole. If our audit does not identify any key audit matters, our audit report will state that conclusion.

Page 8

We appreciate the opportunity to be of service to you and believe this letter accurately summarizes the significant terms of our engagement. If you have any questions, please let us know. If you agree with the terms of our engagement as described in this letter, please sign the attached copy and return it to us.

Sincerely,



John Womack & Co., P.C.

RESPONSE:

This letter correctly sets forth the understanding of Ricardo Water Supply Corporation.

Management signature: _____

Date: _____

Governance signature: _____

Title: _____

ATTACHMENT 7

Annual Meeting

Memo

To: Ricardo Water Supply Corporation Board of Directors
From: John Marez, General Manager
Date: December 13, 2024
Re: Election of Officers until Annual Board Meeting

Background:

Per State requirements, the Board must review the Election Procedures for their Annual Membership meeting. The procedures require sending a notice of vacancies and number of positions that are up for election. The positions up for election in April 2025 are currently held by Oliver Hinojosa and Frank Escobedo.

The procedures and timeframes attached will notify Corporation members that the positions up for election. However, if there are not any opposing candidates, the sole nominees can be declared winners by resolution and the election can be cancelled.

Analysis:

Enclosed are the election procedures for the Board's review and approval. The documents have been updated to account for the new dates. With regards to the recommended TRWA changes, staff and water supply corporations around Texas have depended on the TRWA to provide sensible advice not only on election matters but operations and board involvement.

Staff Recommendation:

Review the background documentation for this process and determine whether to integrate the applicable items. Provide instruction to staff to begin the process for an election to be held.

Board Action:

Motion to approve the attached timelines and application for the board position up for election during the April 2025 Annual Membership meeting.

Summarization:

Once approved, staff will proceed according to the established timeline (attachment) to provide notices and begin the process of holding an election (if needed)..

Ricardo Water Supply Corporation
Timeline for Election Procedures for Annual Membership Meeting
and Election of Directors

Immediately After the Membership Meeting – Hold a Regular Meeting and:

1. Appoint a Credentials Committee
2. Elect Officers

At least 90 Days before Membership Meeting – Ballot, Director Application Form and Election Procedures are reviewed and adopted by the Board. **This is by January 8, 2025.**

At least 80 Days before Membership Meeting – Notice of opportunity to submit application for director offices is sent to members. **Due to the weekend, this is on January 17, 2025.**

45 Days before Membership Meeting – Applications for director offices are due. RWSC will review applications upon receipt and notify candidates of any defects that need to be cured. RWSC cannot guarantee the opportunity to cure if application is submitted less than 48 hours before this deadline. RWSC determines if candidates are unopposed. **Due to the weekend, this is on February 24, 2025.**

40 Days before Membership Meeting – Board meets to:

1. Select an independent election auditor;
2. Finalize and approve the ballot, agenda and meeting packet for the member meeting;
3. If applicable, pass resolution declaring elected all unopposed candidates and direct that resolution be posted at the RWSC's main office. **This is on February 27, 2025.**

At least 30 Days before Membership Meeting – Members' meeting packets, including notice of meeting, agenda and ballots are mailed. **Due to the weekend, this is on March 7, 2025.**

28 Days before Membership Meeting – Voting Roster is made available to the members of the Corporation in the office. **This is on March 11, 2025.**

3 days (72 hours) before the Membership Meeting – RWSC posts notice of the Membership Meeting and Board meeting immediately following membership meeting in accordance with the Open Meetings Act. **Due to the weekend, this is on April 4, 2025.**

12 Noon, 1 day before the Membership Meeting – Deadline for submittal of the ballots by mail or hand delivered to the office. **This is April 7, 2025.**

Meeting/Election Day -- Meeting is held and ballots are accepted until presiding director makes a last call for ballots. If applicable, presiding director reads into the record resolution declaring unopposed candidates elected. Upon adjournment, new Board of Directors meets. **This day is April 8, 2025.**

Memorandum

To: All RWSC Members

From: RWSC Board of Directors and John Marez

Date: January 15, 2025

Re: Application for Ricardo Water Supply Corporation Board of Directors Position

The Ricardo Water Supply Corporation Board of Directors is contacting all its members to notify them of the upcoming election to be held on April 8, 2025. There are two (2) positions up for election. These positions are currently held by Oliver Hinojosa and Frank Escobedo. The term for these positions ends in 2028. At this time, the Corporation is requesting members interested in running for the position of Director to submit the necessary information. If you are submitting another person's name as a potential candidate, please note that the same paperwork is needed. Enclosed is a Ricardo Water Supply Corporation Application for 2025 Board of Director and Candidate Information Form.

This completed form must be returned by February 24, 2025.

The current election procedures were adopted in December of 2021. The Corporation is operating under Election Procedures in accordance with laws in the Texas Water Code. If you have any questions regarding this information, please contact our office.

JM/fdl
Enclosure

Ricardo Water Supply Corporation
Application for 2025 Board of Director and Candidate Information

The application form must be completed and submitted to the Corporation's office by **February 24, 2025** for the applicant's name to be placed on the ballot.

Biographical Information:

Name of Candidate: _____

Mailing Address: _____

Physical Address (if different from mailing): _____

Telephone #: _____ **Member of Corporation's System Since:** _____

Qualifications (if applicable):

Previous Board of Director Experience: _____

Business or Governmental Experience: _____

Education/Training Experience: _____

Personal Statement (100 word limit):

Affirmation and Pledge to Serve:

I, _____, will be at least 18 years of age on the first day of the director term; am a member of the Corporation; have not been determined by a court exercising probate jurisdiction to be totally mentally incapacitated or partially mentally incapacitated without the right to vote; and have not been finally convicted of a felony.

I have reviewed the Corporation's Articles of Incorporation and Bylaws and I meet the qualifications set forth therein.

If elected, I pledge to serve as a director on the Corporation's Board of Directors; and will do my best to attend all meetings, regular or called, as designated by the board.

Under penalties of perjury, I declare that I have reviewed the information presented in this Application, including accompanying documents, and to the best of my knowledge and belief, the information is true, correct and complete.

Signature of Applicant _____ Date _____

PLEASE PRINT NEATLY OR TYPE YOUR RESPONSES. A COPY OF THIS FORM WILL BE
DISTRIBUTED TO CORPORATION MEMBERS AS A MEANS OF PROVIDING YOUR
QUALIFICATION STATEMENTS.

ATTACHMENT 8

RWIC Agreement

Memo

To: Ricardo Water Supply Corporation Board of Directors
From: John Marez, General Manager
Date: December 13, 2024
Re: Agreement with RWIC for Billing & Collecting of Wastewater Charges

Background:

On November 10, 2022, the board meeting covered updates on the Ricardo Wastewater Improvement Corporation billing and wastewater charge collection. Communicating with the RWIC's last identified contact is difficult to connect with the RWIC's leadership. The utility charges customers a consistent rate of \$4, covering both the wastewater fees and compensation for the RWSC's billing and collection costs. In December 2023 the board approved a \$5 charge that translates to approximately \$10,000 annually which covers the cost of our staff processing the billing on behalf of RWIC.

Analysis:

The last rate review by the RWSC Board was in 2023 with a recommended monthly customer fee of \$4. The board approved to increase the rate of \$5 per month, per customer.

Staff Recommendation:

Staff recommends continuing the \$5 cost, which proves sufficient to cover the time and resources spent by our staff to process the billing on behalf of the Ricardo Wastewater Improvement Corporation.

Board Action:

Approved the rate of \$5 a month per customer.

Summary:

Keeping the on-going rate helps cover the administration cost on our staff in order to process the Ricardo Wastewater Improvements Corporation monthly billing.

**AGREEMENT FOR BILLING AND COLLECTION
OF WASTEWATER CHARGES**

STATE OF TEXAS

COUNTY OF KLEBERG

This agreement is entered into by and between Ricardo Water Supply Corporation (hereinafter called "WSC") and Ricardo Wastewater Improvements Corporation, Inc. a Texas Corporation (hereinafter called "Utility").

RECITALS

- A. WSC provides retail water service to areas within its water CCN boundaries and Utility provides retail wastewater service to certain areas within WSC's water CCN boundaries. WSC provides no wastewater service.
- B. The parties recognize the convenience to the utilities and the customers for charges for water and wastewater services to be made on a single bill.
- C. The Texas Water Code and rules of the Texas Public Utility Commission allow cessation of water services for nonpayment of a wastewater bill only if the water and wastewater fees are included on the same bill.

AGREEMENT

NOW THEREFORE, for and in consideration of the premises and the mutual agreements contained herein, WSC and Utility agree as follows:

I.

Meter Reading and Preparation of Bill

WSC will read all meters and obtain all information necessary to determine the wastewater fee to each Utility customer that WSC serves with water, such wastewater fees to be determined pursuant to Utility's tariff.

WSC will include Utility's wastewater fees on its bills for water services to the Utility customers to whom WSC provides water service. WSC will take all necessary steps to collect Utility's wastewater fees in the same manner that WSC uses to collect its water service fees.

II.

Remittance of Collection

WSC will remit all amounts collected for Utility's wastewater fees to Utility monthly less fees for providing billing and collection services.

WSC will charge a monthly per customer fee of \$ _____ from all customers of Utility and billed by WSC, to compensate WSC for its cost of billing and collecting Utility's wastewater fees.

III.

