

RICARDO WATER SUPPLY CORPORATION

2302 E. SAGE RD.

KINGSVILLE, TEXAS 78363

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

TO: Ricardo Water Supply Corporation Board of Directors
FROM: Baldemar Garcia, President
DATE: June 5, 2026
SUBJECT: Ricardo Water Supply Corporation Meeting Notice and Agenda

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

Thursday, June 11, 2026

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. Review of proposed audit for Fiscal Year 2025. (Attachment 1)
4. **Resolution 26-03.** Resolution accepting the Fiscal Year 2025 audit prepared by John Womack & Co., P.C. of Kingsville. (Attachment 2)
5. Approval of Minutes. (Attachment 3)
6. Treasurer's Report/Payment of Bills. (Attachment 4)
7. Water Supply and Development Contract with Pedro Lopez, Jr., Developer, for the 4L Acres Subdivision. (Attachment 5)
8. **Resolution 26-04.** Resolution authorizing the Ricardo Water Supply Corporation President to enter into a Water Supply and Development Contract with Pedro Lopez, Jr., Developer, for the 4L Subdivision. (Attachment 6)
9. Update RWSC Master Plan and TWDB Funding. (Attachment 7)

10. General Manager's Report.

11. 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

This meeting notice was posted on
RWSC's website, www.ricardowsc.com, and
on indoor and outdoor bulletin boards at
RWSC's administrative offices,
2302 East Sage Road, Kingsville, Texas at
400 am, on June 9, 2014.
Francis De Leon
Assistant Secretary

ATTACHMENT 1

FY 2025 Audit

Memo

To: Ricardo Water Supply Corporation Board of Directors
From: John Marez, General Manager
Date: June 15, 2026
Subject: Acceptance of Fiscal Year 2025 Audit

Background:

The Ricardo Water Supply Corporation (RWSC) is organized under Article 1434a of the Revised Civil Statutes of Texas of 1925. In accordance with generally accepted accounting principles (GAAP) and recommendations from the Texas Commission on Environmental Quality (TCEQ), RWSC conducts an annual financial audit. This process ensures transparency, accountability, and accurate financial reporting to our members, regulators, and stakeholders.

For Fiscal Year 2025, the audit was performed by John Womack & Co., Certified Public Accountants, based in Kingsville, Texas.

Analysis:

The Fiscal Year 2025 Audit has been completed and reviewed by management. The audit process examined RWSC's financial statements, internal controls, and compliance with applicable accounting standards.

Key points from the audit:

- The auditors provided an independent review in accordance with GAAP.
- No material deficits or irregularities were reported.
- The financial statements fairly represent the financial position of RWSC as of the close of Fiscal Year 2025.

Acceptance of this audit is consistent with industry best practices and fulfills recommendations for public water systems.

Staff Recommendation:

Staff recommends the Board formally accept the Fiscal Year 2025 Audit as prepared by John Womack & Company.

Board Action:

Motion to adopt Resolution 26-03, accepting the Fiscal Year 2025 Audit prepared by John Womack & Company.

Summary:

The Fiscal Year 2025 Audit (January 1, 2025 - December 31, 2025) has been completed without findings of concern and meets the standards required for public water systems. Acceptance of the audit by Board resolution ensures compliance with GAAP and TCEQ best practices, while maintaining RWSC's commitment to financial integrity and transparency.

RICARDO WATER SUPPLY CORPORATION

ANNUAL FINANCIAL REPORT

FOR THE YEAR ENDED DECEMBER 31, 2025 AND 2024

RICARDO WATER SUPPLY CORPORATION

Ricardo Water Supply Corporation
 Annual Financial Report
 for the Years Ended December 31, 2025 and 2024

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RICARDO WATER SUPPLY CORPORATION

Financial Section

RICARDO WATER SUPPLY CORPORATION

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

JOHN L. WOMACK, CPA
MARGARET KELLY, CPA

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INDEPENDENT AUDITOR'S REPORT

Board of Directors
Ricardo Water Supply Corporation
2302 E. Sage Road
Kingsville, Texas 78363

Opinion

We have audited the accompanying financial statements of Ricardo Water Supply Corporation (a nonprofit organization), which comprise the statement of net position as of December 31, 2025 and 2024, and the related statements of activities and cash flows for the years then ended, and the related notes to the financial statements.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Ricardo Water Supply Corporation as of December 31, 2025 and 2024, and the changes in net position and cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinion

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the Ricardo Water Supply Corporation and to meet our other ethical responsibilities in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Other Matters

Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The accompanying supplemental information as listed in the table of contents is presented for purposes of additional analysis rather than to present the results of operations of the Ricardo Water Supply Corporation, and are not a required part of the financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the 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. In our opinion, the information is fairly stated, in all material respects, in relation to the financial statements as a whole.



PRIVATE COMPANIES PRACTICE SECTION, AICPA DIVISION FOR CPA FIRMS

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America, and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about Ricardo Water Supply Corporation's ability to continue as a going concern within one year after the date of the financial statements are available to be issued.

Auditors' Responsibilities for the Audit of the Financial Statements

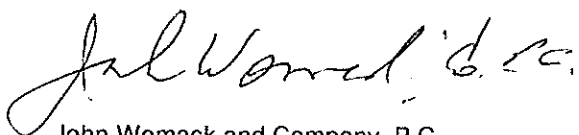
Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards will always detect a material misstatement when it exists. 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, misrepresentations, or the override of internal control. Misstatements, including omissions, are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with generally accepted auditing standards, we:

- Exercise professional judgement and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Ricardo Water Supply Corporation's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgement, there are conditions or events, considered in the aggregate, that raise substantial doubt about the Ricardo Water Supply Corporation's ability to continue as a going concern for a reasonable period of time.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Respectfully submitted,



John Womack and Company, P.C.
Kingsville, Texas
May 6, 2026

Financial Statements

RICARDO WATER SUPPLY CORPORATION

RICARDO WATER SUPPLY CORPORATIONSTATEMENT OF NET POSITION
DECEMBER 31, 2025 AND 2024**EXHIBIT A-1**

Page 1 of 2

	<u>December 31,</u> <u>2025</u>	<u>December 31,</u> <u>2024</u>
ASSETS		
Current Assets:		
Cash and cash equivalents	\$ 1,335,098	\$ 1,157,785
Accounts receivable - customers	118,781	100,449
Inventory	208,847	172,054
Total Current Assets	<u>1,662,726</u>	<u>1,430,288</u>
Restricted Assets:		
Cash and cash equivalents:		
Membership deposits	137,342	131,654
Reserve account - cash	141,783	135,912
Escrow cash -TWDB funding	4,662,097	--
Total Restricted Assets	<u>4,941,222</u>	<u>267,566</u>
Property and Equipment:		
Utility plant (net) (Note A & C)	<u>4,393,792</u>	<u>4,326,416</u>
TOTAL ASSETS	<u>\$ 10,997,740</u>	<u>\$ 6,024,270</u>

The accompanying notes are an integral part of this statement.

RICARDO WATER SUPPLY CORPORATIONSTATEMENT OF NET POSITION
DECEMBER 31, 2025 AND 2024**EXHIBIT A-1**

Page 2 of 2

	<u>December 31,</u> <u>2025</u>	<u>December 31,</u> <u>2024</u>
LIABILITIES AND DEFERRED INFLOWS OF RESOURCES		
Current Liabilities:		
Accounts payable and accrued expenses	\$ 242,277	\$ 145,163
Texas Commission on Environmental Quality fees payable	<u>5,009</u>	<u>4,930</u>
Total Current Liabilities	<u>247,286</u>	<u>150,093</u>
Restricted Liabilities:		
Due to South Texas Water Authority	187,342	--
Accrued bond interest	26,279	4,654
Current portion of bonds payable	97,202	40,683
Membership deposits	<u>136,124</u>	<u>132,219</u>
Total Restricted Liabilities	<u>446,947</u>	<u>177,556</u>
Long-Term Liabilities:		
Bonds payable, net of current portion	<u>3,208,990</u>	<u>1,861,193</u>
Total Long-Term Liabilities	<u>3,208,990</u>	<u>1,861,193</u>
Deferred Inflows of Resources:		
Deferred Revenue - Principal Forgiveness Funds	<u>3,116,663</u>	<u>--</u>
Total Deferred Inflows of Resources	<u>3,116,663</u>	<u>--</u>
TOTAL LIABILITIES AND DEFERRED INFLOWS OF RESOURCES	<u><u>7,019,886</u></u>	<u><u>2,188,842</u></u>
NET POSITION		
Unrestricted Net Position:		
Contributed capital (Note A)	2,215,860	2,154,828
Unrestricted Net Assets	<u>1,761,994</u>	<u>1,680,600</u>
TOTAL NET POSITION	<u><u>\$ 3,977,854</u></u>	<u><u>\$ 3,835,428</u></u>

The accompanying notes are an integral part of this statement.

RICARDO WATER SUPPLY CORPORATION

STATEMENT OF ACTIVITIES

YEAR ENDED DECEMBER 31, 2025 AND 2024

EXHIBIT A-2

	December 31, 2025	December 31, 2024
OPERATING REVENUES:		
Water sales	\$ 1,109,008	\$ 1,000,369
Other operating income	53,517	54,986
Total Operating Revenues	1,162,525	1,055,355
OPERATING EXPENSES:		
Water service	423,732	377,660
Water samples	15,642	8,693
Meter reading	76,515	74,292
Depreciation and amortization	245,786	238,731
Dues	808	7,032
Insurance	26,646	23,887
Legal and accounting	11,295	8,712
Engineering	3,572	2,881
Other professional services	15,948	6,296
Miscellaneous	3,434	2,878
Postage	13,763	10,164
Administration	82,678	89,859
Telephone	6,475	5,220
Repairs and maintenance	237,098	171,088
Supplies	5,270	4,593
Bad debt expense	316	388
Total Operating Expenses	1,168,978	1,032,374
Net Operating Income	(6,453)	22,981
NON-OPERATING REVENUES (EXPENSES):		
Interest income	87,660	64,468
Intergovernmental revenue - TWDB funding	270,977	--
Interest expense	(117,485)	(67,314)
Bond issuance costs	(153,305)	--
Total Non-operating Revenues (Expenses)	87,847	(2,846)
CHANGE IN NET ASSETS	\$ 81,394	\$ 20,135

	Unrestricted Net Position	Contributed Capital
Balance, December 31, 2023	\$ 1,660,465	\$ 2,022,089
Contributed Capital Additions, 2024	--	132,739
Change in Net Position, 2024	20,135	--
Balance, December 31, 2024	1,680,600	2,154,828
Contributed Capital Additions, 2025	--	61,032
Change in Net Position, 2025	81,394	--
Balance, December 31, 2025	\$ 1,761,994	\$ 2,215,860

The accompanying notes are an integral part of this statement.

RICARDO WATER SUPPLY CORPORATION
STATEMENT OF CASH FLOWS
DECEMBER 31, 2025 AND 2024

EXHIBIT A-3

	December 31 2025	December 31 2024
Cash Flows from Operating Activities:		
Cash Received from Customers	\$ 1,144,193	\$ 1,054,753
Cash Payments to Other Suppliers for Goods and Services	(649,920)	(779,070)
Net Cash Provided (Used) by Operating Activities	494,273	275,683
Cash Flows from Capital and Related Financing Activities:		
Acquisition or Construction of Capital Assets	(313,161)	(101,971)
Principal, Interest, and Issuance Cost Paid	(351,475)	(106,704)
Proceeds from the Issuance of Bonds	1,485,000	--
Proceeds from Principal Forgiveness Funds	3,387,640	
Contributed Capital	61,032	132,739
Net Cash Provided (Used) for Capital & Related Financing Activities	4,269,036	(75,936)
Cash Flows from Investing Activities:		
Interest and Dividends on Investments	87,660	64,468
Net Cash Provided (Used) for Investing Activities	87,660	64,468
Net Increase (Decrease) in Cash and Cash Equivalents	4,850,969	264,215
Cash and Cash Equivalents at Beginning of Year	1,425,351	1,161,136
Cash and Cash Equivalents at End of Year	\$ 6,276,320	\$ 1,425,351
Reconciliation of Operating Income to Net Cash Provided by Operating Activities:		
Operating Income (Loss)	\$ (6,453)	\$ 22,981
Adjustments to Reconcile Operating Income to Net Cash Provided by Operating Activities		
Depreciation	245,786	238,731
Change in Assets and Liabilities:		
Decrease (Increase) in Receivables	(18,332)	(602)
Decrease (Increase) in Inventories	(36,793)	2,737
Increase (Decrease) in Accounts Payable	284,535	7,006
Increase (Decrease) in Accrued Interest Payable	21,625	
Increase (Decrease) in Member Deposits	3,905	4,830
Total Adjustments	500,726	252,702
Net Cash Provided (Used) by Operating Activities	\$ 494,273	\$ 275,683
Cash and cash equivalents	\$ 1,335,098	\$ 1,157,785
Restricted cash	141,783	135,912
Restricted cash - TWDB Escrow	4,662,097	--
Restricted cash - USDA Note	137,342	131,654
	\$ 6,276,320	\$ 1,425,351

The accompanying notes are an integral part of this statement.

RICARDO WATER SUPPLY CORPORATION

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED DECEMBER 31, 2025

A. Nature of Operations and Summary of Significant Accounting Policies

The Ricardo Water Supply Corporation (the Corporation) is a member-owned non-profit corporation incorporated September 18, 1964, pursuant to the provisions of the Texas Revised Annotated, Article 1434A as supplemented by the Texas Non-Profit Corporation Act, Texas Revised Civil Statutes Annotated, Article 1396, for the purpose of furnishing a potable water utility service. Corporation operating policies, rates, tariff, and regulations are formulated and effected by a seven-member board of directors elected by members of the Corporation. All profits arising from the operation of such business shall be paid out annually to persons who have, during the past year, transacted business with the Corporation, in direct proportion to the amount of business transacted. No such dividends shall be paid while any indebtedness of the Corporation remains unpaid, and provided also that the Directors of the Corporation may allocate to a reserve fund such amounts of the annual income as they deem necessary for maintenance, upkeep, operation and replacements, emergency repairs, and for deficiencies in income necessary to meet debt service costs. For financial statement purposes, the accounting records are maintained on the accrual basis of accounting.

Articles of Incorporation

The Articles of Incorporation were adopted on September 18, 1964, which establishes the make-up of the Board of Directors, provides for annual and regular meetings, and other important regulations of the water system.

By-Laws

The Corporation has adopted a set of by-laws which describes the duties of the officers of the Board, provisions for maintaining funds, definition of the fiscal year, and the rights of the membership.

Accounting Policies

(1) Basis of Accounting

The accompanying financial statements have been prepared on the accrual basis of accounting in accordance with generally accepted accounting principles.

(2) Cash and Cash Equivalents

Cash and cash equivalents, in the accompanying balance sheet, includes amounts in demand deposits as well as debt securities with a maturity date of within ninety days of the date of purchase. Management considers investments in public funds investment pools to be cash equivalents due to their high liquidity.

(3) Accounts Receivable

Accounts receivables are stated at the amount management expects to collect from outside balances. Balances that are still outstanding after management has used reasonable collection efforts are written off through a charge to bad debt and a credit to the applicable accounts receivable.

(4) Inventory

Inventory is valued at the lower of cost (first-in, first-out) or market. Inventory consists of expendable supplies held for consumption. The cost is recorded as an expenditure at the time individual inventory items are used.