Additional Fees for Disconnection and Reconnection

When WSC disconnects water services for failure by the customer to pay Utility's wastewater fees, WSC shall retain all amounts collected for disconnection and reconnection of the wastewater service pursuant to Utility's tariff. These amounts shall be in addition to the amounts retained pursuant to paragraph II above.

IV.

Effective Date

The effective date of this agreement is _____.

V.

Term

The term of this agreement shall be for _____ year(s).

Signed on behalf of WSC and Utility as shown below.

RICARDO WATER SUPPLY CORPORATION

President, Board of Directors

ATTEST:

Secretary/Treasurer, Board of Directors

RICARDO WASTEWATER IMPROVEMENTS CORPORATION

President, Board of Directors

ATTEST:

Secretary, Board of Directors

ATTACHMENT 9

Resolution 24-07

RICARDO WATER SUPPLY CORPORATION

Resolution 24-07

RESOLUTION AUTHORIZING THE PRESIDENT TO EXECUTE AN AGREEMENT FOR BILLING AND COLLECTION OF WASTEWATER CHARGES WITH RICARDO WASTEWATER IMPROVEMENTS CORPORATION.

WHEREAS, the Ricardo Water Supply Corporation is a nonprofit water supply corporation incorporated under the laws of the State of Texas, and currently has a billing system in place for billing of water charges to its customers, and

WHEREAS, the Ricardo Wastewater Improvements Corporation has approached the Ricardo Water Supply Corporation requesting that an agreement be made whereby the RWSC can incorporate wastewater charges into its billing system, and

WHEREAS, the Ricardo Water Supply Corporation shall charge a monthly per customer fee of _____ in _____ as compensation for its cost of furnishing this service, pursuant to the Agreement, and

NOW, THEREFORE, BE IT RESOLVED that the Ricardo Water Supply Corporation Board of Directors authorizes the President to execute an agreement with the Ricardo Wastewater Improvements Corporation for billing and collecting of wastewater charges effective _____, _____.

Duly adopted this 17th day of December, 2024.

BALDEMAR GARCIA, PRESIDENT

ATTEST:

OLIVER HINOJOSA, SECRETARY/TREASURER

ATTACHMENT 10

Stage 3 Water Restrictions

Memo

To: Ricardo Water Supply Corporation, Board of Directors
From: John Marez, General Manager
Date: December 13, 2024
Topic: Water Conservation and Drought Contingency Plan – Stage 3 Implementation

Background:

In July 2024 the RWSC adopted an updated Water Conservation and Drought Contingency Plan (WCP/DCP) as required by the state. This plan which is typically renewed every five years, is in alignment with the revised plans from the City of Corpus Christi. Both the South Texas Water Authority (STWA).

Currently, the combined levels for Corpus Christi Water's primary Western water sources, Lake Corpus Christi and Choke Canyon Reservoirs, have dropped to 19.9% capacity. In response, Corpus Christi Water (CCW) is preparing to declare Stage 3 of its Drought Contingency Plan on December 16, 2024. This action aligns with severe drought conditions affecting the Coastal Bend region, as noted in Governor Greg Abbott's disaster declaration for 76 counties, including Nueces County.

Under Ricardo Water Supply Corporation's (RWSC) Drought Contingency Plan, we are required to monitor the regional water provider's status and take parallel actions when necessary. Since CCW is the primary and sole water provider, mirroring their drought response ensures consistency across our service area and enhances compliance with critical water conservation measures. Please note that STWA has the wholesale provider for RWSC will enact similar measures to follow CCW.

Analysis:

The Corporation follows the city's four (4) stage drought contingency plan, which is crucial for monitoring the water system and informing consumers about restrictions based on water levels. The adopted DCP involves calculations/revisions covering the topics of water usage and prospective amounts to reduce consumptions. As currently reported:

- **Regional Drought Conditions:** Severe drought conditions are impacting the entire Coastal Bend region, making water conservation essential to sustaining limited resources.
- **CCW (STWA) Actions:** As our water provider, CCW/STWA is implementing Stage 3 restrictions, which include reducing water consumption across all customer categories and applying penalties for non-compliance starting January 1, 2025.
- **RWSC Implications:** Aligning with Stage 3 restrictions ensures RWSC's efforts are integrated with the broader regional response, minimizing potential confusion among our customers.

Staff Recommendation:

In light of the severe drought conditions and Corpus Christi Water's and by default the South Texas Water Authority's pending implementation of Stage 3 water restrictions, it is recommending the RWSC Board of

Directors enact Stage 3 of our Drought Contingency Plan, effective immediately to reflect the region's implementation.

Recommendations:

1. Immediate communication with all RWSC customers and implementation of Stage 3.
2. Issuing warnings throughout December to customers to reduce water consumption.
3. Monitor for non-compliance of our Drought Contingency Plan beginning January 1, 2025.

Board Action:

Approve the enactment of Stage 3 of the RWSC Drought Contingency Plan effective immediately, to align with CCW and address ongoing drought conditions.

Summary:

Given the unprecedented drought conditions and CCW's leadership in activating Stage 3 water restrictions, RWSC must take immediate and coordinated action to ensure the sustainability of our water resources. This step is critical to protecting our community's water supply and supporting regional conservation efforts.



City of Corpus Christi (CCW) Press Conference on Stage 3 Drought Contingency

From jmarez@STWA.org <jmarez@STWA.org>

Date Fri 12/13/2024 9:30 AM

To stwagraveley@gmail.com <stwagraveley@gmail.com>; Balde Garcia <bgarcia@gtek.biz>; 'Sherry Zimmerman' <nwsczimmerman@gmail.com>

Cc Joella Wagner <jwagner@stwa.org>; Frances DeLeon <fvrosales@stwa.org>; Patrick Sendejo <cp@stwa.org>; vgutierrez@stwa.org <vgutierrez@stwa.org>

Bcc josegraveley@yahoo.com <josegraveley@yahoo.com>; Frances A Garcia <francesagarcia@yahoo.com>; Imelda Garza <igarza@texasfcu.org>; Kathleen Lowman <klowman126@aol.com>; Rudy Galvan <rudybodyman@yahoo.com>; Patsy Rogers <rnorpat2@gmail.com>; Angela Nichole Pena <angietx34@gmail.com>; Joe Morales <joe.morales38@yahoo.com>; Arturo Rodriguez <artrodriguez713@gmail.com>; James Fischer <rwscfischer@gmail.com>; Robert Zavala Jr <rwsczavalajr@gmail.com>; Robert Garza <rwscgarza@gmail.com>; Oliver Hinojosa <rwschinojosa@gmail.com>; Frank Escobedo <rwscescobedo@gmail.com>; Tisha Jones <rwscjones@gmail.com>; Mrs. Jones <3DFree@pm.me>; 'Baldemar Garcia' <rwscgarcia@gmail.com>; 'Sherry Zimmerman' <sannezimmerman@gmail.com>; 'Samuel Arciniega Jr' <nwscarciniega@gmail.com>; 'Samuel Arciniega Jr' <sam.arc0219@gmail.com>

2 attachments (2 MB)

Stage 3 Invite (1).png; ONS Locator Map (1).png;

Directors,

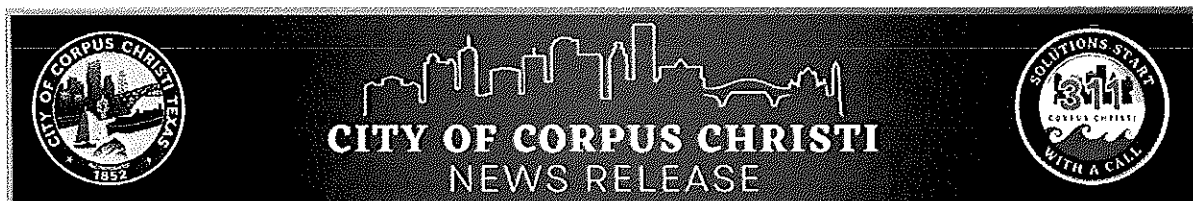
On Monday, December 16th at 11am the City of Corpus Christi/Water Department (CCW) will host a press conference regarding their system's transition to Stage 3 water restrictions. I have been invited to join other area Wholesale Water systems to attend and represent our three boards (STWA, RWSC & NWSC). I am including the flyers in case you would like to attend as well.

Both Water Supply Corporations (Ricardo & Nueces) will have the Stage 3 Drought Contingency Plan (DCP) language to enact during their end of year meetings next week.

We will keep you posted as conditions change.

Sincerely,

John Marez
STWA/RWSC/NWSC
Cell: 361-813-2105



City of Corpus Christi | 1201 Leopard St. | Corpus Christi, TX 78401 | (361) 826-2489

Combined Western Lake Levels Now Below 20% Capacity

City Will Continue to Monitor Lake Levels Ahead of Stage 3 Water Restrictions

December 11, 2024

CORPUS CHRISTI, TX - The combined levels for the City of Corpus Christi's primary Western water sources, Lake Corpus Christi and Choke Canyon Reservoirs, are at 19.9% capacity. Under Section 5 of the City's Drought Contingency Plan, the authority to declare Stage 3 water restrictions lies with the City Manager when combined lake levels drop below 20%.

The City will continue to monitor the lake levels and anticipates declaring Stage 3 of the City's Drought Contingency Plan on Monday, December 16.

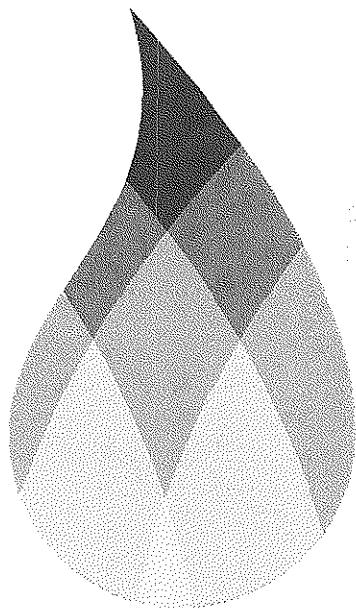
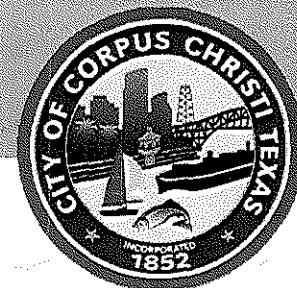
The Coastal Bend is among several areas in Texas experiencing severe drought conditions. Governor Greg Abbott has issued a disaster declaration for 76 counties, including Nueces County, instructing state agencies to make necessary resources available to cope with the disaster. The City is currently evaluating how the declaration may be used to expedite the ability to bring on additional water sources.

Once Stage 3 is declared, all customers should reduce their water consumption. For the remainder of December, warnings will be issued as needed to those not adhering to required water restrictions. Citations will begin on January 1, 2025.

The water restrictions apply to all Corpus Christi homeowners, apartment buildings, institutional facilities such as schools, churches, City properties, commercial businesses, and industry.

Every Drop Counts, Conserve Corpus Christi.

DROUGHT STATUS: STAGE 3



NEWS CONFERENCE

MONDAY, DECEMBER 16

11:00 A.M.

O.N. STEVENS WATER TREATMENT PLANT
13101 LEOPARD ST

CCW

EVERY DROP COUNTS
CONSERVE, CORPUS CHRISTI

RICARDO WATER SUPPLY CORPORATION
WATER CONSERVATION AND DROUGHT CONTINGENCY PLAN, 2024
Amended and Adopted June 17, 2024

PART I—WATER CONSERVATION PLAN

Introduction

The Ricardo Water Supply Corporation provides service to approximately 3,000 residents located in central Kleberg County. The Corporation was created in 1964. In the last fifty years, the rural system has gone through three (3) expansions. During that time, the distribution system has been extended by approximately 50 miles and the customer base has increased more than three-fold.

The Corporation supplies water for municipal, commercial and industrial use in the rural area south of Kingsville, Texas in the unincorporated community of Ricardo. Treated water is purchased on a wholesale basis from the South Texas Water Authority (STWA). STWA purchases its water from the City of Corpus Christi whose supply is from Lake Corpus Christi, Choke Canyon Reservoir System, Lake Texana and Lower Colorado River. Water from those sources is treated at the O.N. Stevens Water Treatment Plant before entering STWA's Regional Transmission System.

The Corporation recently installed a 12" line extending from the north side of Kingsville which connects to the line previously owned by STWA which begins at the intersection of FM 772 and CR 1030. The Corporation accepted title to this transmission line which delivers a 100% surface water supply to the Corporation's three (3) pump station facilities. The construction of the 12" waterline eliminated the previous "pass through" arrangement with the City of Kingsville. Although, should an emergency arise, the Corporation would be able to receive service from the City of Kingsville.

In addition, in past years the Corporation had maintained and operated a groundwater well, located on County Road 2170, that supplied between 15% and 20% of its needs. However, in 2008 this well was taken out of service for mechanical reasons. That groundwater well has now been plugged at the urging of the Texas Commission on Environmental Quality (TCEQ).

Surface supplies available to the Corporation by virtue of its contract with STWA and its contract with the City of Corpus Christi includes the following: Lake Corpus Christi stores 256,339 acre-feet of water, Choke Canyon Reservoir stores 662,821 acre-feet of water, and the 101-mile-long Mary Rhodes Pipeline delivers water through a 64-inch pipeline from Lake Texana near Edna, Texas. In 1993, the City of Corpus Christi entered into a contract with the Lavaca-Navidad River Authority to purchase 41,840 acre-feet of water per year. The City is currently contracted to divert

31,440 acre-feet after the LNRA recalled 10,400 acre-feet. Approximately 40 to 70 percent (40-70%) of the water used by the City of Corpus Christi is from Lake Texana through the Mary Rhodes Pipeline. In addition, in order to meet the demand of a growing Coastal Bend Region, the City purchased senior water rights to 35,000 acre-feet of water per year from the Garwood Irrigation Company which is part of the Lower Colorado River supply. Construction of Phase 2 of the Mary Rhodes Pipeline to access that water supply is now complete.

According to the City of Corpus Christi's Water Conservation Plan, the City diverts raw water from the Nueces River and Lake Texana into the O.N. Stevens Water Treatment Plant where it passes through screens to remove large floating objects such as leaves, branches, and fish. From there, the water is treated to remove suspended particles and disinfected for human consumption. Approximately 23 billion gallons of water are treated each year. The O.N. Stevens Water Treatment Plant has a rated capacity of 167 million gallons per day, well above the peak summer demand of 100 million gallons per day.

According to the City of Corpus Christi's Water Conservation Plan and annual Consumer Confidence Reports, the City's Water Department operates in full compliance with all state and federal requirements. The City's Water Department also maintains a water laboratory.

The service area of the Ricardo Water Supply Corporation is located within the Region N Planning area and the Corporation has provided a copy of this water conservation plan to the Region N Planning Group. The Corporation stays apprised of water conservation and supply issues through the General Manager's participation in the Coastal Bend Regional Water Planning Group.

Demand Profile

The Ricardo Water Supply Corporation serves retail customers. The Corporation has approximately 1110 service connections. The Corporation's 5-Year average water demand by the Ricardo Water Supply Corporation customers was 114,982,200 gallons. The monthly peak demand between 2019 and 2023 was 14,484,000. The largest percentage of water use is from single-family residential usage. However, in 2023, out of the 1110 customers there were 5 multi-unit customers, 10 institutional customers, 16 commercial customers and 2 industrial customers that accounted for 0.35 MG, 3.3 MG, 1.8 MG and 0.14 MG of water use respectively.

Five-year and Ten-year targets

The Ricardo Water Supply Corporation water conservation plan is focused on maintaining the current per capita per day usage. The current 5-year (2019 – 2023) average per capita per day usage is 99 gallons; however, during the past five years, the highest per capita daily usage was 108 in 2019. The Board believes that the current amount is well below the previously recommended

statewide level of 140 gpcd and the customers (members) of the Corporation are making a concerted effort to use water in an efficient and non-wasteful manner. This is evident from the per capita usage figure in 2023 of 103 gallons. The 5-year and 10-year targets are to decrease total per capita per day usage by one percent each year.

The Corporation monitors unaccounted-for water. Table 1 provides figures on the amounts of water purchased and accounted-for as well as the unaccounted-for gallons for the last five years.

Table 1 – Unaccounted-for Water					
Fiscal Year	Gallons Purchased	Gallons Sold	Gallons Flushed	Unaccounted-for Gallons	Percentage of Loss
2019	118,201,000	78,243,500	14,191,792	25,655,908	21.71%
2020	111,626,000	89,865,460	6,504,837	15,128,703	13.55%
2021	102,522,000	86,049,260	6,123,025	10,322,498	10.07%
2022	117,412,742	90,388,580	9,679,925	17,319,365	14.75%
2023	122,775,000	95,307,780	6,012,990	21,453,081	17.47%
AVG for 2019-2023	114,507,348	87,970,916	8,502,514	17,975,911	15.51%

Leak Detection and Repair:

In addition to the monthly water loss report and daily metering, field personnel periodically “drive-out” the routes of the lines. Major portions of the Corporation’s waterlines are located in rural farmlands; therefore, leaks that are not detected by employees are reported by landowners or tenant farmers. Changes in flow volumes from the daily readings also warn field technicians to a possible leak. Master meters (wholesale) are tested annually by an outside company specializing in testing larger meters. In compliance with AWWA recommendations, for deviations from 100% that are greater than 2% (over or under), the meter is re-calibrated. Meters are also tested and if necessary repaired or replaced prior to the annual test date in the event the meter is exhibiting a malfunction.

Reservoir Systems Operations Plan:

The Ricardo Water Supply Corporation does not own or operate any reservoir systems. The City of Corpus Christi is the responsible entity overseeing those tasks since the Corporation purchases water from STWA and STWA purchases water from the City of Corpus Christi.

Conservation Strategies:

(A) Conservation-Oriented Water Rates—the Corporation utilizes an inclining block rate schedule.

- (B) The Corporation does not sell water to any customers for irrigation purposes; therefore, the Corporation does not have any programs to assist agricultural customers in the development of conservation pollution prevention and abatement plans.
- (C) The Corporation does not provide wastewater service; therefore, it does not have any programs for reuse and/or recycling of wastewater and/or graywater.

Future Contracts:

The Ricardo Water Supply Corporation recognizes that a requirement in every future water supply contract entered into or renewed after official adoption of the water conservation plan, and including any contract extension, stipulates that each successive wholesale customer develop and implement a water conservation plan. If the customer intends to resell the water, then the contract between the initial supplier and customer must provide that the contract for the resale of the water must have water conservation requirements so that each successive customer in the resale of the water will be required to implement water conservation measures.