(5) Memberships/Contributed Capital

Monies paid in as memberships are reflected as membership deposits, since they are refundable when service is terminated. Tap and contributed capital fees, which are collected when each member joins, are recorded at that time as contributed capital, since they are not refundable once service is provided.

RICARDO WATER SUPPLY CORPORATION

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED DECEMBER 31, 2025

(6) Utility Plant

The cost of additions to utility plant and their renewals and betterments are capitalized. The Corporation will capitalize those costs greater than or equal to \$1,000. For financial statement purposes, the Corporation provides for depreciation by use of the straight line method. The rates are intended to distribute the cost of depreciable properties over their estimated useful lives. Maintenance repairs and renewals which neither materially add to the value of property nor appreciably prolong its life are charged to expenses as incurred. Gains or losses on disposition of property and equipment are included in the Statement of Revenues, Expenses, and Changes in Retained Earnings. The cost of capitalized assets are stated at cost or fair market value if contributed. Estimated useful lives are as follows:

Transmission Lines	5 to 40 years
Engineering	40 years
Operating Equipment	20 years
Office Equipment	5 years

Impairment losses related to capital assets are recognized and measured when there has been a significant, unexpected decline in the service utility of capital assets. The events or changes in circumstances which lead to impairment determinations are not considered to be normal or ordinary. The service utility of a capital asset is the usable capacity which, at acquisition, was expected to be used or provide service. Common indicators of impairment include - evidence of physical damage where the level of damage is such that restoration efforts are needed to restore service utility; enactment of laws or approval of regulations as well as changes in environmental factors; technological developments, or other evidence of obsolescence; changes in the manner or duration of use of capital assets; or construction stoppage due to lack of funding. There were no impairment charges during fiscal year 2025 nor during fiscal year 2024.

(7) Estimates

Preparation of the financial statements in conformity with generally accepted accounting principles requires the use of management's estimates.

B. Cash and Cash Equivalents

Cash accounts included in the financial statements are maintained at institutions which are covered by the Federal Deposit Insurance Corporation. The depository bank deposits for safekeeping and trust with the Ricardo Water Supply Corporation's agent bank pledged securities in the amount sufficient to protect its funds on a day-to-day basis. The pledge of securities is waived only to the extent of the depository bank's dollar amount of FDIC insurance. Ricardo Water Supply Corporation's cash deposits at December 31, 2025 and 2024, were entirely covered by FDIC insurance or by collateral held by their agent bank. At December 31, 2025, cash equivalents not included in the above depository contract include \$1,360,544 in Texpool. These funds are highly liquid pooled investments and market value closely approximates cost. Also included at December 31, 2025, were \$4,662,097 in money market funds held in escrow for capital improvements. At December 31, 2024, these amounts included \$1,277,183 in Texpool.

Public funds investment pools in Texas (Pools) are established under the authority of the Interlocal Cooperation Act, Chapter 79 of the Texas Government Code, and are subject to the provisions of the Public Funds Investment Act (the "Act") Chapter 2256 of the Texas Government Code. In addition to other provisions of the Act designed to promote liquidity and safety of principal, the Act requires Pools to : 1) have an advisory board composed of participants in the pool and other persons who do not have a business relationship with the pool and are qualified to advise the pool; 2) maintain a continuous rating of no lower than AAA or AAA-m or an equivalent rating by at least one nationally recognized rating service; and 3) maintain the market value of its underlying investment portfolio within one half of one percent of the value of its shares.

RICARDO WATER SUPPLY CORPORATION

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED DECEMBER 31, 2025

The Corporation's investments in Pools are reported at an amount determined by the fair value per share of the Pool's underlying portfolio, unless the Pool is 2a7-like, in which case they are reported at share value. A 2a7-like Pool is one which is not registered with the Securities and Exchange Commission (SEC) as an investment company, but nevertheless has a policy that it will, and does, operate in a manner consistent with the SEC's Rule 2a7 of the Investment Company Act of 1940.

TexPool

The Corporation has invested approximately 38% of its cash with TexPool. Pursuant to subchapter G of chapter 404 of the Interlocal Cooperation Act (the "Act"), the Comptroller of Public Accounts (the "Comptroller") administers the Texas Local Government Investment Pools (the "TexPool Portfolios") as public funds investment pools through the Texas Safekeeping Trust Company (the "Trust Company"). The Comptroller and the Trust Company have contracted with Federated Investors, Inc. ("Federated"), as administrator and investment manager for the TexPool Portfolios.

The purpose of TexPool is to offer a safe, efficient, and liquid investment alternative to local governments in the State of Texas. As required by the Act, the investment objectives of TexPool in order of priority are 1) preservation and safety of principal, 2) liquidity, and 3) yield. Principal is protected and market and credit risks minimized by investing in a diversified pool of assets of high credit quality. Actual risks are minimized by adequate collateralization and use of delivery versus payment procedures.

Texpool has the following authorized investments -

1. Obligations of the United States, its agencies, or instrumentalities with a maximum final stated maturity limited to 297 days for fixed rate securities and 24 months for variable rate notes.
2. Fully collateralized repurchase agreements or reverse repurchase agreements (i) with defined termination dates, (ii) secured by obligations of the United States, its agencies, or its instrumentalities, including certain mortgage backed securities, (iii) that require purchased securities to be pledged to the investing entity, in the entity's name, and deposited at the time of investment with the investing entity or a third party, and (iv) that are placed through primary government securities dealers, as defined by the Federal Reserve, or a financial institution doing business in the State of Texas.
3. No-load money market mutual fund that (i) is registered with and regulated by the Securities and Exchange Commission, (ii) provides a prospectus and other information required by the Securities Exchange Act of 1934 or the Investment Company Act of 1940, (iii) maintains a dollar-weighted average stated maturity of 90 days or fewer, and (v) includes in its investment objectives the maintenance of a stable net asset value of \$1.00 for each share.
4. TexPool may engage in a securities lending program that complies with the following:
 - a. the value of the securities loaned, including accrued interest, must be fully collateralized by (i) government securities, (ii) irrevocable letters of credit issued by a bank organized under U.S. or state law and continuously rated at least A or its equivalent by at least one NRSRO, or (iii) cash invested in government securities, commercial paper, mutual funds, or investment pools authorized by the Act;
 - b. the loan must be terminable at any time;
 - c. the loan terms must require that the collateral be pledged to the investing entity, held in its name, and deposited with the investing entity or a third party selected and approved by the investing entity;
 - d. the loan must be placed through primary dealers or financial institutions doing business in the State; and
 - e. the loan agreement must have a term of one year or less.

RICARDO WATER SUPPLY CORPORATION

NOTES TO THE FINANCIAL STATEMENTS YEAR ENDED DECEMBER 31, 2025

As required by section 2256.009 of the Act, TexPool cannot invest in the following:

1. Obligations whose payment represents the coupon payments on the outstanding principal balance of the underlying mortgage-backed security collateral and pays no principal;
2. Obligations whose payment represents the principal stream of cash flow from the underlying mortgage-backed security collateral and bears no interest;
3. Collateralized mortgage obligations that have a stated final maturity date of greater than 10 years; and
4. Collateralized mortgage obligations that the interest rate of which is determined by an index that adjusts opposite to the changes in a market index.

In addition, TexPool will not invest in derivatives, commercial paper, or certificates of deposit. Diversification limitations govern investments and are applied at the date of purchase.

- * Up to 100% of TexPool assets may be invested in government obligations of the United States, its agencies, or instrumentalities. However, no more than 60% of the portfolio may be invested in variable rate notes.
- * Up to 100% of TexPool assets may be invested in repurchase agreements. No more than 25% of TexPool assets may be invested in term repurchase agreements and no more than 5% of TexPool assets may be invested in term repurchase agreements with maturities exceeding 90 days.
- * Up to 15% of the TexPool assets may be invested in approved money market funds. No more than 10% of TexPool assets may be invested in a single mutual fund.

Credit Risk: Credit risk is the possibility that the issuer of a security will fail to make timely payments of interest or principal. In general, the lower the credit quality of a security, the higher the yield, all other factors being equal. To minimize credit risk, TexPool's investment policy allows the portfolio's investment manager, Federated, to only invest in obligations of the U.S. Government, its agencies, and instrumentalities; repurchase agreements; no-load AAA money market mutual funds registered with the Securities and Exchange Commission; and securities lending programs.

The credit risk associated with investments in direct obligations of the United States is low. Obligations issued or guaranteed by Federal agencies of government-sponsored enterprises are not direct obligations of the United States and offer more varied credit risk. Because the United States Government is not obligated to provide support to its instrumentalities, TexPool's investment manager will invest in obligations issued by an agency or instrumentality only after analysis that credit risk with respect to the issuer is minimal.

TexPool's investment manager will also invest in repurchase agreements and reverse repurchase agreements which are documented through the use of a Bond Market Association, formerly the Public Securities Association, approved Master Repurchase Agreement and collateralized by obligations of the United States, its agencies, instrumentalities or other obligations on which the principal and interest are unconditionally guaranteed or insured by the United States. Repurchase agreements and reverse repurchase agreement transactions will only be placed with primary government securities dealers or financial institutions doing business in the State of Texas, and proceeds received under reverse repurchase agreements will be reinvested in securities with the same maturity as the term of the reverse agreement.

Market Risk: Market risk is the potential for a decline in market value due to rising interest rates. For example, a bond or other security issued or backed by the United States Government is guaranteed only as to the timely payment of interest and principal; its market price is not guaranteed and will fluctuate in value as interest rates change. In general, the market value of a bond varies inversely with interest rates. If interest rates rise, then market values fall. If interest rates fall, then market values rise. Also, values typically fluctuate more for longer-term securities than for shorter-term securities.

RICARDO WATER SUPPLY CORPORATION

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED DECEMBER 31, 2025

TexPool's portfolio has low market risk due to restrictions on weighted average maturity and maximum maturity of any one investment. TexPool's investment manager will maintain the weighted average maturity of the portfolio at 60 days or less, no fixed rate security will exceed 297 days in maturity, and no variable rate note will exceed 24 months in maturity. Federated is required to maintain a stable \$1.00 net asset value and must take immediate action if the net asset value of the portfolio falls below \$0.995 or rises above \$1.005. These limitations are designed to minimize market risk.

C. Utility Plant in Service

At December 31, 2025 and 2024, Utility Plant in Service is as follows:

	2025	2024
Land	\$ 211,860	\$ 211,860
Distribution lines & equipment	7,527,506	7,485,321
Engineering	431,731	431,731
Furniture & fixtures	60,468	60,468
Construction in Progress	270,977	--
Total Utility Plant in Service	8,502,542	8,189,380
Less: Accumulated depreciation	(4,108,750)	(3,862,964)
Net Utility Plant in Service	\$ 4,393,792	\$ 4,326,416

The Corporation acquires title to water lines in return for agreeing to their maintenance whenever a subdivision enters the Corporation. The cost of these lines are paid by the subdivision to the Corporation as a reimbursement of cost paid by the Corporation. The Corporation then records it as an addition to fixed assets and an increase in contributed capital.

D. Income Taxes

The Corporation has been exempted from federal income taxes as a nonprofit corporation under Section 501(c)(12), and, accordingly, the financial statements do not reflect a provision for income taxes.

The Corporation adopted the provisions of FASB ASC 740-10-25, "Income Taxes - Overall - Recognition", which requires recognition and disclosure of uncertain tax positions in the financial statements and footnotes. Management has analyzed the Corporation's tax positions taken with respect to all applicable income tax issues for open tax years (2021 through 2025), and has concluded that it has appropriate support for any tax positions taken or expected to be taken and, as such, does not have any uncertain tax positions that are material to the financial statements.

E. Long Term Debt

Long-term debt consists of the following:

	Balance 12/31/23	Increases	Decreases	Balance 12/31/24	Current Portion
USDA Promissory Notes	\$ 1,901,876	\$ --	\$ 40,684	\$ 1,861,192	\$ 42,202
Contract Revenue Bonds, Series 2025	--	1,485,000	40,000	1,445,000	55,000
Total Long-term debt	\$ 1,901,876	\$ 1,485,000	\$ 80,684	\$ 3,306,192	\$ 97,202

RICARDO WATER SUPPLY CORPORATION

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED DECEMBER 31, 2025

	2025	2024
\$1,485,000 Taxable Contract Revenue Bonds, Series 2025, for capital improvements, secured by revenue of the Corporation, payable annually over 20 years with principal ranging from \$55,000 to \$105,000 and interest paid semi-annually from 3.39% to 4.32%	\$ 1,445,000	\$ --
\$1,969,000 Promissory Note to USDA for construction of a 12 inch water transmission line and a 150,000 gallon storage tank on CR 2170, payable over 40 years with interest only for the first year at 3.5% and monthly payments of \$7719 thereafter, including interest at 3.5%, projected pay-off date in December, 2052, secured by pledge of revenues of the Corporation	1,615,914	1,651,226
\$299,000 Promissory Note to USDA for construction of a 12 inch water transmission line and a 150,000 gallon storage tank on CR 2170, payable over 40 years with interest only for the first year at 3.5% and monthly payments of \$1173 thereafter, including interest at 3.5%, projected pay-off date in December, 2052, secured by pledge of revenues of the Corporation	245,278	250,650
	3,306,192	1,901,876
Less current portion	(97,202)	(40,683)
	\$ 3,208,990	\$ 1,861,193

The annual requirements to amortize the USDA debt outstanding at December 31, 2025, is as follows:

Year Ending December 31,	Principal	Interest	Principal	Interest	Total
2026	\$ 36,640	\$ 55,997	\$ 5,563	\$ 8,501	\$ 106,701
2027	38,043	54,694	5,760	8,303	106,800
2028	39,293	53,345	5,965	8,098	106,701
2029	40,690	51,947	6,178	7,886	106,701
2030	42,863	50,500	6,397	6,397	106,157
2031-2035	234,262	228,877	35,021	34,126	532,286
2036-2040	283,725	193,487	41,708	27,438	546,358
2041-2045	332,264	128,644	49,672	19,475	530,055
2046-2050	389,436	60,511	59,157	9,990	519,094
2051-2052	178,698	6,588	29,857	4,080	219,223
	\$ 1,615,914	\$ 884,590	\$ 245,278	\$ 134,294	\$ 2,880,076

The annual requirements to amortize the bond debt outstanding at December 31, 2025, is as follows:

Year Ending December 31,	Principal	Interest	Total
2026	\$ 55,000	\$ 57,668	\$ 112,668
2027	55,000	55,764	110,764
2028	55,000	53,840	108,840
2029	60,000	51,920	111,920
2030	60,000	49,772	109,772
2031-2035	345,000	213,002	558,002
2036-2040 2041-2045	415,000	139,357	554,357
	400,000	43,719	443,719
	\$ 1,445,000	\$ 665,042	\$ 2,110,042

RICARDO WATER SUPPLY CORPORATION

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED DECEMBER 31, 2025

F. Management

(1) Certificate of Convenience and Necessity

Certificate of Convenience and Necessity (No. 11889) was awarded to the Ricardo Water Supply Corporation by the Texas Utility Commission of Texas as requested in Docket No. 6237 on September 12, 1985.

(2) Management Contract

On January 28, 1991, the Corporation entered into a management contract with the South Texas Water Authority for management and operations of its system. The contract provides for insurance and bonding, reporting, and management's procedures and responsibilities.

(3) Accounting and Billing

During the 1991 year, the billing and accounting functions were outsourced to the South Texas Water Authority in order to help expedite these duties. This has allowed for more timely and consistent data to be available.

The Corporation remits funds to the South Texas Water Authority for the performance of various services including administration, water purchases, repairs and maintenance costs. For the twelve month periods ended December 31, 2025 and 2024, amounts paid to the South Texas Water Authority for these services totaled \$733,937 and \$712,203, respectively, in the following categories:

	2025	2024
Administration	\$ 130,474	\$ 140,408
Operation	116,431	114,808
Water purchases	423,732	377,661
Repairs and maintenance	63,300	79,225
Total	\$ 733,937	\$ 712,102

G. Concentration of Risk

All customers of Ricardo Water Supply Corporation are located in Kleberg County, Texas. At December 31, 2025 and 2024, there were 1,183 and 1,124 customers on line, respectively, none of which individually represent a significant portion of revenue or receivables.

The South Texas Water Authority provided 100% of all water obtained by Ricardo Water Supply Corporation for sale to its customers via a 12 inch transmission line that was placed in service December 12, 2013. The Corporation's water purchase contract with South Texas Water Authority was approved in August, 2015, effective on that date for twenty years.

H. Contracted Discount on Water Sales

A major customer of the Corporation has a fifty-cent per 1,000 gallon discount contract, in exchange for a contributed capital contribution to the Corporation made in 1987 of \$189,000.

The discount is applicable only until such time the original \$189,000 is paid back to the customer or until the customer ceases business operations. There is no financial obligation to the Corporation other than to sell water at a fifty-cent discount. As of December 31, 2025, a future discount of \$97,754 still remains on the contract or 195,508 thousands of gallons of water. In 2025, the customer used 148,130 gallons of water for a total discount of \$74; in 2024 it was 115,280 gallons and \$58 discount.

RICARDO WATER SUPPLY CORPORATION

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED DECEMBER 31, 2025

I. Subsequent Events

Management has reviewed subsequent events and transactions that occurred after the balance sheet date through May 6, 2026, which is the date of the audit report. The financial statements include all Type I events or transactions, including estimates, required to be recognized in accordance with generally accepted accounting principles. Management and those charged with governance have determined that there are no non-recognized Type II subsequent events that require additional disclosure.

J. Budgets

A budget is prepared using the accrual basis of accounting. The budget is approved by the Board of Directors, and used as a management tool and as a basis in determining the price of water charged to member users of the Corporation.

Supplemental Information

RICARDO WATER SUPPLY CORPORATION

RICARDO WATER SUPPLY CORPORATION
EXHIBIT B-1

STATEMENT OF ACTIVITIES - BUDGET (GAAP BASIS) AND ACTUAL
FOR THE YEAR ENDED DECEMBER 31, 2025, WITH COMPARATIVE
ACTUAL AMOUNTS FOR THE YEAR ENDED DECEMBER 31, 2024

	2025		Variance Favorable (Unfavorable)	2024
	Budget	Actual		Actual
OPERATING REVENUES:				
<i>Water sales</i>	\$ 1,100,000	\$ 1,109,008	\$ 9,008	\$ 1,000,369
<i>Other operating income</i>	58,000	53,517	(4,483)	54,986
Total Operating Revenues	1,158,000	1,162,525	4,525	1,055,355
OPERATING EXPENSES:				
<i>Water service</i>	465,000	423,732	41,268	377,660
<i>Water samples</i>	18,000	15,642	2,358	8,693
<i>Meter reading</i>	85,000	76,515	8,485	74,292
<i>Depreciation and amortization</i>	240,000	245,786	(5,786)	238,731
<i>Dues</i>	8,500	808	7,692	7,032
<i>Insurance</i>	27,250	26,646	604	23,887
<i>Legal and accounting</i>	12,800	11,295	1,505	8,712
<i>Engineering</i>	15,000	3,572	11,428	2,881
<i>Other professional services</i>	20,000	15,948	4,052	6,296
<i>Miscellaneous</i>	5,400	3,434	1,966	2,878
<i>Postage</i>	14,500	13,763	737	10,164
<i>Administration</i>	110,000	82,678	27,322	89,859
<i>Telephone</i>	8,250	6,475	1,775	5,220
<i>Repairs and maintenance</i>	245,000	237,098	7,902	171,088
<i>Supplies</i>	6,000	5,270	730	4,593
<i>Bad debt expense</i>	1,500	316	1,184	388
Total Operating Expenses	1,282,200	1,168,978	113,222	1,032,374
Net Operating Income	(124,200)	(6,453)	117,747	22,981
NON-OPERATING REVENUES (EXPENSES):				
<i>Interest income</i>	75,000	87,660	12,660	64,468
<i>Intergovernmental revenue - TWDB funding</i>	--	270,977	270,977	--
<i>Interest expense</i>	(176,544)	(117,485)	59,059	(67,314)
<i>Bond issuance costs</i>	--	(153,305)	(153,305)	--
Total Non-operating Revenues (Expenses)	(101,544)	87,847	189,391	(2,846)
CHANGE IN NET POSITION	(225,744)	81,394	307,138	20,135
Unrestricted Net Position, January 1	1,680,600	1,680,600	--	1,660,465
Unrestricted Net Position, December 31	\$ 1,454,856	\$ 1,761,994	\$ 307,138	\$ 1,680,600

RICARDO WATER SUPPLY CORPORATION

SCHEDULE OF INSURANCE COVERAGE
 FOR THE YEAR ENDED DECEMBER 31, 2025

EXHIBIT B-2

Carrier	Type of Coverage	Amount of Coverage	Policy Period
AIA Insurance AAIC	General Liability Property	\$1,000,000/3,000,000 \$2,857,042	12/1/2025 through 12/1/2026
AIA Insurance	Management Liability	\$1,000,000/3,000,000	12/1/2025 through 12/1/2026
Carlisle Ins. Western Surety	Surety Bond Secretary/Treasurer Position	\$25,000	5/15/2025 through 5/15/2026
Carlisle Ins. Traveler's Ins.	Flood Insurance PS#1 - Pump House PS#1 - Warehouse	\$35,000/0 \$100,000/100,000	10/10/2025 through 10/10/2026
AIA Insurance	Flood Insurance PS#2 - CR 2170 PS#3 - CR 2140 Office Fire Hydrants	\$1,150,000	12/1/2025 through 12/1/2026
Carlisle Ins. Western Surety	Employee Dishonesty/Crime General Manager Finance Manager Risk Manager	\$150,000	5/15/2025 through 5/15/2026

RICARDO WATER SUPPLY CORPORATION*SCHEDULE OF WATER PURCHASES AND SALES**LAST TEN FISCAL YEARS*

EXHIBIT B-3

<u>Fiscal Year Ended</u>	<u>Gallons Purchased</u>	<u>Gallons From Wells</u>	<u>Gallons Sold</u>	<u>Gallons Corporation Usage, Losses, Etc.</u>	<u>Purchased Not Sold</u>
12/31/2016	99,875,000	-	76,334,670	23,540,330	23.57%
12/31/2017	100,853,000	-	85,033,590	15,819,410	15.69%
12/31/2018	94,499,000	-	75,779,810	18,719,190	19.81%
12/31/2019	120,137,000	-	90,809,660	29,327,340	24.41%
12/31/2020	109,807,000	-	89,865,460	19,941,540	18.16%
12/31/2021	101,969,000	-	85,858,260	16,110,740	15.80%
12/31/2022	119,757,000	-	90,392,710	29,364,290	24.52%
12/31/2023	123,241,000	-	95,307,780	27,933,220	22.67%
12/31/2024	113,446,247	-	93,901,090	19,545,157	17.23%
12/31/2025	111,373,000	-	93,568,900	17,804,100	15.99%

Standard and Non-Standard Service Availability Charges

The minimum monthly charge for meter water service is as follows:

5/8" meter - \$48.00 with no water

3/4" meter - \$74.74 with no water

1" meter - \$105.66 with no water

2" meter - \$125.13 with no water

2" compound - \$249.62 with no water

Customers on line: 1,173

RICARDO WATER SUPPLY CORPORATION

SCHEDULE OF FIXED ASSETS

FOR THE YEAR ENDED DECEMBER 31, 2025

EXHIBIT B-5

Acct. No.	Class	Life Years	Cost	Sal.	Mtd.	Year Dep.	Net Book Val.
153	Land	N/A	211,860	0	S-L	-	211,860
162	Oper. Equip.	20	2,887	0	S-L	-	-
162	Oper. Equip.	20	1,185	0	S-L	-	-
162	Oper. Equip.	5	379	0	S-L	-	-
162	Oper. Equip.	5	10,367	0	S-L	-	-
162	Oper. Equip.	5	1,204	0	S-L	-	-
162	Oper. Equip.	5	3,485	0	S-L	-	-
162	Oper. Equip.	5	3,220	0	S-L	-	-
162	Oper. Equip.	5	3,220	0	S-L	-	-
162	Oper. Equip.	5	19,530	0	S-L	162	-
162	Oper. Equip.	5	13,295	0	S-L	554	-
162	Oper. Equip.	5	370	0	S-L	-	-
162	Oper. Equip.	5	44,062	0	S-L	-	-
162	Oper. Equip.	5	6,123	0	S-L	-	-
162	Oper. Equip.	5	8,991	0	S-L	-	-
162	Oper. Equip.	5	4,982	0	S-L	-	-
162	Oper. Equip.	5	1,007	0	S-L	-	-
162	Oper. Equip.	5	2,564	0	S-L	-	-

RICARDO WATER SUPPLY CORPORATION

SCHEDULE OF FIXED ASSETS

FOR THE YEAR ENDED DECEMBER 31, 2025

EXHIBIT B-5

(continued)

Acct. No.	Class	Life Years	Cost	Sal.	Mtd.	Year Dep.	Net Book Val.
162	Oper. Equip.	5	8,629	0	S-L	-	-
162	Oper. Equip.	5	18,475	0	S-L	924	8,083
162	Oper. Equip.	5	6,100	0	S-L	176	-
162	Oper. Equip.	5	7,120	0	S-L	178	-
162	Oper. Equip.	5	6,834	0	S-L	683	171
162	Oper. Equip.	5	3,000	0	S-L	300	150
162	Oper. Equip.	10	7,400	0	S-L	740	1,480
162	Oper. Equip.	10	74,450	0	S-L	7,445	18,612
162	Oper. Equip.	10	5,727	0	S-L	573	1,718
162	Oper. Equip.	10	3,001	0	S-L	300	1,051
162	Oper. Equip.	10	12,585	0	S-L	1,259	9,753
162	Oper. Equip.	10	1,040	0	S-L	104	858
160	Office Equip.	5	7,878	0	S-L	-	-
160	Office Equip.	5	267	0	S-L	-	-
160	Office Equip.	5	4,284	0	S-L	-	-
160	Office Equip.	5	541	0	S-L	-	-
160	Office Equip.	5	748	0	S-L	-	-
160	Office Equip.	5	1,543	0	S-L	-	-
160	Office Equip.	5	550	0	S-L	-	-

RICARDO WATER SUPPLY CORPORATION

SCHEDULE OF FIXED ASSETS

FOR THE YEAR ENDED DECEMBER 31, 2025

EXHIBIT B-5
(continued)

Acct. No.	Class	Life Years	Cost	Sal.	Mtd.	Year Dep.	Net Book Val.
160	Office Equip.	5	395	0	S-L	-	-
160	Office Equip.	5	1,249	0	S-L	-	-
160	Office Equip.	5	3,998	0	S-L	-	-
160	Office Equip.	5	2,998	0	S-L	-	-
160	Office Equip.	5	16,840	0	S-L	317	-
160	Office Equip.	5	1,720	0	S-L	-	-
160	Office Equip.	5	678	0	S-L	-	-
160	Office Equip.	5	523	0	S-L	-	-
160	Office Equip.	5	1,575	0	S-L	-	-
160	Office Equip.	5	11,273	0	S-L	-	-
160	Office Equip.	5	300	0	S-L	-	-
160	Office Equip.	5	388	0	S-L	-	-
160	Office Equip.	5	895	0	S-L	-	-
160	Office Equip.	5	1,825	0	S-L	-	-
157	Engineering	40	51,164	0	S-L	1,279	10,233
157	Engineering	40	43,400	0	S-L	1,085	11,569
157	Engineering	40	17,800	0	S-L	-	-
157	Engineering	40	319,367	0	S-L	15,968	134,400

RICARDO WATER SUPPLY CORPORATION

SCHEDULE OF FIXED ASSETS

FOR THE YEAR ENDED DECEMBER 31, 2025

EXHIBIT B-5
(continued)

Acct. No.	Class	Life Years	Cost	Sal.	Mtd.	Year Dep.	Net Book Val.
165	Trans. Lines	20	42,900	0	S-L	-	-
165	Trans. Lines	10	5,673	0	S-L	-	-
165	Trans. Lines	10	5,054	0	S-L	-	-
165	Trans. Lines	20	54,798	0	S-L	1,239	3,096
165	Trans. Lines	20	290,793	0	S-L	6,573	16,431
165	Trans. Lines	20	56,913	0	S-L	1,308	3,921
165	Trans. Lines	40	929,394	0	S-L	23,235	85,625
165	Trans. Lines	5	2,056	0	S-L	-	-
165	Trans. Lines	40	5,265	0	S-L	132	1,054
165	Trans. Lines	20	19,317	0	S-L	-	-
165	Trans. Lines	20	2,983	0	S-L	-	-
165	Trans. Lines	20	4,010	0	S-L	-	-
165	Trans. Lines	20	162,462	0	S-L	-	-
165	Trans. Lines	40	1,522	0	S-L	38	266
165	Trans. Lines	40	212	0	S-L	5	46
165	Trans. Lines	40	18,864	0	S-L	131	702
165	Trans. Lines	40	281,641	0	S-L	7,053	66,702
165	Trans. Lines	40	2,777	0	S-L	69	764

RICARDO WATER SUPPLY CORPORATION

SCHEDULE OF FIXED ASSETS

FOR THE YEAR ENDED DECEMBER 31, 2025

EXHIBIT B-5
(continued)

<u>Acct. No.</u>	<u>Class</u>	<u>Life Years</u>	<u>Cost</u>	<u>Sal.</u>	<u>Mtd.</u>	<u>Year Dep.</u>	<u>Net Book Val.</u>
165	Trans. Lines	20	8,405	0	S-L	-	-
165	Trans. Lines	20	25,267	0	S-L	353	4,095
165	Trans. Lines	20	16,485	0	S-L	-	-
165	Trans. Lines	20	1,437	0	S-L	-	-
165	Trans. Lines	20	12,183	0	S-L	-	-
165	Trans. Lines	20	4,048	0	S-L	-	-
165	Trans. Lines	20	6,805	0	S-L	-	-
165	Trans. Lines	10	6,155	0	S-L	-	-
165	Trans. Lines	10	28,130	0	S-L	-	-
165	Trans. Lines	10	11,676	0	S-L	-	-
165	Trans. Lines	10	28,458	0	S-L	-	-
165	Trans. Lines	10	8,125	0	S-L	-	-
165	Trans. Lines	10	8,881	0	S-L	-	-
165	Trans. Lines	50	429,100	0	S-L	8,582	229,569
165	Trans. Lines	10	12,467	0	S-L	-	-
165	Trans. Lines	50	320,632	0	S-L	6,412	275,617
165	Trans. Lines	10	10,328	0	S-L	-	-
165	Trans. Lines	10	6,485	0	S-L	-	-