Implementation and Enforcement:

Attached, as Appendix A, is a copy of the resolution adopted by the Ricardo Water Supply Corporation Board of Directors adopting the Water Conservation and Drought Contingency Plan.

Coordination with the Regional Water Planning Group:

Attached as Appendix B is a copy of the cover letter sent to the Nueces River Authority, administrator of the Coastal Bend Regional Water Planning Group.

Review and Update:

Beginning May 1, 2009, the Ricardo Water Supply Corporation reviewed and updated its Water Conservation and Drought Contingency Plan. Periodic updates will occur, as appropriate, based on an assessment of previous five-year and ten-year targets and any other new or updated information. Therefore, the next review is scheduled to occur no later than May 1, 2029, and every five years after that date.

Best Management Practices

In recent years, the Corporation has reinforced conservation measures by sending conservation brochures and reminders. In addition, student-age children serviced by the Corporation benefit from the Major Rivers program provided by the STWA, the Corporation's wholesale provider and contracted management team. The Corporation has and will continue to utilize Best Management

Practices (BMPs) to insure that water is not wasted. Six (6) BMPs have been implemented as part of the Corporation's ongoing water conservation efforts.

1. System Water Audit and Water Loss

A. Description

All water is metered as it leaves the Corporation's three (3) pump stations. Water is metered for all retail customers. Wholesale meter readings and flow volumes are recorded by field employees. A water loss report is calculated shortly after the monthly meter reading date on or about the 20th of the month. The unaccounted-for water is tracked by comparing wholesale water and entering the distribution system to the retail billing records and accounting for water used for flushing and construction and estimated amounts due to leaks. In 2023, the annual loss was 17.47%. In the past five (5) years, the average water loss was 15.51%.

B. Implementation

Staff is already performing these tasks in a systematic and periodic process. Each month meter readers and billing staff work together to identify meters that are not working properly or are nearing "rollover". A Service Order is written in triplicate. As time allows, the meters are replaced at which time a Work Order (also in triplicate) is done listing the new meter number and pertinent billing information. These Work Orders are used by STWA (the Corporation's contracted management) to generate the Corporation's monthly Repair Invoice. In addition, a list of these "change-outs" is presented to the Board periodically.

C. Schedule

The meter retrofit program is already implemented and will continue to be utilized.

D. Documentation

To track this BMP, the Corporation maintains the following documentation:

1. Each customer's (member) file contains a copy of the service order that initiates the process.
2. Service orders are filed in numerical order.
3. A copy of the Service Order is attached to the Work Order once the meter is "changed out".
4. Work Orders are filed with the Monthly Invoice.
5. Work Order copies are also filed in numerical order.
6. A copy of the Work Order is placed in the customer's (member) file.

E. Determination of Water Savings

Monthly water loss reports are compared to the number of meters that have been changed out for the month and those service orders yet to be completed.

2. Metering of All Connections

A. Description

The purpose of this BMP is to ensure that all water is accounted.

B. Implementation

The Corporation utilizes a 100% meter policy to insure that the maximum amount of consumption is recorded. The Corporation, as stated in the previous section, will continue its meter retrofit program and has for many years enlisted the practice recommended by the AWWA of notifying customers when it appears a leak exists on the customer's side of the meter.

The meter program includes the following:

1. Required metering of all connections.
2. An application for service that requires the customer (member) to provide the necessary information to determine the installation of adequate, proper-sized meters as determined by a customer's current water use patterns.
3. Direct utility metering of multi-unit/non-wholesale accounts.
4. Metering of all governmental facility service connections.
5. Use of construction meters.
6. Implementation of the State requirements in HB 2404, passed by the 77th Legislature Regular Session and implemented through Texas Water Code 13.502, which requires all new apartments be either directly metered by the utility or submetered by the owner.
7. Regular replacement of meters.
8. Meter reading in which readings are estimated only in cases of flooded conditions.

C. Schedule

The Corporation has already implemented this BMP, and will continue to utilize this BMP.

D. Documentation

The Corporation maintains records of the customer's (member) application and all service requests for construction. Information on all services is summarized in an Annual Report to the Board.

E. Determination of Water Savings

The Corporation reviews overall water loss and the dollars associated with unaccounted-for water during its annual fiscal audit performed by an outside consultant.

3. Water Conservation Pricing

A. Description

The monthly minimum is \$43.00 for zero gallons on the smallest residential size meter ($\frac{5}{8}$ " x $\frac{3}{4}$ "). The overall cost of service acts as a conservation incentive. In addition, the Corporation's inclining block schedule is meant to encourage conservation. A copy of the current rate structure is attached as Appendix C. The basic rate structure is designed to recover the cost of providing service and billing for water service. The rates include a consumption charge based upon actual gallons metered so that increasing water consumption results in a larger bill for the customer. Conservation pricing provides incentives to customers to reduce both average and peak use.

B. Implementation

The Corporation is of the opinion that current rates are, in fact, cost of service rates. However, periodically, staff conducts a rate study to determine whether the fixed and variable costs are appropriately allocated between the monthly minimum and per thousand gallon charges. The information is presented to the Board of Directors. The Board then considers factors including but not limited to infrastructure needs, current construction projects, projected cost of water from STWA/City of Corpus Christi and current Reserve Fund balance.

C. Schedule

The Corporation will perform evaluations as the need warrants.

D. Documentation

To track this BMP, the Corporation maintains the following documentation:

1. A copy of its adopted rate tariff that follows the guidelines of this BMP;
2. Billing and customer records that include annual revenues by customer class and revenue derived from minimums and usage by customer class for the reporting period;
3. Monthly customer numbers and water consumption by customer class; and
4. Cost of service analyses done by staff through the years.

E. Determination of Water Savings

In the last 30 years of the Corporation's operations, a majority of upgrades and improvements to the original lines have been associated with providing service to residents living in colonias. Therefore, it is probable that there are socio-economic factors as well as more limited types of uses in a rural environment versus that of a large, incorporated city. Staff believes that the majority of rural usage is associated with indoor, basic needs (bathing, washing clothes, cooking, flushing toilets) versus that of outdoor watering.

4. Prohibition on Wasting Water

A. Description

Enforceable actions by a non-profit water supply corporation against a party that is wasting water is now possible by adoption of penalties as part of the water supply corporation's rate tariff. This authority was recently granted by HB 1152. At this time, the Board of Directors is considering the necessary amendments to its tariff. However the Corporation encourages all its customers and members to avoid:

1. Wasting water during irrigation;
2. Allowing outside faucets to leak;
3. Allowing service lines to leak (on the customer side of the meter);
4. Allowing sprinkler systems to leak; and
5. Installing non-recycling decorative water fountains.

Wasting water during irrigation includes:

1. Water running along the road;
2. Irrigation heads or sprinklers spraying directly on paved surfaces such as driveways, parking lots, and sidewalks in public right-of-ways;
3. Operation of an irrigation system with misting heads caused by water pressure higher than recommended design pressure for the heads, or broken heads;
4. Spray irrigation during summer months between the hours of 10 a.m. and 6 p.m.

B. Implementation

This BMP is implemented through educational brochures and notices.

C. Schedule

The Corporation has used notices and brochures in the past and will continue to do so in the future.

D. Documentation

To track this BMP, the Corporation maintains the following documentation:

1. Copies of water waste prohibition brochures and notices sent to customers/members; and
2. Copies of notices sent as a requirement of drought notices triggered by the City of Corpus Christi.

E. Determination of Water Savings

It is difficult to quantify and determine the water savings from this BMP due to the sporadic nature of these types of activities. However, pertinent notices and future actions taken by the Corporation will be documented by written correspondence to customers/members and filed for record. Any noticeable changes in consumption will also be of record.

5. And 6. Public Information and School Education

A. Description

The Corporation uses a limited number of media resources to notify customers on the importance of water conservation. This is due to the size and resources of the Corporation as well as the low gpcd. The Corporation recognizes the importance of public awareness and regional water resources.

B. Implementation

The Corporation, being a small rural system, is limited in the amount of funds that can be expended in public education and outreach. This factor coupled with the most recent per capita per day gallon usage of 103 which is well below the state recommended goal of 140 gpcd serves to reinforce the modest size of the “media” campaign.

1. Printed Brochures—from time to time the Corporation has utilized printed brochures for topics such as Xeriscape, proper outdoor watering, and inside the home water savings tips.
2. School Education—through its purchase of water from STWA, the Corporation supports the Major Rivers Program which was initiated in 1991 and revised for the 2003-2004 school year. Major Rivers is geared for 4th and 5th grade curriculum. In addition to general information on water resources in the State of Texas, the program focuses on conservation, supply, treatment, and distribution. The self-contained program offers academic and hands-on activities in math, language arts, science, and social studies, with teacher’s guide geared to the interdisciplinary curriculum, as well as an introductory video and home information leaflets. The program includes pre- and post-test evaluations.

STWA, wholesale supplier of the Corporation and provider of the Major Rivers program, maintains the following documentation:

1. Number of schools provided the information;
2. Copies of program marketing and educational materials; and
3. Annual budget for school education programs related to conservation.

C. Schedule

The Corporation has used and will continue to use these methods to educate and reach customers regarding the importance of water conservation and wise use of water.