RICARDO WATER SUPPLY CORPORATION*SCHEDULE OF FIXED ASSETS**FOR THE YEAR ENDED DECEMBER 31, 2025***EXHIBIT B-5**
(continued)

Acct. No.	Class	Life Years	Cost	Sal.	Mtd.	Year Dep.	Net Book Val.
165	Trans. Lines	10	1,935	0	S-L	-	-
165	Trans. Lines	10	2,461	0	S-L	-	-
165	Trans. Lines	10	7,246	0	S-L	-	-
165	Trans. Lines	10	11,962	0	S-L	-	-
165	Trans. Lines	10	11,284	0	S-L	-	-
165	Trans. Lines	10	2,639	0	S-L	-	-
165	Trans. Lines	10	10,499	0	S-L	-	-
165	Trans. Lines	10	19,151	0	S-L	-	-
165	Trans. Lines	10	5,964	0	S-L	-	-
165	Trans. Lines	10	11,991	0	S-L	-	-
165	Trans. Lines	10	42,420	0	S-L	1,060	25,806
165	Trans. Lines	10	11,478	0	S-L	-	-
165	Trans. Lines	10	18,351	0	S-L	-	-
165	Trans. Lines	10	14,198	0	S-L	-	-
165	Trans. Lines	10	10,115	0	S-L	-	-
165	Trans. Lines	10	2,095,191	0	S-L	52,379	1,475,363
165	Trans. Lines	10	741,961	0	S-L	18,548	522,464
165	Trans. Lines	10	17,062	0	S-L	1,050	-

RICARDO WATER SUPPLY CORPORATION*SCHEDULE OF FIXED ASSETS**FOR THE YEAR ENDED DECEMBER 31, 2025***EXHIBIT B-5**
(continued)

<u>Acct.</u> <u>No.</u>	<u>Class</u>	<u>Life</u> <u>Years</u>	<u>Cost</u>	<u>Sal.</u>	<u>Mtd.</u>	<u>Year</u> <u>Dep.</u>	<u>Net</u> <u>Book Val.</u>
165	Trans. Lines	10	40,500	0	S-L	2,025	21,600
165	Trans. Lines	10	24,600	0	S-L	1,230	13,120
165	Trans. Lines	10	15,077	0	S-L	1,508	407
165	Trans. Lines	10	21,136	0	S-L	2,114	3,258
165	Trans. Lines	10	27,153	0	S-L	1,358	15,500
165	Trans. Lines	10	82,885	0	S-L	4,144	45,587
165	Trans. Lines	10	9,611	0	S-L	961	2,404
165	Trans. Lines	10	3,821	0	S-L	191	2,308
165	Trans. Lines	10	14,929	0	S-L	1,493	3,732
165	Trans. Lines	10	7,536	0	S-L	753	2,261
165	Trans. Lines	10	16,478	0	S-L	1,648	5,578
165	Trans. Lines	10	70,799	0	S-L	7,080	27,140
165	Trans. Lines	10	2,134	0	S-L	213	729
165	Trans. Lines	10	5,532	0	S-L	553	2,259
165	Trans. Lines	10	22,369	0	S-L	2,237	9,814
165	Trans. Lines	40	281,085	0	S-L	7,027	243,606
165	Trans. Lines	10	37,370	0	S-L	2,650	24,499
165	Trans. Lines	10	25,669	0	S-L	2,567	16,737

RICARDO WATER SUPPLY CORPORATION

SCHEDULE OF FIXED ASSETS

FOR THE YEAR ENDED DECEMBER 31, 2025

EXHIBIT B-5
(continued)

<u>Acct. No.</u>	<u>Class</u>	<u>Life Years</u>	<u>Cost</u>	<u>Sal.</u>	<u>Mtd.</u>	<u>Year Dep.</u>	<u>Net Book Val.</u>
165	Trans. Lines	10	10,289	0	S-L	1,029	6,602
165	Trans. Lines	40	415,647	0	S-L	10,390	379,278
165	Trans. Lines	10	13,983	0	S-L	1,398	9,089
165	Trans. Lines	10	27,215	0	S-L	2,722	18,370
165	Trans. Lines	10	23,418	0	S-L	2,342	17,173
165	Trans. Lines	10	6,555	0	S-L	656	5,079
165	Trans. Lines	10	918	0	S-L	92	726
165	Trans. Lines	10	3,906	0	S-L	391	3,288
165	Trans. Lines	10	6,150	0	S-L	265	5,731
165	Trans. Lines	10	4,725	0	S-L	258	4,253
165	Trans. Lines	10	3,102	0	S-L	510	2,464
165	Trans. Lines	10	1,301	0	S-L	260	1,008
165	Trans. Lines	10	51,525	0	S-L	-	51,525
165	Trans. Lines	10	5,920	0	S-L	175	5,746
165	Trans. Lines	10	1,367	0	S-L	103	1,264
165	Trans. Lines	10	8,446	0	S-L	137	8,309
165	Trans. Lines	10	2,250	0	S-L	114	2,136
165	Trans. Lines	10	28,840	0	S-L	9,470	5,265
165	Trans. Lines	10	30,222	0	S-L	10,074	14,743

RICARDO WATER SUPPLY CORPORATION

SCHEDULE OF FIXED ASSETS

FOR THE YEAR ENDED DECEMBER 31, 2025

EXHIBIT B-5
(continued)

<u>Acct. No.</u>	<u>Class</u>	<u>Life Years</u>	<u>Cost</u>	<u>Sal.</u>	<u>Mtd.</u>	<u>Year Dep.</u>	<u>Net Book Val.</u>
165	Trans. Lines	10	24,201	0	S-L	5,434	18,767
175	Const. in Progress	N/A	270,977	0	S-L	-	270,977
			<u>\$ 8,502,541</u>			<u>\$ 245,786</u>	<u>\$ 4,393,791</u>

RICARDO WATER SUPPLY CORPORATION

ATTACHMENT 2

Resolution 26-03

RICARDO WATER SUPPLY CORPORATION

Resolution 26-03

A RESOLUTION ACCEPTING THE FISCAL YEAR 2025 AUDIT PREPARED BY JOHN WOMACK & CO., P.C. OF KINGSVILLE, TEXAS.

WHEREAS, the Ricardo Water Supply Corporation is a functioning Water Supply Corporation organized under Article 1434a of the Revised Civil Statutes of Texas of 1925, and

WHEREAS, an annual audit is part of generally accepted accounting principles and is highly recommended by the Texas Commission on Environmental Quality, and

WHEREAS, the Corporation has received and reviewed the Fiscal Year 2025 Audit.

NOW, THEREFORE, BE IT RESOLVED that the Ricardo Water Supply Corporation accepts the Fiscal Year 2025 audit prepared by John Womack & Co., P.C. of Kingsville, Texas.

Duly adopted this 11th day of June, 2026.

BALDEMAR GARCIA, PRESIDENT

ATTEST:

OLIVER HINOJOSA, SECRETARY/TREASURER

ATTACHMENT 3

Approval of Minutes

RICARDO WATER SUPPLY CORPORATION
Regular Meeting Minutes
April 14, 2026

Board Members Present:

Baldemar Garcia
Oliver Hinojosa
Frank Escobedo
James Fischer
Robert Garza
Eric Painter

Board Members Absent:

Robert Zavala, Jr.

Staff Present:

John Marez
Frances De Leon
Patrick Sendejo
August Patroelj

Guests Present:

Chuck Saverline
Joey Vasquez

1. Call to Order.

Board President Baldemar Garcia called the Regular Meeting of the Ricardo Water Supply Corporation Board of Directors to order at 5:34 p.m. at the STWA Boardroom in Kingsville, Texas. A quorum was present.

2. Citizen comments.

Mr. Garcia opened the floor to citizen comments. No comments were made.

3. Election of officers.

Mr. Escobedo made a motion to re-elect the current slate of officers. Mr. Garza seconded and all voted in favor.

The slate of officers remains as follows:

President – Baldemar Garcia
Vice-President – Robert Garza
Secretary/Treasurer – Oliver Hinojosa

The order of the agenda was changed.

7. Appointment of Director to fill vacancy on the Board until the next Annual Membership Meeting.

Mr. Garcia introduced Mr. Eric Painter who was nominated for the vacant Director position by Mr. Fischer. No other nominations were made. Mr. Escobedo made a motion to appoint Mr.

Painter to the Board of Directors until the next Annual Membership Meeting. Mr. Garza seconded the motion. All voted in favor.

4. Approval of Minutes.

Mr. Escobedo made a motion to approve the minutes of the March 5, 2026 Regular Meeting as presented. Mr. Fischer seconded the motion. All voted in favor.

5. Treasurer's Report/Payment of Bills.

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

Treasurer's Report as of February 28, 2026
Account Activity for General Account for February 1, 2026 to February 28, 2026
Account Activity for Operations Account for February 1, 2026 to February 28, 2026
Account Activity for Debt Service Account for February 1, 2026 to February 28, 2026
TEXPOOL Participant Statement for 02/01/2026 – 02/28/2026 for General Account
TEXPOOL Participant Statement for 02/01/2026 – 02/28/2026 for Membership Deposit Account
TEXPOOL Participant Statement for 02/01/2026 – 02/28/2026 for USDA Reserve Account

The following bills were presented for payment:

STWA Invoice S26-030	\$ 472.44
Standby Pay Reimbursement (October 1, 2026 through December 31, 2025)	
STWA Invoice S26-039	\$29,362.73
February 2026 Water Usage, Water Cost and Handling Charge	
STWA Invoice S26-040	\$25,551.35
February 2026 General and Administration	
STWA Invoice S26-044	\$10,700.80
February 2026 Taps and Repairs	

A motion was made by Mr. Fischer and seconded by Mr. Hinojosa to approve the Treasurer's Reports and payment of the bills. The motion carried.

6. Appointment of Credentials Committee.

Mr. Garza made a motion to appoint Mr. Hinojosa, Mr. Escobedo and Mr. Robert Wagner to the Credentials Committee. Mr. Garza seconded and all voted in favor.

7. Appointment of Director to fill vacancy on the Board until the next Annual Membership Meeting.

This item was discussed earlier in the meeting.

8. Request for commercial meter from existing customer for potential future RV park on his property.

Mr. Garcia stated that he has been in contact with the customer who informed him that he wants to place three mobile homes on the property. There are no stakes or flags marking the area. Mr. Garcia informed the Board that at this time, it does not appear that there is a way to put the needed pads for the mobile homes on the property, and the application for service has not been submitted. He is against this development until the property is cleared up, a proper survey is prepared, and the property owner follows protocol. Mr. Marez added that until an analysis is completed, it is unknown if a commercial meter will be needed or recommended. No action was taken by the Board.

9. RWSC Master Plan and TWDB Funding.

Mr. Marez reported that several meetings between management, legal counsel, bond counsel and engineering have been held to discuss funding options for the projects on RWSC's Master Plan. He stated that the 2024 funding application addressing Ricardo and Nueces WSC projects was approved and ICE Engineering is currently working on project design. Additionally, paperwork has been submitted to the Texas Water Development Board for the 2026 application to address STWA projects. He also stated that staff is working on pursuing HB500 grant funds and he feels STWA stands a strong chance of receiving funds because of the ranking with TWDB and preparation efforts. The projects being considered have been designed, vetted and are ready to build if awarded. The deadline to apply for HB500 funds is May 1, 2026.

10. Authorization to mail out follow-up informational flyer on RWSC Drought Contingency Plan Stage 3 restrictions.

Mr. Garcia stated that he has noticed some lawns with green grass in the area but is aware that some property owners use wells. Mr. Marez stated that Stage 3 drought restrictions continue and requested authorization to mail out another informational flyer on the restrictions as a reminder to customers. The City of Corpus Christi continues to monitor conditions and is considering declaring emergency restrictions in either May, September or November depending on conditions. Notices will continue to be posted on the RWSC website. Mr. Garcia stated that he does not have a problem with mailing out another notice. Mr. Escobedo moved to authorize staff to mail out a follow-up informational flyer to customers regarding Drought Contingency Plan Stage 3 restrictions. Mr. Garza seconded the motion and all voted in favor.

11. Discussion and action on upgrade of waterline on CR 2192 at Thormaehlen Acres.

Mr. Garcia reviewed the information on the cost difference to upgrade a waterline from a 2" to a 3" waterline on CR 2192 at Thormaehlen Acres. The cost for the 2" line will be paid by a property owner requesting service. The upgrade to a 3" waterline is being considered in order to increase the capacity to the area. Mr. Marez pointed out that the road bore cost is not included in the estimate as staff is waiting to receive quotes on the road bore. Mr. Garza commented that he

is in favor of upgrading the line because of future growth. Mr. Garcia noted that CR 2215 is another area to consider and Mr. Painter added that CR 1070 also has several new lots. Mr. Escobedo made a motion to authorize staff to move forward with the upgrade of a 3" waterline with President Garcia's approval of the road bore cost.

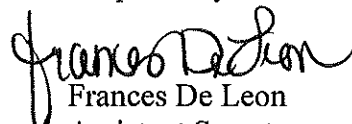
12. General Manager's Report.

Mr. Marez reported that staff has been in contact with Maguire about the maintenance program agreement. Mr. Sendejo noted that signatures are needed on the proposal and Maguire requested more information on the design for the logo. Mr. Marez added that he expects a meeting with area school superintendents and Corpus Christi Water officials to be scheduled soon to discuss water issues. The water contract with Seven Seas has been approved by the STWA and signed by the Board President. Mr. Marez also reported that he has been in discussions with another group on a possible third source of water for STWA and the region.

13. Adjournment.

With no further business to discuss, Mr. Escobedo made a motion to adjourn the meeting at 6:30 p.m. Mr. Garza seconded and the motion carried.

Respectfully submitted,


Frances De Leon
Assistant Secretary

ATTACHMENT 4

Treasurer's Report/Payment of Bills

Ricardo Water Supply Corporation
Treasurer's Report
As of March 31, 2026

General Account - KFNB	\$255,555.42
General Account - TexPool	\$929,044.22
General Account - TexPool Prime	\$135,450.76
Operations Account - KFNB	\$7,711.51
Membership Deposit & Refund Account - Texpool	\$138,594.28
Debt Service Account	\$151.66
Reserve Account	\$143,076.15
Petty Cash	\$50.00
Cash Drawer	\$100.00
TOTAL	<u><u>\$1,609,734.00</u></u>

	1/14/2026	2/14/2026	3/14/2026
	Billing Reg.	Billing Reg.	Billing Reg.
Total Usage (Gal)	6,489,110	6,442,730	6,420,640
Water Sales (\$)	\$90,538.38	\$93,488.78	\$96,001.19
Adjustments	(\$250.77)	(\$1,133.43)	(\$336.93)
Turn on Charge	\$1,320.00	\$960.00	\$2,280.00
Late Charges	\$870.00	\$1,288.00	\$1,178.00
Past Due	\$36,071.89	\$37,550.00	\$37,550.00
Tax	\$491.42	\$503.87	\$517.70
Leak Pay Plan	\$82.50	\$169.43	\$1,038.94
Sewage	\$7,662.80	\$7,244.05	\$7,546.20
Total Receivables	<u><u>\$136,786.22</u></u>	<u><u>\$140,070.70</u></u>	<u><u>\$145,775.10</u></u>
METERS ON LINE	1143	1145	1155

RICARDO WATER SUPPLY

GENERAL

MARCH 2026

DATE	DESCRIPTION	CK NO.	DEPOSIT	DISBURSE.	BALANCE
	BEGINNING BALANCE				\$291,531.40
03-01	ONLINE PAYMENTS	DEP	\$896.51		\$292,427.91
03-02	WATER RECEIPTS	DEP	\$2,437.39		\$294,865.30
03-02	RESENDEZ, J. #42- RESERVICE & DEBT	DEP	\$704.07		\$295,569.37
03-02	PEREZ, R. - DEVELOPER ANALYSIS	DEP	\$600.00		\$296,169.37
03-02	ONLINE PAYMENTS	DEP	\$1,033.23		\$297,202.60
03-03	WATER RECEIPTS	DEP	\$1,716.65		\$298,919.25
03-03	TRANSFER TO OPERATIONS	ACH		\$10,000.00	\$288,919.25
03-03	ONLINE PAYMENTS	DEP	\$1,088.82		\$290,008.07
03-04	WATER RECEIPTS	DEP	\$4,636.85		\$294,644.92
03-04	ZAVALA, R. #1411- 2ND CSI	DEP	\$75.00		\$294,719.92
03-04	STWA- JANUARY WATER	4822		\$32,731.13	\$261,988.79
03-04	STWA- GENERAL ADMIN	4823		\$25,764.72	\$236,224.07
03-04	STWA- GENERAL MAINT.	4824		\$4,453.75	\$231,770.32
03-04	NWSC- STAPLES & TRACTOR SUPPLY	4825		\$289.36	\$231,480.96
03-04	ONLINE PAYMENTS	DEP	\$1,035.24		\$232,516.20
03-05	WATER RECEIPTS	DEP	\$1,332.22		\$233,848.42
03-05	ONLINE PAYMENTS	DEP	\$1,606.92		\$235,455.34
03-06	ONLINE PAYMENTS	DEP	\$3,762.48		\$239,217.82
03-06	CASTANEDA, A.- MEMBERSHIP, CSI	DEP	\$4,519.11		\$243,736.93
03-06	GILLEN, G. #1430- 2ND CSI	DEP	\$75.00		\$243,811.93
03-06	ONLINE PAYMENTS	DEP	\$1,931.65		\$245,743.58
03-07	ONLINE PAYMENTS	DEP	\$1,126.79		\$246,870.37
03-08	ONLINE PAYMENTS	DEP	\$1,859.12		\$248,729.49
03-09	WATER RECEIPTS	DEP	\$3,510.96		\$252,240.45
03-09	FONTENOT, G. #295- RESERVICE	DEP	\$761.47		\$253,001.92
03-09	ONLINE PAYMENTS	DEP	\$3,043.86		\$256,045.78
03-10	WATER RECEIPTS	DEP	\$3,762.09		\$259,807.87
03-10	URI	ACH	\$319.00		\$260,126.87
03-10	HYDRO PRO SOLUTIONS, LLC	4826		\$6,751.90	\$253,374.97
03-10	ONLINE PAYMENTS	DEP	\$3,886.68		\$257,261.65
03-11	WATER RECEIPTS	DEP	\$1,646.05		\$258,907.70
03-11	ONLINE PAYMENTS	DEP	\$1,732.13		\$260,639.83
03-12	WATER RECEIPTS	DEP	\$317.75		\$260,957.58
03-12	ONLINE PAYMENTS	DEP	\$2,209.63		\$263,167.21
03-13	WATER RECEIPTS	DEP	\$420.99		\$263,588.20
03-13	ANAYA, C. #1446- MEMBERSHIP	DEP	\$3,353.08		\$266,941.28
03-13	GOMEZ, F. #745- MEMBERSHIP	DEP	\$200.00		\$267,141.28
03-13	ONLINE PAYMENTS	DEP	\$3,019.18		\$270,160.46
03-14	ONLINE PAYMENTS	DEP	\$1,290.72		\$271,451.18
03-15	ONLINE PAYMENTS	DEP	\$1,159.31		\$272,610.49

03-16	WATER RECEIPTS	DEP	\$1,213.09		\$273,823.58
03-16	ALANIZ, A. #1424- MEMBERSHIP	DEP	\$200.00		\$274,023.58
03-16	POSTMASTER	4827		\$2,000.00	\$272,023.58
03-16	ONLINE PAYMENTS	DEP	\$2,106.84		\$274,130.42
03-17	WATER RECEIPTS	DEP	\$445.93		\$274,576.35
03-17	WALKER PARTNERS	4828		\$2,290.00	\$272,286.35
03-17	ONLINE PAYMENTS	DEP	\$747.86		\$273,034.21
03-18	WATER RECEIPTS	DEP	\$366.00		\$273,400.21
03-18	FONTENOT, G. #295- 2ND CSI	DEP	\$75.00		\$273,475.21
03-18	OLIVAREZ, L. #1204- RESERVICE	DEP	\$980.90		\$274,456.11
03-18	ONLINE PAYMENTS	DEP	\$1,306.84		\$275,762.95
03-19	WATER RECEIPTS	DEP	\$1,464.42		\$277,227.37
03-19	RAZO, B. #141- MEMBERSHIP	DEP	\$200.00		\$277,427.37
03-19	BR SITE PROS LLC- WH DEPOSIT	DEP	\$50.00		\$277,477.37
03-19	ONLINE PAYMENTS	DEP	\$1,362.07		\$278,839.44
03-20	WATER RECEIPTS	DEP	\$2,304.64		\$281,144.08
03-20	RWSC BANK DRAFTS	ACH	\$22,700.54		\$303,844.62
03-20	RWSC BANK DRAFT	ACH	\$48.24		\$303,892.86
03-20	ONLINE PAYMENTS	DEP	\$1,982.78		\$305,875.64
03-21	ONLINE PAYMENTS	DEP	\$515.52		\$306,391.16
03-22	ONLINE PAYMENTS	DEP	\$675.94		\$307,067.10
03-23	WATER RECEIPTS	DEP	\$1,696.58		\$308,763.68
03-23	ONLINE PAYMENTS	DEP	\$3,772.25		\$312,535.93
03-24	WATER RECEIPTS	DEP	\$1,737.04		\$314,272.97
03-24	LOPEZ, P.- DEVELOPER ANALYSIS	DEP	\$1,600.00		\$315,872.97
03-24	ORTEGON, A. #1448- RESERVICE	DEP	\$900.00		\$316,772.97
03-24	MONTEZ, R. #1449- RESERVICE	DEP	\$900.00		\$317,672.97
03-24	VOID	4829		\$0.00	\$317,672.97
03-24	THERMAL SCIENTIFIC	4830		\$1,523.71	\$316,149.26
03-24	STWA- FEBRUARY WATER	4831		\$29,362.73	\$286,786.53
03-24	STWA- GENERAL ADMIN	4832		\$25,551.35	\$261,235.18
03-24	CORDERO,G. #852- NO ACCT FOUND	ACH		\$93.04	\$261,142.14
03-24	ACH CHARGEBACK	ACH		\$93.29	\$261,048.85
03-24	ONLINE PAYMENTS	DEP	\$1,372.51		\$262,421.36
03-25	WATER RECEIPTS	DEP	\$1,500.09		\$263,921.45
03-25	NUECES ELECTRIC CO	ACH	\$49.28		\$263,970.73
03-25	ONLINE PAYMENTS	DEP	\$474.26		\$264,444.99
03-26	WATER RECEIPTS	DEP	\$301.17		\$264,746.16
03-26	RICARDO WASTEWATER- INV#03152026	4833		\$3,263.53	\$261,482.63
03-26	RICARDO WASTEWATER- INV#02282026	4834		\$2,967.29	\$258,515.34
03-26	RICARDO WASTEWATER- INV#02152026	4835		\$2,994.28	\$255,521.06
03-26	STWA- STAND BY PAY	4836		\$403.62	\$255,117.44
03-26	STWA- TELEPHONE/TECH REIMBURSE	4837		\$1,864.79	\$253,252.65
03-26	ONLINE PAYMENTS	DEP	\$798.42		\$254,051.07
03-27	WATER RECEIPTS	DEP	\$2,170.69		\$256,221.76

03-27	OLIVAREZ, A. #1450- MEMBERSHIP	DEP	\$3,337.50		\$259,559.26
03-27	TEN CATE, A. #1451- MEMBERSHIP	DEP	\$1,520.00		\$261,079.26
03-27	OLIVAREZ, L. #1204- 2ND CSI	DEP	\$75.00		\$261,154.26
03-26	CORDERO,G. #852- BANK DRAFT	ACH	\$93.04		\$261,247.30
03-27	ATUNES, D. #171- DRAFTED IN ERROR	DEB		\$66.90	\$261,180.40
03-27	ONLINE PAYMENTS	DEP	\$1,099.22		\$262,279.62
03-28	ONLINE PAYMENTS	DEP	\$472.38		\$262,752.00
03-29	ONLINE PAYMENTS	DEP	\$132.28		\$262,884.28
03-30	WATER RECEIPTS	DEP	\$1,668.16		\$264,552.44
03-30	ONLINE PAYMENTS	DEP	\$546.53		\$265,098.97
03-31	WATER RECEIPTS	DEP	\$635.62		\$265,734.59
03-31	STWA- HIGH TOUCH, STAPLES, OREILLY'S	4838		\$1,319.98	\$264,414.61
03-31	NUECES WATER SUPPLY CORP.	4839		\$198.44	\$264,216.17
03-31	STWA- GENERAL MAINTENANCE	4840		\$10,700.80	\$253,515.37
03-31	ONLINE PAYMENTS	DEP	\$1,549.73		\$255,065.10
03-31	INTEREST EARNED	DEP	\$490.32		\$255,555.42
			<u>\$128,218.31</u>	<u>\$164,684.61</u>	



Participant Statement

RICARDO WATER SUPPLY CORP
 GENERAL ACCT
 ATTN AUGUST PATROELJ
 2302 E SAGE ROAD
 KINGSVILLE TX 78363-3328

Statement Period 03/01/2026 - 03/31/2026

Page 1 of 2

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

TexPool Update

Stay informed with the latest market perspective from our portfolio managers and strategists by visiting the Insights page of TexPool.com.

TexPool Summary

Pool Name	Beginning Balance	Total Deposits	Total Withdrawals	Total Interest	Current Balance	Average Balance
Texas Local Government Investment Pool	\$935,046.63	\$0.00	\$8,892.00	\$2,889.59	\$929,044.22	\$926,534.68
TexPool Prime	\$135,015.62	\$0.00	\$0.00	\$435.14	\$135,450.76	\$135,029.66
Total Dollar Value	\$1,070,062.25	\$0.00	\$8,892.00	\$3,324.73	\$1,064,494.98	

Portfolio Value

Pool Name	Pool/Account	Market Value (03/01/2026)	Share Price (03/31/2026)	Shares Owned (03/31/2026)	Market Value (03/31/2026)
Texas Local Government Investment Pool	449/1370100001	\$935,046.63	\$1.00	929,044.220	\$929,044.22
TexPool Prime	590/1370100001	\$135,015.62	\$1.00	135,450.760	\$135,450.76
Total Dollar Value		\$1,070,062.25			\$1,064,494.98

Interest Summary

Pool Name	Pool/Account	Month-to-Date Interest	Year-to-Date Interest
Texas Local Government Investment Pool	449/1370100001	\$2,889.59	\$8,480.59
TexPool Prime	590/1370100001	\$435.14	\$1,270.66
Total		\$3,324.73	\$9,751.25



RICARDO WATER SUPPLY CORPORATION
OPERATIONS
2026

DATE DESCRIPTION	CK NO.	DEPOSITS	DISBURSE.	BALANCE
MARCH 2026				\$2,041.16
03-03 TRANSFER FROM GENERAL	ACH	\$10,000.00		\$12,041.16
03-04 WILLATT & FLICKINGER, PLLC- FEBRUARY LEGAL	7096		\$210.75	\$11,830.41
03-04 TEXAS EXCAVATION SAFETY SYSTEM	7097		\$69.00	\$11,761.41
03-16 DSHS CENTRAL LAB	7098		\$578.00	\$11,183.41
03-16 DUKE CONTROLS	7099		\$263.22	\$10,920.19
03-17 CRISTELA AMAYA #745- MEMBERSHIP REFUND	7100		\$100.00	\$10,820.19
03-17 GREG SPIVEY #1424- MEMBERSHIP REFUND	7101		\$155.66	\$10,664.53
03-17 POSTMASTER	7102		\$175.00	\$10,489.53
03-17 STAPLES	7103		\$66.96	\$10,422.57
03-24 CITY OF CORPUS CHRISTI- CENTRAL CASHIER	7104		\$80.00	\$10,342.57
03-24 SCOTT ELECTRIC COMPANY	7105		\$502.43	\$9,840.14
03-24 CNA SURETY DIRECT BILL	7106		\$750.00	\$9,090.14
03-24 FERGUSON ENTERPRISES	7107		\$750.01	\$8,340.13
03-27 INTERCONNECT	ACH		\$65.00	\$8,275.13
03-31 CAN SURETY DIRECT BILL	7108		\$87.50	\$8,187.63
03-31 JOHN WOMACK & CO, P.C.	7109		\$500.00	\$7,687.63
03-31 INTEREST DEPOSIT	DEP	\$23.88		\$7,711.51
		\$0.00	\$4,353.53	



Participant Statement

RICARDO WATER SUPPLY CORP
 MEMBERSHIP DEPOSIT
 ATTN AUGUST PATROELJ
 2302 E SAGE ROAD
 KINGSVILLE TX 78363-3328

Statement Period **03/01/2026 - 03/31/2026**

Page 1 of 2

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

TexPool Update

Stay informed with the latest market perspective from our portfolio managers and strategists by visiting the Insights page of TexPool.com.

TexPool Summary

Pool Name	Beginning Balance	Total Deposits	Total Withdrawals	Total Interest	Current Balance	Average Balance
Texas Local Government Investment Pool	\$138,163.35	\$0.00	\$0.00	\$430.93	\$138,594.28	\$138,177.25
Total Dollar Value	\$138,163.35	\$0.00	\$0.00	\$430.93	\$138,594.28	

Portfolio Value

Pool Name	Pool/Account	Market Value (03/01/2026)	Share Price (03/31/2026)	Shares Owned (03/31/2026)	Market Value (03/31/2026)
Texas Local Government Investment Pool	449/1370100003	\$138,163.35	\$1.00	138,594.280	\$138,594.28
Total Dollar Value		\$138,163.35			\$138,594.28

Interest Summary

Pool Name	Pool/Account	Month-to-Date Interest	Year-to-Date Interest
Texas Local Government Investment Pool	449/1370100003	\$430.93	\$1,252.66
Total		\$430.93	\$1,252.66



RICARDO WATER SUPPLY CORPORATION

DEBT SERVICE

2025

DATE	DESCRIPTION	DEPOSITS	DISBURSE.	BALANCE
MARCH 2026				\$161.66
03-02	WIRE TRANSFER FEE		\$10.00	\$151.66
03-03	DEPOSIT	\$8,892.00		\$9,043.66
03-06	USDA LOAN PAYMENT		\$1,173.00	\$7,870.66
03-06	USDA LOAN PAYMENT		\$7,719.00	\$151.66
		<u>\$8,892.00</u>	<u>\$8,892.00</u>	



Participant Statement

RICARDO WATER SUPPLY CORP
 USDA RESERVE ACCOUNT
 ATTN AUGUST PATROELJ
 2302 E SAGE RD
 KINGSVILLE TX 78363-3328

Statement Period 03/01/2026 - 03/31/2026

Page 1 of 2

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

TexPool Update

Stay informed with the latest market perspective from our portfolio managers and strategists by visiting the Insights page of TexPool.com.