D. Documentation

To track the progress of this BMP, the Corporation maintains records and copies of all brochures and educational information sent to customers.

E. Determination of Water Savings

Water savings associated public information efforts are difficult to quantify. However, the Corporation believes that education is instrumental in efficient use of water.

PART II—DROUGHT CONTINGENCY PLAN

The following Part II of the Water Conservation and Drought Contingency Plan is Ricardo Water Supply Corporation's Drought Contingency Plan adopted by Board resolution on June 17, 2024.

Section I: Declaration of Policy, Purpose, and Intent

In order to conserve the available water supply and protect the integrity of water supply facilities, with particular regard for domestic water use and sanitation, and to protect and preserve public health, welfare, and safety and minimize the adverse impacts of water supply shortage or other water supply emergency conditions, the Ricardo Water Supply Corporation hereby adopts the following regulations and restrictions on the delivery and consumption of water.

The Ricardo Water Supply Corporation will include a provision in every wholesale water contract entered into or renewed after adoption of the Plan, including contract extensions; that in the case of a shortage of water resulting from drought, the water to be distributed shall be divided in accordance with Texas Water Code, §11.039. In addition, in the event that the triggering criteria specified in the Plan have been met, the General Manager is hereby authorized to initiate allocation of water supplies on a pro rata basis in accordance with Texas Water Code, §11.039.

Water uses regulated or prohibited under this Drought Contingency Plan (the Plan) are considered to be non-essential and continuation of such uses during times of water shortage or other emergency water supply condition are deemed to constitute a waste of water which subjects the offender(s) to penalties as defined in Section XI of this Plan.

Section II: Public Involvement

Opportunity for the public to provide input into the preparation of the Plan was provided by the Ricardo Water Supply Corporation by means of a public meeting held in compliance with the Open Meetings Act.

Section III: Public Education

The Ricardo Water Supply Corporation will periodically provide the public with information about the Plan, including information about the conditions under which each stage of the Plan is to be initiated or terminated and the drought response measures to be implemented in each stage. This information will be provided by means of utility bill inserts.

Section IV: Coordination with Regional Water Planning Groups

The service area of the Ricardo Water Supply Corporation is located within the Coastal Bend Regional Water Planning Group (Region N) and Ricardo Water Supply Corporation will provide a copy of this Plan to the Coastal Bend Regional Water Planning Group.

Section V: Authorization

The General Manager, or his/her designee, is hereby authorized and directed to implement the applicable provisions of this Plan upon determination that such implementation is necessary to protect public health, safety, and welfare. The Board of Directors shall have the authority to initiate or terminate drought or other water supply emergency response measures as described in this Plan.

Section VI: Application

The provisions of this Plan shall apply to all persons, customers, and property utilizing water provided by the Ricardo Water Supply Corporation. The terms “person” and “customer” as used in the Plan include individuals, corporations, partnerships, associations, and all other legal entities.

Section VII: Definitions

For the purposes of this Plan, the following definitions shall apply:

Aesthetic water use: water use for ornamental or decorative purposes such as fountains, reflecting pools, and water gardens.

Animal Unit (AU): An Animal Unit is equal to one (1) beef cow. The following livestock are equivalent based on the following multiplication factors:

Slaughter and feed cattle	1.0
Mature dairy cattle	1.42
Swine	0.40
Sheep or lambs	0.10
Goats	0.10
Horses	2.0
Turkeys	0.0182
Hens/broilers	0.0154

Commercial and institutional water use: water use which is integral to the operations of commercial and non-profit establishments and governmental entities such as retail establishments, hotels and motels, restaurants, and office buildings.

Conservation: those practices, techniques, and technologies that reduce the consumption of water, reduce the loss or waste of water, improve the efficiency in the use of water or increase the recycling and reuse of water so that a supply is conserved and made available for future or alternative uses.

Customer: any person, company, or organization using water supplied by Ricardo Water Supply Corporation.

Domestic water use: water use for personal needs or for household or sanitary purposes such as drinking, bathing, heating, cooking, sanitation, or for cleaning a residence, business, industry, or institution.

Even number address: street addresses, box numbers, or rural postal route numbers ending in 0, 2, 4, 6, or 8 and locations without addresses.

Industrial water use: the use of water in processes designed to convert materials of lower value into forms having greater usability and value.

Institutional water use: the use of water in processes designed to convert materials of lower value into forms having greater usability and use.

Landscape irrigation use: water used for the irrigation and maintenance of landscaped areas, whether publicly or privately owned, including residential and commercial lawns, gardens, golf courses, parks, and rights-of-way and medians.

Non-essential water use: water uses that are not essential nor required for the protection of public health, safety, and welfare, including:

- a. irrigation of landscape areas, including parks, athletic fields, and golf courses, except otherwise provided under this Plan;
- b. use of water to wash any motor vehicle, motorbike, boat, trailer, airplane or other vehicle;
- c. use of water to wash down any sidewalks, walkways, driveways, parking lots, tennis courts, or other hard-surfaced areas;
- d. use of water to wash down buildings or structures for purposes other than immediate fire protection;
- e. flushing gutters or permitting water to run or accumulate in any gutter or street;
- f. use of water to fill, refill, or add to any indoor or outdoor swimming pools or jacuzzi-type pools;
- g. use of water in a fountain or pond for aesthetic or scenic purposes except where necessary to support aquatic life;
- h. failure to repair a controllable leak(s) within a reasonable period after having been given notice directing the repair of such leak(s); and
- i. use of water from hydrants for construction purposes or any other purposes other than fire fighting.

Odd numbered address: street addresses, box numbers, or rural postal route numbers ending in 1, 3, 5, 7, or 9.

Reservoir Capacity: the combined reservoir storage levels of Choke Canyon Reservoir and Lake Corpus Christi, as measured in percentage of the full combined volume.

Section VIII: Triggering Criteria for Initiation and Termination of Drought Response Stages

The Board of Directors shall monitor water supply and/or demand conditions as conditions develop and shall determine when conditions warrant initiation or termination of each stage of the Plan. Public notification of the initiation or termination of drought response stages shall be by means of direct mail to each customer.

A. Stage 1 – Mild Water Shortage Condition

Requirements for initiation – Customers shall be requested to voluntarily conserve water and adhere to prescribed restrictions on certain non-essential water uses described in Section X when the combined storage level of Choke Canyon Reservoir and Lake Corpus Christi declines below 40%.

Requirement for termination – Stage 1 of the DCP may be rescinded when the combined storage level of Choke Canyon Reservoir and Lake Corpus Christi increases above 50 percent.

B. Stage 2 – Moderate Water Shortage Condition

Requirements for initiation – Customers shall be required to comply with the requirements and restrictions on certain non-essential water uses for Stage 2 of this DCP described in Section X when the combined Corpus Christi/Choke Canyon Reservoir storage level declines to below 30 percent.

Requirement for termination – Stage 2 of the DCP may be rescinded when the combined Corpus Christi/Choke Canyon Reservoir storage level increases above 40 percent for a period of 15 consecutive days. Upon termination of Stage 2, Stage 1 becomes operative.

C. Stage 3 – Critical Water Shortage Condition

Requirements for initiation – Customers shall be required to comply with the requirements and restrictions on certain non-essential water uses for Stage 3 of this DCP when the combined Lake Corpus Christi/Choke Canyon Reservoir storage level declines to below 20 percent.

Requirement for termination – Stage 3 of the DCP may be rescinded when the combined Lake Corpus Christi/Choke Canyon Reservoir storage level increases above 30 percent. Upon termination of Stage 3, Stage 2 becomes operative.

D. Stage 4 – Emergency Water Shortage Condition

Requirements for initiation – Customers shall be required to comply with requirements and restrictions for Stage 4 of this DCP when the General Manager, or designee, determines that a water supply emergency exists based on:

- A major water line breaks, or pump or system failures occur, which causes unprecedented loss of capability to provide water service; or
- Water production or distribution system limitations; or
- Natural or man-made contamination of the water supply source occurs.

Requirement for termination – The emergency water shortage condition may be rescinded when the General Manager, or designee, deems appropriate.

Section IX: Drought Response Stages

The General Manager, or designee, shall monitor water supply and/or demand conditions on a weekly basis and, in accordance with the triggering criteria set forth in Section VIII of this Chapter, shall determine that a mild, moderate, critical, or emergency water shortage condition exists and shall implement the following notification procedures.

Notification of Corporation Customers and Members:

The General Manager, or designee, shall notify its customers for every change in drought stage status by any or all of the following:

- a. Publication in local periodicals
- b. Notice on the monthly billing
- c. Public Service Announcements
- d. Signs posted in public places
- e. Posting on the Corporation's website, www.ricardowsc.com

Additional Notification:

The General Manager, or designee shall, at a minimum, notify directly, or cause to be notified directly, the following individuals and entities for every change in drought stage status:

- a. The Corporation Board of Directors
- b. Major water users (such as industries)
- c. Critical water users
- d. Texas Commission on Environmental Quality (TCEQ) – note TCEQ executive director MUST be informed within five (5) business days of mandatory water use restrictions being imposed

Section X: Drought Best Management Practices Per Stage

A summary of water use reduction targets for each drought stage response is presented in the following table. Further discussion on best management practices and implementation practices associated with each stage of response is included below. During Stages 2 and 3, requests for exceptions may be presented to the General Manager or designee.