TexPool Summary

Pool Name	Beginning Balance	Total Deposits	Total Withdrawals	Total Interest	Current Balance	Average Balance
Texas Local Government Investment Pool	\$142,631.27	\$0.00	\$0.00	\$444.88	\$143,076.15	\$142,645.62
Total Dollar Value	\$142,631.27	\$0.00	\$0.00	\$444.88	\$143,076.15	

Portfolio Value

Pool Name	Pool/Account	Market Value (03/01/2026)	Share Price (03/31/2026)	Shares Owned (03/31/2026)	Market Value (03/31/2026)
Texas Local Government Investment Pool	449/1370100004	\$142,631.27	\$1.00	143,076.150	\$143,076.15
Total Dollar Value		\$142,631.27			\$143,076.15

Interest Summary

Pool Name	Pool/Account	Month-to-Date Interest	Year-to-Date Interest
Texas Local Government Investment Pool	449/1370100004	\$444.88	\$1,293.24
Total		\$444.88	\$1,293.24



Ricardo Water Supply Corporation**Treasurer's Report****As of April 30, 2026**

General Account - KFNB	\$282,699.12
General Account - TexPool	\$922,926.31
General Account - TexPool Prime	\$135,873.66
Operations Account - KFNB	\$6,692.92
Membership Deposit & Refund Ac TexPool	\$139,011.03
Debt Service Account	\$151.66
Reserve Account	\$143,506.39
Petty Cash	\$50.00
Cash Drawer	\$100.00
TOTAL	<u>\$1,631,011.09</u>

	2/14/2026	3/14/2026	4/13/2026
	Billing Reg.	Billing Reg.	Billing Reg.
Total Usage (Gal)	6,442,730	6,420,640	8,384,450
Water Sales (\$)	\$93,488.78	\$96,001.19	\$108,372.13
Adjustments	(\$1,133.43)	\$65.71	(\$198.14)
Turn on Charge	\$960.00	\$2,280.00	\$600.00
Late Charges	\$1,288.00	\$1,178.00	\$1,015.00
Past Due	\$37,550.00	\$37,550.00	\$34,961.54
Tax	\$503.87	\$517.70	\$581.42
Leak Pay Plan	\$169.43	\$1,038.94	\$0.00
Sewage	\$7,244.05	\$7,546.20	\$7,931.02
Total Receivables	<u>\$140,070.70</u>	<u>\$146,177.74</u>	<u>\$153,262.97</u>
METERS ON LINE	1145	1155	1159

RICARDO WATER SUPPLY CORP.

GENERAL

APRIL 2026

DATE	DESCRIPTION	CK NO.	DEPOSIT	DISBURSE	BALANCE
04-01	BEGINNING BALANCE				\$255,555.42
04-01	WATER RECEIPTS	DEP	\$1,394.17		\$256,949.59
04-01	24 HR SAFETY, LLC	4841		\$1,550.65	\$255,398.94
04-01	ONLINE PAYMENTS	DEP	\$1,709.17		\$257,108.11
04-02	WATER RECEIPTS	DEP	\$3,843.21		\$260,951.32
04-02	ONLINE PAYMENTS	DEP	\$1,423.18		\$262,374.50
04-03	ONLINE PAYMENTS	DEP	\$1,622.63		\$263,997.13
04-04	ONLINE PAYMENTS	DEP	\$764.54		\$264,761.67
04-05	ONLINE PAYMENTS	DEP	\$403.90		\$265,165.57
04-06	ONLINE PAYMENTS	DEP	\$1,637.71		\$266,803.28
04-07	WATER RECEIPTS	DEP	\$6,010.91		\$272,814.19
04-07	ONLINE PAYMENTS	DEP	\$1,746.97		\$274,561.16
04-08	WATER RECEIPTS	DEP	\$2,467.46		\$277,028.62
04-08	GARNOT, G. #1430- 3RD CSI	DEP	\$75.00		\$277,103.62
04-08	ONLINE PAYMENTS	DEP	\$2,834.07		\$279,937.69
04-09	WATER RECEIPTS	DEP	\$2,748.05		\$282,685.74
04-09	TRANSFER FROM TEXPOOL	WIRE	\$8,892.00		\$291,577.74
04-09	TRANSFER TO DEBT SERVICE	WIRE		\$8,892.00	\$282,685.74
04-09	ONLINE PAYMENTS	DEP	\$2,863.56		\$285,549.30
04-10	WATER RECEIPTS	DEP	\$3,320.37		\$288,869.67
04-10	TREVINO, R.- DEVELOPER ANALYSIS	DEP	\$600.00		\$289,469.67
04-10	RICARDO WASTEWATER- INV#031312026	4842		\$3,429.73	\$286,039.94
04-10	ABREU, P. #242- TRANSFER FEE	DEP	\$25.00		\$286,064.94
04-10	ONLINE PAYMENTS	DEP	\$4,913.66		\$290,978.60
04-11	ONLINE PAYMENTS	DEP	\$1,016.94		\$291,995.54
04-12	ONLINE PAYMENTS	DEP	\$565.61		\$292,561.15
04-13	WATER RECEIPTS	DEP	\$1,698.03		\$294,259.18
04-13	SANDOVAL, M.- DEVELOPER ANALYSIS	DEP	\$600.00		\$294,859.18
04-13	ONLINE PAYMENTS	DEP	\$600.76		\$295,459.94
04-14	WATER RECEIPTS	DEP	\$516.90		\$295,976.84
04-14	STEWART & STEVENSON	4843		\$2,469.45	\$293,507.39
04-14	FERGUSON	4844		\$1,452.44	\$292,054.95
04-14	STWA- WATER FOR MARCH	4845		\$36,546.06	\$255,508.89
04-14	STWA- GENERAL MAINTENANCE	4846		\$33,932.46	\$221,576.43
04-14	ONLINE PAYMENTS	DEP	\$585.73		\$222,162.16
04-15	WATER RECEIPTS	DEP	\$178.81		\$222,340.97
04-15	ORTIZ, A.- DEVELOPER ANALYSIS	DEP	\$600.00		\$222,940.97
04-15	ONLINE PAYMENTS	DEP	\$2,228.94		\$225,169.91
04-16	WATER RECEIPTS	DEP	\$418.73		\$225,588.64
04-16	ONLINE PAYMENTS	DEP	\$2,791.46		\$228,380.10
04-17	WATER RECEIPTS	DEP	\$761.13		\$229,141.23
04-17	URI	DEP	\$282.49		\$229,423.72
04-17	ONLINE PAYMENTS	DEP	\$2,016.71		\$231,440.43
04-18	ONLINE PAYMENTS	DEP	\$444.46		\$231,884.89
04-19	ONLINE PAYMENTS	DEP	\$617.94		\$232,502.83

04-20	WATER RECEIPTS	DEP	\$800.43		\$233,303.26
04-20	RWSC BANK DRAFTS	ACH	\$26,080.55		\$259,383.81
04-20	DEMILLE, G. #1412- TRANSFER FEE	DEP	\$25.00		\$259,408.81
04-20	ONLINE PAYMENTS	DEP	\$1,257.01		\$260,665.82
04-21	WATER RECEIPTS	DEP	\$1,074.27		\$261,740.09
04-21	ONLINE PAYMENTS	DEP	\$2,281.60		\$264,021.69
04-22	WATER RECEIPTS	DEP	\$886.48		\$264,908.17
04-22	ONLINE PAYMENTS	DEP	\$1,586.10		\$266,494.27
04-23	WATER RECEIPTS	DEP	\$1,578.96		\$268,073.23
04-23	BECERRA, O. #248- BANK DRAFT	ACH	\$70.25		\$268,143.48
04-23	ACH CHARGEBACK	DEB		\$419.12	\$267,724.36
04-23	ONLINE PAYMENTS	DEP	\$1,374.67		\$269,099.03
04-24	WATER RECEIPTS	DEP	\$1,538.39		\$270,637.42
04-24	HOELSCHER ELECTRIC CO.	4847		\$2,137.00	\$268,500.42
04-24	HOELSCHER ELECTRIC CO.	4848		\$1,448.97	\$267,051.45
04-24	ONLINE PAYMENTS	DEP	\$1,163.48		\$268,214.93
04-25	ONLINE PAYMENTS	DEP	\$641.39		\$268,856.32
04-26	ONLINE PAYMENTS	DEP	\$835.33		\$269,691.65
04-27	WATER RECEIPTS	DEP	\$1,527.34		\$271,218.99
04-27	ONLINE PAYMENTS	DEP	\$1,749.92		\$272,968.91
04-28	WATER RECEIPTS	DEP	\$1,259.12		\$274,228.03
04-28	ONLINE PAYMENTS	DEP	\$1,134.27		\$275,362.30
04-29	WATER RECEIPTS	DEP	\$1,307.09		\$276,669.39
04-29	DAVILA, D. #1140- RESERVICE	DEP	\$727.20		\$277,396.59
04-29	ONLINE PAYMENTS	DEP	\$1,282.57		\$278,679.16
04-30	NUECES ELECTRIC CO	DEP	\$59.12		\$278,738.28
04-30	WATER RECEIPTS	DEP	\$1,587.49		\$280,325.77
04-30	ONLINE PAYMENTS	DEP	\$1,907.40		\$282,233.17
04-30	INTEREST EARNED	DEP	\$465.95		\$282,699.12
			\$118,955.63	\$92,277.88	

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



RECEIVED

MAY 15 2026

Participant Statement

RICARDO WATER SUPPLY CORP
 GENERAL ACCT
 ATTN AUGUST PATROELJ
 2302 E SAGE ROAD
 KINGSVILLE TX 78363-3328

RICARDO WATER SUPPLY
 CORPORATION

Statement Period 04/01/2026 - 04/30/2026

Page 1 of 2

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

TexPool Update

Stay informed with the latest market perspective from our portfolio managers and strategists by visiting the Insights page of TexPool.com.

TexPool Summary

Pool Name	Beginning Balance	Total Deposits	Total Withdrawals	Total Interest	Current Balance	Average Balance
Texas Local Government Investment Pool	\$929,044.22	\$0.00	\$8,892.00	\$2,774.09	\$922,926.31	\$922,615.89
TexPool Prime	\$135,450.76	\$0.00	\$0.00	\$422.90	\$135,873.66	\$135,464.86
Total Dollar Value	\$1,064,494.98	\$0.00	\$8,892.00	\$3,196.99	\$1,058,799.97	

Portfolio Value

Pool Name	Pool/Account	Market Value (04/01/2026)	Share Price (04/30/2026)	Shares Owned (04/30/2026)	Market Value (04/30/2026)
Texas Local Government Investment Pool	449/1370100001	\$929,044.22	\$1.00	922,926.310	\$922,926.31
TexPool Prime	590/1370100001	\$135,450.76	\$1.00	135,873.660	\$135,873.66
Total Dollar Value		\$1,064,494.98			\$1,058,799.97

Interest Summary

Pool Name	Pool/Account	Month-to-Date Interest	Year-to-Date Interest
Texas Local Government Investment Pool	449/1370100001	\$2,774.09	\$11,254.68
TexPool Prime	590/1370100001	\$422.90	\$1,693.56
Total		\$3,196.99	\$12,948.24



RICARDO WATER SUPPLY CORPORATION

OPERATIONS

2026

DATE DESCRIPTION	CK NO.	DEPOSITS	DISBURSE.	BALANCE
APRIL 2026				\$7,711.51
04-01 WILLATT FLICKINGER, PLLC	7110		\$95.25	\$7,616.26
04-10 TEXAS EXCAVATION SAFETY SYSTEM	7111		\$64.40	\$7,551.86
04-10 VOID	7112		\$0.00	\$7,551.86
04-14 DANILO ANTUNES #171- MEMBERSHIP REFUND	7113		\$9.72	\$7,542.14
04-14 POSTMASTER	7114		\$10.00	\$7,532.14
04-24 CITY OF CC- CENTRAL CASHIERS	7115		\$80.00	\$7,452.14
04-22 INTERCONNECT	ACH		\$65.00	\$7,387.14
04-30 CITY OF CC- CENTRAL CASHIERS	7116		\$102.00	\$7,285.14
04-30 ECONOMY PRINTING	7117		\$542.15	\$6,742.99
04-30 STALINE WATERWORKS INC	7118		\$68.58	\$6,674.41
04-30 INTEREST DEPOSIT	DEP	\$18.51		\$6,692.92
		<u>\$18.51</u>	<u>\$1,037.10</u>	

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



Participant Statement

RICARDO WATER SUPPLY CORP
 MEMBERSHIP DEPOSIT
 ATTN AUGUST PATROELJ
 2302 E SAGE ROAD
 KINGSVILLE TX 78363-3328

Statement Period 04/01/2026 - 04/30/2026

Page 1 of 2

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

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	\$138,594.28	\$0.00	\$0.00	\$416.75	\$139,011.03	\$138,608.17
Total Dollar Value	\$138,594.28	\$0.00	\$0.00	\$416.75	\$139,011.03	

Portfolio Value

Pool Name	Pool/Account	Market Value (04/01/2026)	Share Price (04/30/2026)	Shares Owned (04/30/2026)	Market Value (04/30/2026)
Texas Local Government Investment Pool	449/1370100003	\$138,594.28	\$1.00	139,011.030	\$139,011.03
Total Dollar Value		\$138,594.28			\$139,011.03

Interest Summary

Pool Name	Pool/Account	Month-to-Date Interest	Year-to-Date Interest
Texas Local Government Investment Pool	449/1370100003	\$416.75	\$1,669.41
Total		\$416.75	\$1,669.41



RICARDO WATER SUPPLY CORPORATION**DEBT SERVICE**

2025

DATE	DESCRIPTION	DEPOSITS	DISBURSE.	BALANCE
APRIL 2026				\$151.66
04-06	OVERDRAFT FEE		\$35.00	\$116.66
04-06	OVERDRAFT FEE		\$35.00	\$81.66
04-07	REVERSE OVERDRAFT FEE	\$35.00		\$116.66
04-07	REVERSE OVERDRAFT FEE	\$35.00		\$151.66
04-09	TRANSFER FROM GENRAL	\$8,892.00		\$9,043.66
04-07	USDA LOAN PAYMENT		\$1,173.00	\$7,870.66
04-07	USDA LOAN PAYMENT		\$7,719.00	\$151.66
		<u>\$8,892.00</u>	<u>\$8,892.00</u>	



Participant Statement

RICARDO WATER SUPPLY CORP
 USDA RESERVE ACCOUNT
 ATTN AUGUST PATROELJ
 2302 E SAGE RD
 KINGSVILLE TX 78363-3328

Statement Period **04/01/2026 - 04/30/2026**

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	\$143,076.15	\$0.00	\$0.00	\$430.24	\$143,506.39	\$143,090.49
Total Dollar Value	\$143,076.15	\$0.00	\$0.00	\$430.24	\$143,506.39	

Portfolio Value

Pool Name	Pool/Account	Market Value (04/01/2026)	Share Price (04/30/2026)	Shares Owned (04/30/2026)	Market Value (04/30/2026)
Texas Local Government Investment Pool	449/1370100004	\$143,076.15	\$1.00	143,506.390	\$143,506.39
Total Dollar Value		\$143,076.15			\$143,506.39

Interest Summary

Pool Name	Pool/Account	Month-to-Date Interest	Year-to-Date Interest
Texas Local Government Investment Pool	449/1370100004	\$430.24	\$1,723.48
Total		\$430.24	\$1,723.48





SOUTH TEXAS WATER AUTHORITY

2302 E. SAGE RD.

KINGSVILLE, TEXAS 78363

INVOICE

S26 - 057

April 13, 2026

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

Usage

FM 772 Meter			
Current Reading:	4/1/2026	217920	
Previous Reading:	3/1/2026	217920	
Current usage			0
Kingsville Meter			
Current Reading:	4/1/2026	1082740	
Previous Reading:	3/1/2026	1073075	
Current usage			9,665,000
Total Water Usage for Period	3/1/2026	to 4/1/2026	9,665,000
Total Water delivered			9,665,000
Ratio STWA to Total			100%
Contract Year to Date Usage ----- 52,410,000 gallons			

Water Rate (per thousand gallons)

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

Total charges	\$148,374.83	
Total consumption	46,640	
Cost of Water from City of Corpus Christi	\$ 3.181279	

			Amount Due
STWA Handling Charge	9,665,000 g @	\$ 0.600000 =	\$ 5,799.00
Corpus Christi Water Cost	9,665,000 g @	\$ 3.181279 =	\$ 30,747.06
Water Rate for current billing period		\$ 3.781279	

Cost of Water

9,665,000 gallons @ \$3.781279 per thousand gallons \$ 36,546.06

Total Due for Water Usage for period 3/1/2026 to 4/1/2026 **\$ 36,546.06**

Net Water Revenue - STWA	
Handling Charge	\$ 5,799.00
less Pumping Cost	- \$ 1,402.72
= Net Revenue	\$ 4,396.28

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

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

Jose M. Graveley, President
Frances Garcia, Vice-President
Imelda Garza, Secretary-Treasurer
Dr. Tanya Lawhon
Daniel Morales

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



SOUTH TEXAS WATER AUTHORITY

2302 E. SAGE RD.

KINGSVILLE, TEXAS 78363

INVOICE

S26 - 058

April 13, 2026

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

Description		Amount Due	
No. of Connections This Month:		1154	
1154	General Maintenance (per connection) @	\$ 7.00	\$ 8,078.00
1154	Read Meters (per connection) @	\$ 3.00	3,462.00
4	Sample Collection (per sample) @	\$ 60.00	240.00
Billing Services for Month of:			
March, 2026			
217	Final Notice Cards @	\$ 2.00	03/11/26 434.00
1163	Statements @	\$ 3.00	03/13/26 3,489.00
1154	Administration (per connection) @	\$ 8.00	9,232.00
941	Annual Meeting Mailouts @	\$ 7.00	03/13/26 6,587.00
4737	Copies @	\$ 0.10	473.70
	Postage		736.76
4	Developer analysis @	\$ 300.00	Cannon/J Garza 1,200.00
			Gonzalez-Mejia/Perez
TOTAL		\$	33,932.46

Payment Due by
April 30, 2026

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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John Marez, Administrator



SOUTH TEXAS WATER AUTHORITY

2302 E. SAGE RD.

KINGSVILLE, TEXAS 78363

S26-062

April 13, 2026

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

DATE	DESCRIPTION	W.O. #	Invoiced to others	Due to STWA
03/01/26	Weekend readings and residuals.	8392	0.00	225.00
---	***Billed in February***	8393	---	---
03/01/26	After hours work on troubleshooting Pump Station #2. Filled up Ground Storage Tank and opened bypass on FM 772 and CR 1026.	8394	0.00	400.00
03/03/26	Customer requested water to be shut off due to usage going up over the weekend. Closed meter at acct. #1306-Pina, CR 2140.	8395	45.00	45.00
03/02/26	Reservice and customer service inspection at acct. #1235-Moya, CR 2165. Passed inspection.	8396	100.00	250.00
03/03/26	Reservice and customer service inspection at acct. #42-Resendez, CR 1035. Passed inspection.	8397	100.00	250.00
03/03/26	Customer service inspection at acct. #1430-Gillett, CR 2150. Failed inspection.	8398	100.00	100.00
03/03/26	Customer service inspection at acct. #1411-Zavala, CR 2150. Failed inspection.	8399	100.00	100.00
03/04/26	Second customer service inspection at acct. #1411-Zavala, CR 2150. Passed inspection.	8400	75.00	75.00
03/05/26	Customer service inspection at acct. #1431-Sanchez, Victoria Trails. Passed inspection.	8401	100.00	100.00
03/05/26	On 2/16, meter was checked and no usage was found. On 03/05, meter was changed out at acct. #390-Haunschild, CR 1060.	8402	0.00	225.00
03/05/26	After hours work on Route 4 meter readings.	8403	0.00	75.00
---	***VOID***	8404	---	---
03/07/26	After hours work on troubleshooting Pump Station #2 and filling Ground Storage Tank manually.	8405	0.00	550.00
03/08/26	Weekend readings and residuals.	8406	0.00	150.00
03/08/26	After hours work on troubleshooting Pump Station #2 and filling Ground Storage Tank.	8407	0.00	250.00

Jose M. Graveley, President
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 Patsy A. Rodgers
 John Marez, Administrator

03/08/26	After hours work on closing valve to Gound Storage Tank at Pump Station #3.	8408	0.00	42.50
03/10/26	After hours work on troubleshooting Pump Station #2 and opened MOV to fill Ground Storage Tank.	8409	0.00	100.00
03/10/26	Installed meter at acct. #295-Fontenot, Dana St.	8410	0.00	150.00
03/05/26	After hours work on attending board meeting.	8411	0.00	93.90
03/10/26	Customer service inspection at acct. #1428-Acevedo, FM 772. Passed inspection.	8412	100.00	100.00
03/10/26	Customer service inspection at acct. #1430-Gillett, CR 2150. Failed inspection.	8413	75.00	75.00
03/10/26	Meter removal at acct. #435-Lopez, CR 2140.	8414	0.00	90.00
03/15/26	Weekend readings and residuals.	8415	0.00	425.00
03/13/26	Customer service inspection at acct. #295-Fontenot, Dana. Failed inspection.	8416	100.00	100.00
03/17/26	Replaced curb stop to an angle stop to 3/4 pvc at acct. #259-Hernandez, Lonnie Ln.	8417	0.00	170.00
03/17/26	Curb stop was leaking. Replaced curb stop and added splicer at acct. #1424-Alaniz, Melanie Ln.	8418	0.00	127.50
03/18/26	Field verified service line type for lead service line inventory at acct. #906-Ramirez, CR 30.	8419	0.00	35.00
03/18/26	Field verified service line type for lead service line inventory at acct. #1080-Morneo, CR 1030.	8420	0.00	35.00
03/18/26	Field verified service line type for lead service line inventory at acct. #503-Rodriguez, CR 2170.	8421	0.00	35.00
03/19/26	Installed meter and replaced broken meter box at acct. #1204-Olivarez, CR 2163.	8422	0.00	225.00
03/19/26	Customer service inspection at acct. #295-Fontenot, Dana. Passed inspection.	8423	75.00	75.00
03/20/26	Field verified service line type for lead service line inventory at acct. #1056-Graveley, CR 2170.	8424	0.00	35.00
03/20/26	Field verified service line type for lead service line inventory at acct. #545-Davila, CR 2170.	8425	0.00	35.00
03/20/26	Field verified service line type for lead service line inventory at acct. #715-Bohanan, CR 2170.	8426	0.00	35.00
03/20/26	Field verified service line type for lead service line inventory at acct. #1038-Garza, CR 2170.	8427	0.00	35.00
03/20/26	Field verified service line type for lead service line inventory at acct. #492-Garza, CR 2170.	8428	0.00	35.00
03/22/26	Weekend readings and residuals.	8429	0.00	325.00
03/24/26	After hours unlocks - #1341-Alaniz & #91-Olivarez.	8430	280.00	280.00
03/23/26	Reservice at acct. #1449-Montez, FM 772.	8431	0.00	150.00

03/24/26	Installed and locked meter at acct. #1448-Ortegon, CR 2160.	8432	0.00	150.00
03/24/26	After hours work to process lockout fee.	8433	0.00	6.30
03/25/26	Extended flush valve by 25 feet due to meter going backwards at acct. #1404-Montemayor, CR 2150.	8434	0.00	765.00
03/27/26	Relocated meter from old line to newly constructed 2" line at acct. #570-Joseph, CR 2205.	8435	0.00	275.00
03/27/26	Tap and meter set at acct. #1438-Ramirez, CR 2150.	8436	770.00	550.00
03/29/26	Weekend readings and residuals.	8437	0.00	275.00
03/27/26	Second customer service inspection at acct. #1204-Olivarez, CR 2163. Passed inspection.	8438	75.00	75.00
03/26/26	Customer service inspection at acct. #1204-Olivarez, CR 2163. Failed inspection.	8439	100.00	100.00
03/31/26	Dressed area due to road sinkage after meter install at acct. #1390-Negrete, CR 2215.	8440	0.00	200.00
03/31/26	March 2026 Regular Hour Unlocks - #951-Resendez, #1384-Childs, #37-Pina Rivera, #766-Hubert, #538-Alegria, #1426-Vasquez.	8441	720.00	720.00

Total Due STWA **\$ 8,720.20**
Amount Invoiced to Others **\$ 2,915.00**

Payment due by April 30, 2026
 Thank you



SOUTH TEXAS WATER AUTHORITY

2302 E. SAGE RD.

KINGSVILLE, TEXAS 78363

INVOICE

S26 - 077

May 13, 2026

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

Usage

FM 772 Meter			
Current Reading:	5/1/2026	217920	
Previous Reading:	4/1/2026	217920	
Current usage			0
Kingsville Meter			
Current Reading:	5/1/2026	1090154	
Previous Reading:	4/1/2026	1082740	
Current usage			7,414,000
Total Water Usage for Period	4/1/2026	to 5/1/2026	7,414,000
Total Water delivered			7,414,000
Ratio STWA to Total			100%
Contract Year to Date Usage ----- 59,824,000 gallons			

Water Rate (per thousand gallons)

Cost of Water from City of Corpus Christi (Total charges divided by total consumption):	
Total charges	\$132,380.53
Total consumption	41,530
Cost of Water from City of Corpus Christi	\$ 3.187588

			Amount Due
STWA Handling Charge	7,414,000 g @	\$ 0.600000 =	\$ 4,448.40
Corpus Christi Water Cost	7,414,000 g @	\$ 3.187588 =	\$ 23,632.78
Water Rate for current billing period		\$ 3.787588	

Cost of Water

7,414,000 gallons @ \$3.787588 per thousand gallons \$ 28,081.18

Total Due for Water Usage for period 4/1/2026 to 5/1/2026 **\$ 28,081.18**

Net Water Revenue - STWA	
Handling Charge	\$ 4,448.40
less Pumping Cost	- \$ 1,523.44
= Net Revenue	\$ 2,924.96

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

members, please go the Comptroller's Special Purpose District Public Information Database located at <https://sdpdpid.comptroller.texas.gov/> or the Authority's website www.stwa.org

Jose M. Granados, President Joe Morales
 Frances Garcia, Vice-President Angela N. Pena
 Imelda Garza, Secretary-Treasurer Arturo Rodriguez
 Dr. Tanya Lawhon Patsy A. Rodgers
 Daniel Morales John Marez, Administrator



SOUTH TEXAS WATER AUTHORITY

**2302 E. SAGE RD.
KINGSVILLE, TEXAS 78363**

INVOICE

S26 - 078

May 13, 2026

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

Description		Amount Due	
No. of Connections This Month:		1157	
1157	General Maintenance (per connection) @	\$ 7.00	\$ 8,099.00
1157	Read Meters (per connection) @	\$ 3.00	3,471.00
4	Sample Collection (per sample) @	\$ 60.00	240.00
<i>Billing Services for Month of:</i>			
<i>April, 2026</i>			
210	Final Notice Cards @	\$ 2.00	04/13/26 420.00
1166	Statements @	\$ 3.00	04/15/26 3,498.00
1157	Administration (per connection) @	\$ 8.00	9,256.00
2850	Copies @	\$ 0.10	285.00
	Postage		33.20
		TOTAL	\$ 25,302.20

Payment Due by
May 31, 2026

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

Jose M. Graveley, President
Frances Garcia, Vice-President
Imelda Garza, Secretary-Treasurer
Dr. Tanya Lawhon
Daniel Morales

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



SOUTH TEXAS WATER AUTHORITY

2302 E. SAGE RD.

KINGSVILLE, TEXAS 78363

S26-082

May 18, 2026

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

DATE	DESCRIPTION	W.O. #	Invoiced to others	Due to STWA
04/01/26	Repaired leak at CR 1050 North of CR 2170 meter.	8442	0.00	115.00
04/02/26	After hours work on turning on flush valves at CR 2215, CR 2140, Buffalo, and FM 772 Smith for DBP Sampling Preparation.	8443	0.00	57.50
04/02/26	Worked during lunch with Sitex collecting samples.	8444	0.00	25.00
04/03/26	Good Friday holiday readings and residuals.	8445	0.00	200.00
04/05/26	Weekend readings and residuals.	8446	0.00	225.00
04/06/26	Easter Monday holiday readings and residuals.	8447	0.00	133.00
04/07/26	After hours work on line locate at CR 2140 and CR 1020.	8448	0.00	28.75
04/07/26	Customer service inspection at acct. #1448-Ortegon, CR 2160. Passed inspection.	8449	100.00	100.00
04/07/26	Customer reported leak at meter. Replaced curb stop to resolve issue at acct. #928-Guerra, Hillere St.	8450	0.00	297.50
04/09/26	After hours work reading Route #2 meters.	8451	0.00	200.00
04/10/26	Customer service inspection at acct. #1430-Gillett, CR 2150	8452	75.00	75.00
04/10/26	Field verified service line type PVC at acct. #1024-Davila, CR 2170	8453	0.00	35.00
04/10/26	Field verified service line type PVC at acct. #651-Mireles Jr., CR 2170.	8454	0.00	35.00
04/10/26	Field verified service line type PVC at acct. #930-Guzman, CR 1030.	8455	0.00	35.00
04/10/26	After hours work on Route #4 Re-reads.	8456	0.00	100.00
04/12/26	Weekend readings and residuals.	8457	0.00	125.00
04/13/26	Meter removal due to non-payment at acct. #1140-Davila, CR 1044.	8458	120.00	90.00
04/14/26	Tap and meter set at acct. #1440-Villarreal, CR 2150.	8459	770.00	558.39
04/14/26	After hours work on attending Borad meeting.	8460	0.00	93.90
04/15/26	Regular and after hours on repairing meter leak. Changed out curb stop to resolve issue at acct. #567-Hinojosa, CR 2195.	8461	0.00	330.00
04/10/26	After hours work on Route #2 Re-reads.	8462	0.00	175.00
04/16/26	Regular and after hours work on tap and meter set with locked meter at acct. #1442-Nimmons, CR 2180.	8463	770.00	550.00

Jose M. Graveley, President
 Frances Garcia, Vice-President
 Imelda Garza, Secretary-Treasurer
 Dr. Tanya Lawhon
 Daniel Morales

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

04/16/26	Tap and meter set with locked meter at acct. #1441-Godfrey, FM 1118.	8464	770.00	550.00
04/17/26	Customer service inspection at acct. #1440-Villarreal, CR 2150. Passed inspection.	8465	100.00	100.00
04/17/26	Customer service inspection at acct. #1449-Montez, FM 772. Passed inspection.	8466	100.00	100.00
04/19/26	Weekend readings and residuals.	8467	0.00	400.00
04/22/26	Regular and after hours work on changing out meter due to register being broken at acct. #673-URI, FM 1118.	8468	0.00	543.75
04/24/26	Replaced new meter box lid at acct. #87-Torres, CR 2215.	8469	0.00	50.00
04/26/26	Weekend readings and residuals.	8470	0.00	300.00
04/29/26	Tap and meter set at acct. #1444-Royve Builders, LLC., Victoria Trails.	8471	770.00	550.00
04/29/26	Customer service inspection at acct. #1442-Nimmons, CR 2180. Passed inspection.	8472	100.00	100.00
04/30/26	Tap and meter set at acct. #1445-Becerra, FM 2619.	8473	770.00	550.00
04/30/26	Tap and meter set with long service road bore at acct. #1443-Castaneda, CR 2180.	8474	770.00	2,300.00
04/30/26	April 2026 Regular Hour Unlocks - #512-Olivarez, #1012-Zambrano, #1021-Godfrey, #1293-Almeida, #214-Bowyer, #1316-Marquez.	8475	720.00	360.00

Total Due STWA	\$ 9,487.79
Amount Invoiced to Others	\$ 5,935.00

Payment due by May 31, 2026

Thank you!