Drought Stage Response	CCR/LCC Combined Reservoir Storage Level	Target Demand Reduction Levels
Stage 1– Mild	<40% of CCR/LCC Combined Level	10%
Stage 2 – Severe	<30% of CCR/LCC Combined Level	15%
Stage 3 – Critical	<20% of CCR/LCC Combined Level	30%
Stage 4 – Emergency	Not Applicable	50%

A. Stage 1 Response – MILD Water Shortage Conditions

Target: Achieve a *voluntary* 10% reduction in daily treated water demand relative to treated water demand with the water use restrictions below.

Best Management Practices for Supply Management:

Under Stage 1, the Corporation will:

1. Use more repair crews if necessary to allow for a quicker response time for water-line leak repair; and
2. Begin monitoring customers' compliance with Stage 1 restrictions during the course of field personnel's daily rounds.

Water Use Restrictions for Demand Reduction:

The following water use restrictions shall apply to all persons during Stage 1:

1. Water customers are requested to voluntarily limit the irrigation of landscaped areas to **once per week**. The General Manager, or designee, will determine the watering schedule.
2. Use of water from hydrants shall be limited to fire fighting, related activities, or other activities necessary to maintain public health, safety, and welfare, except that use of water from designated fire hydrants for construction purposes may be allowed under special permit from the Corporation Board of Directors.
3. Use of water for the irrigation of golf course greens, tees, and fairways is prohibited except on designated watering days. However, if the golf course utilizes a water source

other than that provided through Corporation infrastructure, the facility shall not be subject to these regulations.

4. Water customers are requested to practice water conservation and to minimize or discontinue water use for non-essential purposes.
5. The use of water to maintain integrity of building foundations is limited to designated watering days and is only permitted by use of hand-held hose or drip irrigation.

B. Stage 2 Response – MODERATE Water Shortage Conditions

Target: During Stage 2, achieve a 20% reduction in daily treated water demand relative to treated water demand with the water use restrictions below.

Best Management Practices for Supply Management:

In addition to the best management practices for supply management listed under Stage 1, the Corporation will also do the following during Stage 2:

1. Eliminate the flushing of water mains unless required for decontamination and/or public safety; and
2. Review customers' water usage for compliance based on the previous month's water use and notify violators verbally or in writing as the situation dictates.

Water Use Restrictions for Demand Reduction:

Under threat of penalty for violation, the following water use restrictions shall apply to all persons during Stage 2:

1. Irrigation of landscaped areas with hose-end sprinklers or automatic irrigation systems shall be limited to **once every other week**. The watering schedule will be determined by the General Manager or designee. Customers will be made aware of their designated watering day in accordance with Section IX. However, irrigation of landscaped areas is permitted on any day if it is by means of a hand-held hose (with positive shutoff nozzle), a faucet filled bucket or watering can of five (5) gallons or less, or drip irrigation system with a positive shutoff device. Exceptions for this restriction may be permitted, upon review and approval by the Corporation Board of Directors, for the following uses: new plantings (for up to 60 days), vegetable gardens, athletic playing fields, and botanical gardens. In addition, this restriction does not apply to customers irrigating with well water or an aerobic septic system. Customers irrigating with well water or an aerobic septic system must apply for a permit to be prominently posted on the premises within two (2) feet of the street number located on the premises.

2. Use of water for the irrigation of golf course greens, tees, and fairways is prohibited. The watering of greens and tees is limited to once every other week unless the golf course utilizes a water source other than that provided through Corporation infrastructure or done by means of hand-held hoses, hand-held buckets, or drip irrigation.

C. Stage 3 Response – CRITICAL Water Shortage Conditions

Target: During Stage 3, achieve a 30% reduction in total daily treated water demand relative to treated water demand with the water use restrictions below.

Best Management Practices for Supply Management:

In addition to the best management practices for supply management listed under Stage 2, the Corporation will also do the following during Stage 3:

1. Upon written notice, disconnect the water meters of willful violators if absolutely necessary to prevent the deliberate wasting of water.

Additional Water Use Restrictions and Guidelines for Demand Reduction that may be implemented based on City of Corpus Christi implementing stricter restrictions:

1. Irrigation of landscaped areas shall be **prohibited at all times**.
2. Use of water to wash any motor vehicle, motorbike, boat, trailer, or other vehicle not occurring on the premises of a commercial car wash stations and not in the immediate interest of public health, safety, and welfare is prohibited. Vehicle washing may be done at any time on the immediate premises of a commercial car wash. Further, such washing may be exempted from these regulations upon review by the General Manager if the health, safety, and welfare of the public are contingent upon frequent vehicle cleansing, such as garbage trucks and vehicles used to transport food and perishables. Washing of boats and/or flushing of boat motors is permitted upon immediate exit of water body.
3. The filling, refilling, or adding of water to swimming pools, wading pools, and jacuzzi-type pools, and water parks (unless non-city, alternative source) is prohibited.
4. The use of water to maintain the integrity of a building foundation is still permitted on the designated Stage 3 watering day and shall be done by hand or drip irrigation method.
5. Operation of any ornamental fountain or pond for aesthetic or scenic purposes is prohibited except where necessary to support aquatic life.
6. The following uses of water are defined as non-essential and are prohibited:

- a. Wash-down of any sidewalks, walkways, driveways, parking lots, tennis courts, or other hard-surfaced areas;
 - b. Use of water to wash down buildings or structures for purposes other than immediate fire protection without permit granted by the General Manager or designee;
 - c. Use of water for dust control without permit without permit granted by the General Manager or designee;
7. No application for new, additional, expanded, or increased-in-size water service connections, meters, service lines, pipeline extensions, mains, or water service facilities of any kind shall be approved, and time limits for approval of such applications are hereby suspended for such time as this drought response stage shall be in effect.
 8. For residential and multi-unit customers, a drought surcharge of up to and including 100% of the total monthly water bill over the monthly allocation may be added to the customers' bill to deter discretionary water use, as explained in Section XI.

D. Stage 4 Response – EMERGENCY Water Shortage Conditions

Target: During Stage 4, achieve a 50% or greater reduction in daily treated water demand relative to treated water demand with the below water use restrictions. Surcharges and reduced allocations are enforceable during Stage 4 water shortage conditions, as described in Section XIII.

During emergency conditions such as system outage or supply source contamination, or supply sources draining empty, alternative water sources and/or alternative delivery mechanisms may be necessary with prior approval of the General Manager or designee. For emergency water shortage conditions associated with contamination of Nueces Basin stored supplies, the Corporation, under the General Manager or designee's direction, may cease receiving its normal supply of water from the South Texas Water Authority and City of Corpus Christi. Temporary or additional supplies of water may be available from Lake Texana on a short-term basis to meet essential water needs. For emergency water shortage conditions associated with contamination of Lake Texana supplies, the Corporation, may also experience large reductions in supplies from the South Texas Water Authority and City of Corpus Christi.

Best Management Practices for Supply Management:

In addition, the Corporation will do the following:

1. Call the 10 largest water customers in the area affected by the emergency condition, and if necessary, use runners in key areas to begin spreading the message of a major outage.

Water Use Restrictions for Demand Reduction:

During Stage 4, all requirements of Stage 1, 2, and 3 shall be in effect except as modified below:

1. Irrigation of landscaped areas is absolutely prohibited.
2. Use of water to wash any motor vehicle, motorbike, boat, trailer, or other vehicle is absolutely prohibited.
3. Associated uses of water not related to business process which are discretionary, such as equipment washing, shall be deferred until the Stage 5 4 emergency has been terminated.

Optional Measure:

During Stage 4, the following measure is an optional water use restriction that may be implemented by the General Manager, or designee, with Board approval, as conditions warrant:

1. For residential and multi-unit customers, a drought surcharge of up to and including 100% of the total monthly water bill over the monthly allocation may be added to the customers' bill to deter discretionary water use, as explained in Section XI.

Section XI: Surcharges for Drought Stages 3 – 4 and Service Measures

A. General

1. The surcharges established herein are solely intended to regulate and deter the use of water during a period of serious drought in order to achieve necessary water conservation. The Corporation expressly finds that the drought poses a serious and immediate threat to the public and economic health and general welfare of this community, and that the surcharges and other measures adopted herein are essential to protect said public health and welfare.
2. This section, and the surcharges and measures adopted herein are an exercise of the Corporation's regulatory and police power, and the surcharges and connection fees are conservation rates intended to meet fixed costs as a result of lost revenue.
3. With Board approval, the General Manager is authorized to determine trigger points or allocations and surcharges during Stages 3 and 4 Emergency Water Shortage conditions.
4. A customer may appeal an allocation or drought surcharge triggering point established under this Section to the General Manager or designee on grounds of unnecessary hardship, through the process outlined in Section XII.
5. Drought surcharge funds will first be applied towards annual debt service as reflected in the Corporation's operating budget to offset revenue loss due to drought conditions. Additional funds will be reported to the Board for Board direction.

B. Residential water customers, who are not billed through a master water meter.

1. A monthly base amount of 4,000 gallons shall be established as a trigger point for each customer. Water consumption up to and including this amount will not include a drought surcharge.
2. Above the 4,000 gallon consumption trigger point, with Board approval, a drought surcharge shall be added up to and including 100% of the customer's total monthly water bill over the allocation.

C. Residential customers who are billed from a master water meter.

1. Once Stage 2 condition has been declared, property managers of multi-tenant units shall notify the General Manager of the number of residential units in their facility for determination of allocations. Until so notified, the Corporation shall calculate the allocation based on two residential units per master water meter. A monthly base amount of 4,000 gallons shall be established as a trigger point for each residential unit.
2. When consumption for the month is less than or equal to 4,000 gallons times the number of residential units, there will be no surcharge.
3. With Board approval, when consumption is above the 4,000 gallons times the number of units, a drought surcharge shall be added up to and including 100% of the customer's total monthly water bill over the allocation.
4. The customer is responsible for passing the demand charge onto the tenant.

D. Commercial or institutional customer

1. A monthly water usage allocation shall be established by the General Manager or designee for each commercial or institutional customer.
2. Method of establishing allocation:
 - a. When the combined reservoir capacity is less than 20% of total capacity (Stage 3), the commercial or institutional customer's allocation shall be 90 percent of the customer's usage for the corresponding month's billing period during previous 12 months prior to the implementation of Stage 2.
 - b. If the customer's billing history is shorter than 12 months, the monthly average for the period for which there is a record shall be used for any monthly period for which no history exists.
 - c. Provided, however, a customer, 90 percent of whose monthly usage is less than 6,000 gallons, shall be allocated 6,000 gallons.
 - d. The General Manager shall give best effort to see that notice of each commercial or institutional customer's allocation is mailed to such customer.
 - e. If, however, the customer does not receive such notice, it shall be the customer's responsibility to contact the Corporation's Office to determine the allocation, and

the allocation shall be fully effective notwithstanding lack of receipt of written notice.

- f. Upon request of the customer or at the initiative of the General Manager, the allocation may be reduced or increased,
 - 1. if one nonresidential customer agrees to transfer part of its allocation to another nonresidential customer, or
 - 2. if other objective evidence demonstrates that the designated allocation is inaccurate under present conditions.

E. Industrial customers, who use water for processing.

- 1. A monthly water usage allocation shall be established by the General Manager or designee for each industrial customer, which uses water for processing (e.g., an industrial customer).
- 2. Method of establishing allocation.
 - a. When the combined reservoir capacity is less than 20% of total capacity (Stage 4 3), the industrial customer allocation shall be 90 percent of the customer's usage for the corresponding month's billing period during the previous 12 months prior to the implementation of Stage 2
 - b. If the customer's billing history is shorter than 12 months, the monthly allocation shall be 1/12 of 90% of the customer's maximum annual contracted amount until 12 months of billing history are established. However if the industrial customer does not have a water contract and does not have at least 12 months of billing history, then the new industrial customer will provide data regarding expected water use and Corporation will determine allocation based on 90% of expected use to determine initial allocation until 12 months of billing history are established.
 - c. The General Manager shall give his/her best effort to see that notice of each industrial customer's allocation is mailed to such customer.
 - d. If, however, the customer does not receive such notice, it shall be the customer's responsibility to contact the Corporation's Office to determine the allocation, and the allocation shall be fully effective notwithstanding lack of receipt of written notice.
 - e. Upon request of the customer or at the initiative of the General Manager, the allocation may be reduced or increased, if:
 - 1. The designated period does not accurately reflect the customer's normal water usage because customer had shut down a major processing unit for overhaul during the period.
 - 2. The customer has added or is in the process of adding significant additional processing capacity.
 - 3. The customer has shut down or significantly reduced the production of a major processing unit.

4. The customer has previously implemented significant permanent water conservation measures.
5. The customer agrees to transfer part of its allocation to another industrial customer.
6. Other objective evidence demonstrates that the designated allocation is inaccurate under present conditions.

F. Commercial, institutional, and industrial customers shall pay the following surcharges:

1. Customers whose allocation is 6,000 gallons through 20,000 gallons per month:
 - a. \$5.00 per 1,000 gallons for the first 1,000 gallons over allocation.
 - b. \$8.00 per 1,000 gallons for the second 1,000 gallons over allocation.
 - c. \$16.00 per 1,000 gallons for the third 1,000 gallons over allocation.
 - d. \$40.00 for each additional 1,000 gallons over allocation.
2. Customers whose allocation is 21,000 gallons per month or more:
 - a. One times the block rate for each 1,000 gallons in excess of the allocation up through 5 percent above allocation.
 - b. Three times the block rate for each 1,000 gallons from 5 percent through 10 percent above allocation.
 - c. Five times the block rate for each 1,000 gallons from 10 percent through 15 percent above allocation.
 - d. Ten times the block rate for each 1,000 gallons more than 15 percent above allocation.
 - e. The surcharges shall be cumulative.
 - f. As used herein, "block rate" means the charge to the customer per 1,000 gallons at the regular water rate schedule at the level of the customer's allocation.

G. Nonresidential customer is billed from a master meter.

1. When a nonresidential customer is billed from a master meter which jointly measures water to multiple residential dwelling units (for example: apartments, mobile homes), the customer may pass along any surcharges assessed under this DCP to the tenants or occupants, provided that:
 - a. The customer notifies each tenant in writing:
 1. That the surcharge will be passed along.
 2. How the surcharge will be apportioned.
 3. That the landlord must be notified immediately of any plumbing leaks.
 4. Methods to conserve water (which shall be obtained from the Corporation).
 - b. The customer diligently maintains the plumbing system to prevent leaks.
 - c. The customer installs water saving devices and measures (ideas for which are available from the Corporation) to the extent reasonable and practical under the circumstances.

H. Water service to the retail water customer may be terminated under the following conditions:

1. Monthly residential water usage exceeds allocation by 4,000 gallons or more two or more times for any individual month after the implementation of Stage 3. Also, the two months need not be consecutive months.
2. Monthly water usage on a master meter which jointly measures water usage to multiple residential dwelling units exceeds allocation by 4,000 gallons times the number of dwelling units or more two or more times (which need not be consecutive months).
3. Monthly nonresidential water usage for a customer whose allocation is 6,000 gallons through 20,000 gallons exceeds its allocation by 7,000 gallons or more two or more times (which need not be consecutive months).
4. Monthly nonresidential water usage for a customer whose allocation is 21,000 gallons or more exceeds its allocation by 15 percent or more two or more times (which need not be consecutive months).
5. For residential customers and nonresidential customers whose allocation does not exceed 20,000 gallons, after the first disconnection water service shall be restored upon request for a fee of \$60, Monday through Friday prior to 4 pm. Restoration of service is not available on weekends or observed holidays.
6. For such customers, after the second disconnection, water service shall be restored within 24 hours of the request for a fee of \$500.
7. If water service is disconnected a third time for such customer, water service shall not be restored until the Corporation re-enters a level of water conservation less than Stage 2.
8. For master meter customers, the service restoration fees shall be the same as above times the number of dwelling units.
9. For nonresidential customers whose allocation is 21,000 gallons per month or more:
 - a. After the first disconnection water service shall be restored upon request, Monday through Friday prior to 4 p.m. for a fee in the amount of "X" in the following formula: $X = \$60 \times \text{Customer's Allocation in gallons} / 20,000 \text{ gallons}$
 - b. After the second disconnection for said customers, water service shall be restored within 24 hours of the request for a fee of 10 times "X".
 - c. If water service is disconnected a third time for such customer, water service shall not be restored until the Corporation re-enters a level of water conservation less than Stage 2.
 - d. The General Manager is directed to institute written guidelines for disconnection of water service under this provision, which will satisfy minimum due process requirements, if any.

- I. It shall be a defense to imposition of a surcharge hereunder, or to termination of service, that water used over allocation resulted from loss of water through no fault of the customer (for example, a major water line break) for the following conditions:
 1. The customer shall have the burden to prove such defense by objective evidence (for example, a written certification of the circumstances by a plumber).
 2. A sworn statement may be required of the customer.
 3. This defense shall not apply if the customer failed to take reasonable steps for upkeep of the plumbing system, failed to reasonably inspect the system and discover the leak, failed to take immediate steps to correct the leak after discovered, or was in any other way negligent in causing or permitting the loss of water.

- J. When this section refers to allocation or water usage periods as "month," "monthly," "billing period," and the like, such references shall mean the period in the Corporation's ordinary billing cycle which commences with the reading of a meter one month and commences with the next reading of that meter which is usually the next month.
 1. The goal for the length of such period is 30 days, but a variance of two days, more or less, will necessarily exist as to particular meters.
 2. If the meter reader system is prevented from timely reading a meter by any obstacle which is attributable to the customer, the original allocation shall apply to the longer period without modification.

Section XII: Variances

The Board of Directors, may, in writing, grant temporary variance for existing water uses otherwise prohibited under this Plan if it is determined that failure to grant such variance would cause an emergency condition adversely affecting the health, sanitation, or fire protection for the public or the person requesting such variance and if one or more of the following conditions are met:

- a. Compliance with this Plan cannot be technically accomplished during the duration of the water supply shortage or other condition for which the Plan is in effect.
- b. Alternative methods can be implemented which will achieve the same level of reduction in water use.

Persons requesting an exemption from the provisions of this Plan shall file a petition for variance with the Ricardo Water Supply Corporation within 5 days after the Plan or a particular drought response stage has been invoked. All petitions for variances shall be reviewed by Board of Directors, or his/her designee, and shall include the following:

- a. Name and address of the petitioner(s).
- b. Purpose of water use.
- c. Specific provision(s) of the Plan from which the petitioner is requesting relief.

- d. Detailed statement as to how the specific provision of the Plan adversely affects the petitioner or what damage or harm will occur to the petitioner or others if petitioner complies with this Plan.
- e. Description of the relief requested.
- f. Period of time for which the variance is sought.
- g. Alternative water use restrictions or other measures the petitioner is taking or proposes to take to meet the intent of this Plan and the compliance date.
- h. Other pertinent information.

Variations granted by the Ricardo Water Supply Corporation shall be subject to the following conditions, unless waived or modified by the Board of Directors:

- a. Variations granted shall include a timetable for compliance.
- b. Variations granted shall expire when the Plan is no longer in effect, unless the petitioner has failed to meet specified requirements.

No variance shall be retroactive or otherwise justify any violation of this Plan occurring prior to the issuance of the variance.

Section XIII: Severability

It is hereby declared to be the intention of the Board of Directors of the Ricardo Water Supply Corporation that the sections, paragraphs, sentences, clauses, and phrases of this Plan are severable and, if any phrase, clause, sentence, paragraph, or section of this Plan shall be declared unconstitutional by the valid judgment or decree of any court of competent jurisdiction, such unconstitutionality shall not affect any of the remaining phrases, clauses, sentences, paragraphs, and sections of this Plan, since the same would not have been enacted by the Board of Directors of the Ricardo Water Supply Corporation without the incorporation into this Plan of any such unconstitutional phrase, clause, sentence, paragraph, or section.

ATTACHMENT 11

Water Finance Exchange Presentation

Memo

To: Ricardo Water Supply Corporation Board of Directors
From: John Marez, General Manager
Date: December 13, 2024
Topic: TWDB Funding Update

Background:

The Texas Water Development Board is in the process of reviewing the draft for planned pump station improvements for the South Texas Water Authority (STWA) system. The Texas Water Development Board requires verification of the project description as part of this review.

Analysis:

STWA proposes to use \$7,737,207 from the Drinking Water State Revolving Fund Program to improve five pump stations within its system. Key upgrades include:

1. Ricardo Water Supply Corporation Pump Station No. 1:
 - Sandblast and recoat elevated storage tank (EST).
 - Replace ground storage tanks (GSTs), pumps, generator, and warehouse.
 - Insulate bypass.

2. Ricardo Water Supply Corporation Pump Station No. 2:
 - Recoat EST and replace GSTs with a larger 100,000-gallon GST.
 - Replace pumps, generator, and chemical rooms.
 - Insulate bypass.

3. Ricardo Water Supply Corporation Pump Station No. 3:
 - Replace GSTs, pumps, generator, chemical rooms, and pump house.
 - Inspect hydro-tank and insulate bypass.

4. Nueces Water Supply Corporation Central Pump Station:
 - Replace a 0.63-million-gallon GST, pumps, generator, and chemical rooms.
 - Inspect hydro-tank and insulate bypass.

5. Nueces Water Supply Corporation Bishop East Pump Station:
 - Install catwalk and stairs on GST.
 - Replace pumps, generator, and chemical rooms.
 - Inspect hydro-tank and insulate bypass.

Additional improvements include electrical system upgrades, SCADA enhancements, perimeter fencing repair, and miscellaneous piping repairs, all within existing pump station areas.

Staff Recommendation:

This memo is for informational purposes only.

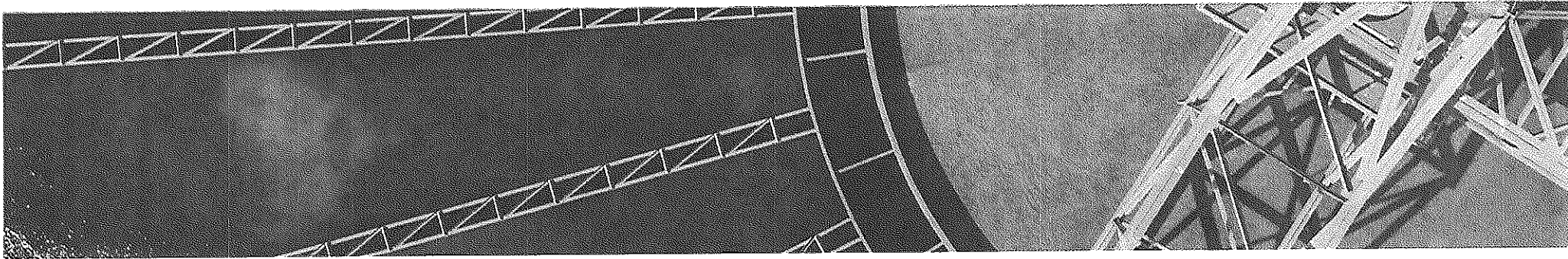
Board Action:

No board action is required at this time.

Summary:

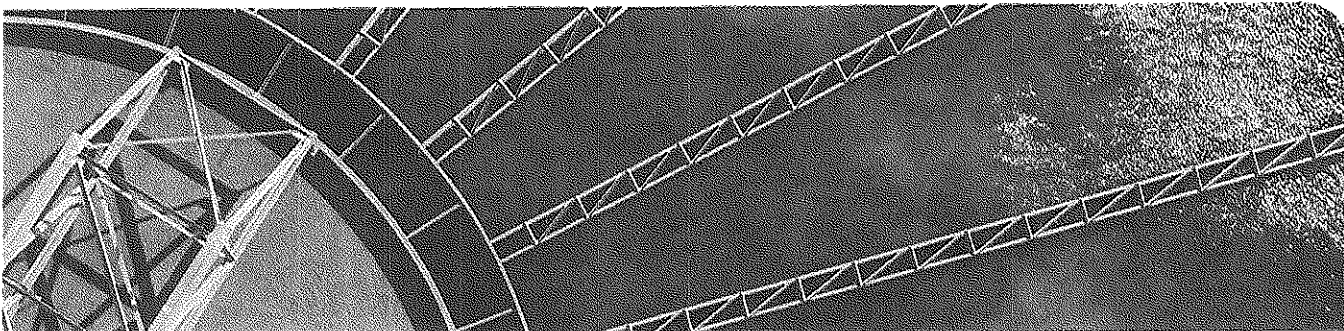
STWA is finalizing its internal review for pump station improvements.

A special board meeting will be conveyed on January 7, 2025 for STWA, NWSC, RWSC to vote and approve the final agreement and receiving of grant funds from TWDB.



Ricardo WSC

Presentation to the Board of Directors *Update and Status of Water Funding*

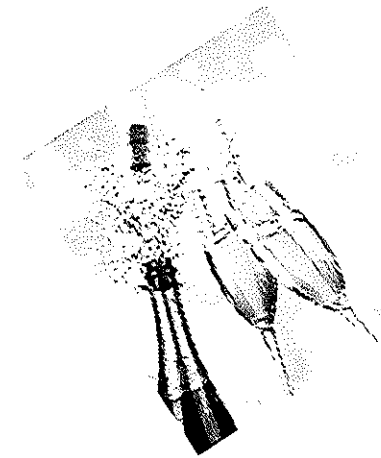


WFX
WATER FINANCE EXCHANGE
NO COMMUNITY LEFT BEHIND

Funding Update

- The TWDB has provided the following Loan to Forgiveness amounts for the March 2023 project:

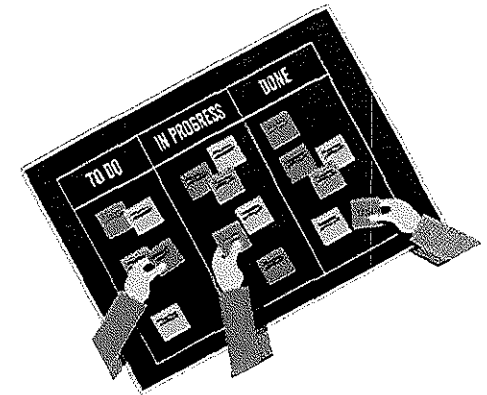
Allocation of Funds	
Component	Proceeds
Loan	\$ 1,485,000
Loan Forgiveness	3,387,640
Sub-Total	\$ 4,872,640



- The funds were committed by the TWDB on October 17th

Working Towards Closing

- The TWDB has offered a closing date - **February 13, 2025**
- Several tasks are to be completed by then:
 - Bond Ordinance by all groups (January 7, 2025)
 - Closing memos
 - Paying agent
 - Principal forgiveness agreement
 - Other items



Working Towards Closing

- The Ricardo WSC and STWA will have to approve the issuance of bonds
- The term of those bonds can be adjusted to 20 or 30 years - now is the time

20 Year Interest Rates ¹

Equivalency DWSRF Estimated Rates

<i>Rating</i>	<i>Market</i> ¹	<i>TWDB</i> ^{2,3}
AAA	3.25%	2.11%
AA	3.38%	2.20%
A	3.59%	2.33%
BAA	3.95%	2.57%

30 Year Interest Rates ¹

Equivalency DWSRF Estimated Rates

<i>Rating</i>	<i>Market</i> ¹	<i>TWDB</i> ^{2,3}
AAA	3.95%	2.57%
AA	4.08%	2.65%
A	4.22%	2.74%
BAA	4.49%	2.92%



Working Towards Closing

- The Bond Counsel and Municipal Advisor are taking charge of those final items
- WFX is helping to offer ideas and guidance - go between with staff, consultants and TWDB

What's Next?

- Find other low-cost opportunities



- Creating a coastal bend water collaborative