ATTACHMENT 5

Water Supply and Development Contract – Lopez, 4L Acres

Memorandum

To: Ricardo Water Supply Corporation Board of Directors
From: John Marez, Administrator
Date: June 12, 2026
Re: Water Supply & Developer's Contract – Pedro Lopez, Jr, 4L Acres Subdivision

Background:

Enclosed is a developer's contract between Pedro Lopez Jr and the Ricardo Water Supply Corporation. It is the standard developer's contract drafted by the Corporation's legal counsel. Also enclosed is a copy of the analysis done which calculates the capacity that the subdivision will be utilizing from the Corporation's system. Mr. Lopez has paid the fees to cover the capacity calculation.

The property identified as 4L Acres Subdivision (attached in the metes and bounds) consists of eight (8) proposed water service connections.

The subdivision will be served from Pump Station No. 3 located on County Road 2140. The existing 2-inch distribution line currently serves two (2) customers and will directly serve the additional eight (8) connections proposed within the subdivision. Corporation engineers have reviewed the request and verified that the proposed development does not exceed the approved number of service connections or available capacity for this line.

It is in the Corporation's best interest to enter into this Development Contract. Application attached.

Analysis:

This development will be located on CR 1020. The 2" line will be at full capacity once these 8 (eight) connections are joined with the 2 (two) existing connections on this water line.

Developers creating subdivisions, or any property development, should be deliberate with their planning and follow the Corporation's procedures as required by TCEQ and verified by engineering. This process ensures adequate water capacity is available for the development and protects the integrity of the Corporation's water system.

Engineering review has confirmed that Pump Station No. 3 and the existing 2-inch distribution line have sufficient capacity to serve the proposed subdivision. The addition of eight (8) new connections, combined with the two (2) existing customers currently served by the line, remains within the allowable service limits established by the Corporation's engineers.

Staff Recommendation:

Approve executing the contract with the adoption of Resolution 26-04.

Board Action:

Determine whether to adopt Resolution 26-04. Authorize the Board President or designee to execute a Water Supply and Development Contract.

Summary:

Approval of this contract keeps the RWSC in line with your previous votes for similar Developer contracts. There is an increasing number of accounts within the Ricardo Water Supply Corporation's boundaries (CCN) and there are no signs of a decrease in interest for the foreseeable future.

Engineering has verified that adequate capacity exists within Pump Station No. 3 and the associated 2-inch distribution line to serve the proposed development. Adding new users to RWSC allows the Corporation to grow while meeting the expanding demand for water service throughout the county in a responsible and sustainable manner.

WATER SUPPLY AND DEVELOPMENT CONTRACT

THE STATE OF TEXAS §

COUNTY OF KLEBERG §

THIS CONTRACT, is between the Ricardo Water Supply Corporation, A Texas non-profit corporation, (hereinafter called RWSC) and Pedro Lopez, Jr., (hereinafter called Developer).

WITNESSETH:

WHEREAS, RWSC has a contract with South Texas Water Authority, a governmental agency, conservation and reclamation district and body politic and corporate, to obtain water for supply to areas which lie outside of the jurisdictional limits of the other existing incorporated cities, water districts, or other municipal corporations which lie within the boundaries of South Texas Water Authority; and

WHEREAS, the South Texas Water Authority has an agreement dated October 14, 1980, with the City of Corpus Christi to obtain treated water from the City of Corpus Christi which gives the South Texas Water Authority the capacity to serve customers lying within the established boundaries of the South Texas Water Authority; and

WHEREAS, both RWSC and Developer recognize the terms of this contract are subject to all the terms and conditions of the contract between the City of Corpus Christi and South Texas Water Authority as well as the contract between South Texas Water Authority and RWSC, and incorporate the terms of each of said contracts by reference into the instant contract; and

WHEREAS, Developer desires to obtain a commitment from RWSC to supply water to a subdivision, as hereinafter described, which Developer has platted; and RWSC desires to supply water to such subdivision under the terms and conditions as hereinafter stated.

NOW, THEREFORE, in consideration of the mutual covenants and agreements herein contained, RWSC agrees to supply water under the terms and conditions and for the considerations hereinafter set forth, to-wit:

1. From and after the effective date of this agreement specified in paragraph 5 below, Developer shall have the right to have water supplied to Developer's subdivision by RWSC in Kleberg County, Texas at a point described and depicted in Exhibit A, attached hereto and incorporated herein by reference.
2. Water provided by RWSC shall be exclusively used within the service area described in Exhibit A, referred to above. Developer warrants and certifies that the described area within which said subdivision lies neither wholly nor partially within the jurisdictional area of an existing city, municipal corporation, water improvements district or water control and improvement district which have a prior right to supply water to the subdivision, but are situated completely within the boundaries of South Texas Water Authority and within the area served by RWSC.
3. RWSC makes no guaranty that water will be available at any particular time or place; it being fully understood by both parties hereto that the ability of RWSC to supply water is subject to its contract with South Texas Water Authority which is subject to South Texas Water

Authority's contract with the City of Corpus Christi for the supply of water, all terms of both agreements being herein incorporated by reference, and that this instrument is merely an agreement to allow withdrawal of water from the system operated by RWSC, when and if same is present and available.

4. As a precedent to RWSC having a duty to supply water to Developer's subdivision,

Developer must:

- (a) meet all flood plain, platting and subdivision requirements of the contract between the City of Corpus Christi and South Texas Water Authority and the contract between South Texas Water Authority and RWSC as well as local city, county, state or federal ordinances or laws and by the Federal Grant and Loan Agreements of which South Texas Water Authority and RWSC are subject as shall be specified by RWSC;
- (b) make a deposit sufficient as determined solely by RWSC, to pay for the oversizing of the line(s) and/or increased pumping capacity necessary to service the subdivision as reasonably required when fully developed as platted; such deposit to be made prior to the servicing of said subdivision. Upon Developer having met all requirements, including payment for the increased capacity of the water system as stated hereinabove, RWSC shall have the duty to provide water to the subdivision to the extent of the increased capacity, as needed by the subdivision. If at the end of seven (7) years from the date water service first became available to the subdivision, such increased capacity is not being fully utilized for service of the subdivision, from such

time RWSC, South Texas Water Authority or the respective assigns of either, shall have the right to allocate the use of such excess capacity for other customers.

Developer, during such seven (7) year period shall not be entitled to the exclusive use of such increased capacity unless or until all of the increased capacity is actually required in order to serve the subdivision or development.

- (c) submit for RWSC review and approval, all plans and specifications for water improvements within the development prior to construction. The Developer shall conform with all material and construction specifications of South Texas Water Authority and RWSC for water system improvements within the development prior to construction.
- (d) notify RWSC prior to the beginning of construction of the water distribution system within the subdivision so that RWSC may inspect the work in progress.
- (e) upon completion of construction of the water distribution system within the subdivision, submit as-built drawings and dedicate the water system improvements and an easement twenty feet (20') in width (or ten feet [10'] if the easement is adjacent to a public road or street) conforming to the outlines of the water distribution system as reflected by the said plat and as-built drawings, to RWSC or its assigns after final inspection and approval by an authorized representative of RWSC.

5. This agreement shall not be considered effective or a binding obligation against RWSC until Developer has made all deposits and met all requirements called for by this Agreement.

6. Subject to Developer's duty to pay for the increased capacity of the line as stated hereinabove, RWSC will provide water service to the boundary line of the subdivision. Developer shall be financially responsible for the construction of the water distribution system within the subdivision.
7. RWSC will neither accept the dedication of the water system improvements nor provide water to the subdivision unless at the time of the dedication by Developer, Developer also submits to RWSC on forms supplied by RWSC, an affidavit executed by each contractor and subcontractor who has either supplied materials or labor to Developer for the construction, that contractor or subcontractor has been paid for the work performed, as well as an affidavit by Developer that Developer has paid for all work and materials supplied for the construction of the water system improvements.
8. Developer shall have no right to sell water to purchasers of lots within the subdivision and understands and agrees that each property owner within the subdivision will sign an individual water service contract with RWSC, or its assigns, before water service will be provided to the property owner desiring service.
9. Any expansion of the subdivision beyond the boundaries as shown by the plat attached hereto as Exhibit "B" will require that the Developer enter into a new water supply and development standards contract with RWSC, or its assigns, containing generally the same provisions as the instant contract.

10. RWSC reserves the right to designate the point at which Developer will have the right to tie into the RWSC water system.

11. In further consideration of RWSC's agreement to provide water to the boundary line of the subdivision, Developer warrants and covenants that:

- a. Developer is the owner of record of the land described in the plat attached hereto as Exhibit "B".
- b. The name of the subdivision is 4L Acres.
- c. The entire land contained within the subdivision and for which Developer enters into this Water Supply and Development Contract is described on a subdivision plat attached hereto as Exhibit "B".
- d. The land contained within the subdivision is held by Developer under deed recorded in the Deed Records of the Kleberg County Clerk's office as follows: Volume 1, page 28 and Cabinet 1, Envelope 15, Map Records of Kleberg County Texas.
- e. All taxes which are liens on the land at the date hereof have been paid.
- f. There (are) (are not) any encumbrances or liens against the land. (Specify encumbrances, if any.) Texas Farm Credit, Trustee: Mark A. Miller: 5455 Hwy 77 Robstown, TX 78380

12. Developer will indemnify and save RWSC harmless from any and all claims or demands whatsoever to which RWSC may be subjected by reason of any injury to any person or damage to any property resulting from or in any way connected with any and all actions and activities (or failure to act) of Developer under this contract. Developer shall be solely responsible for obtaining any permits or easements for the use of land owned by others, if necessary for the construction and installation of the water system improvements within the subdivision. However, nothing in this agreement shall be construed as authorizing Developer to obligate RWSC in any manner related to the installation and construction of any equipment, materials or water system improvements either within or without the subdivision. Developer further hereby releases RWSC and agrees to hold it harmless from any and all claims that Developer has or may have against RWSC for any reason whatever resulting from the agreement to use water obtained from RWSC, and RWSC makes no representation as to the quality of such water, other than it shall be potable.

13. No assignment of this agreement in whole or in part for any purpose shall be made or granted by Developer without the prior written consent of RWSC.

14. This contract may be changed or modified only with the written consent of Developer and the governing body of RWSC. Such modification may be requested by either party, but shall not in any event be effective until approved by the Board of Directors of RWSC.

15. This contract shall be subject to all valid rules, regulations and laws applicable hereto, past, or in the future, promulgated by the United States of America, the State of Texas, and any other governing body or agency having lawful jurisdiction, or any authorized representative or agency of them.
16. If RWSC should be prevented, wholly or in part, from fulfilling its obligation to supply water to the boundary of the subdivision, by reason of any act of God, unavoidable accident, acts of enemy, strikes, fires, floods, conservation of water for those with superior and legal rights to such water, governmental restraint or regulation, or other causes of force majeure, or by reason of circumstances reasonable beyond its control, then the obligation of RWSC to deliver water to Developer's subdivision, as hereinabove provided, shall be temporarily suspended during continuation of such force majeure. No damage shall be recoverable by Developer from RWSC by reason of the temporary suspension of delivery of water due to any of the causes above mentioned. If RWSC's obligations shall be affected by any such causes, RWSC shall promptly notify Developer in writing, giving full particulars of such force majeure as soon as possible after the occurrence of the cause or causes relied upon.
17. It is agreed by the parties hereto that this instrument contains in writing all of the agreements between the parties hereto and nothing (except those things required by law) not incorporated herein or by reference shall be binding on the parties.

IN WITNESS WHEREOF, the parties hereto have caused this instrument to be executed in several counterparts, each a copy of which so executed shall be considered as an original by the respective duly authorized representatives, this the 1st day of May, 2026.

Pedro Lopez, Jr.

By: Pedro Lopez Jr.
DEVELOPER

RICARDO WATER SUPPLY CORPORATION

By: _____

Exhibit A

TieRRa

SURVEYING

10302 Hercules Drive Corpus Christi, Texas 78410

george@tierrasurveying.com

Office: (361)739-3804 Cell (361)876-0498

METES AND BOUNDS DESCRIPTION OF 44.277 ACRE TRACT

Being 44.277 acres of land, more or less, being the East ½ of SE/4 of Block 3, King Addition 3 recorded in Volume 1, Page 28 and Cabinet 1, Envelope 15, Map Records of Kleberg County, Texas and being all of the two 22.05 acre tracts conveyed to Benito Cavazos Garza in Volume 230, Page 423 and Volume 485, Page 243, Deed Records of Kleberg County, Texas and this 44.277 tract being more particularly described by metes and bounds as follows:

Beginning at a found PK nail on the centerline of W. County Road 2140 for the southwest corner of this tract and the southeast corner of a Lori Beth Fina 2.67 acre tract and said PK nail being on the south boundary of said Block 3;

Thence N 00 degrees-34"-46" W with the west boundary of this tract and said 22.05 acre tract recorded in Volume 230, Page 423, D.R.K.C.T., the same being the east boundary of said Fina tract, at 30.00 feet pass a found iron rod with cap on the apparent north right of way line of West County Road 2140, at 337.36 feet pass a found iron rod with cap for the common corner of said Fina tract and a 2.84 acre tract recorded in Clerk File #334868. D/R/K.C.T., at 704.95 feet, pass an iron rod with cap for the northeast corner of said 2.84 acre tract and the southeast corner of a 5.51 acre tract, recorded in Clerk File #336561. D/R.K.C.T., in all 2825.15 feet, a set 1/2-inch iron rod for the northwest corner of this tract and the northeast corner of a 5.51 acre tract recorded in Clerk File #331064. D/R/K.C.T. and said corner being on a fence line on the south boundary of a Robert Virgil Wagner 37.25 acre tract and the NE/4 of the aforementioned Block 3, the same being the north boundary of the SE/4 of said Block 3;

Thence N 89 degrees-05'-42" E along an existing barbed wire fence with the north boundary of this tract and said SE/4 of Block 3, at 671.29 feet pass a found 5/8-inch iron rod on the apparent west right of way line of North County Road 1020 for the southeast corner of a Donna Orr 2.50 acre tract recorded in Clerk File #324962, D.R.K.C.T., in all 686.29 feet to a set cotton spindle for the northeast corner of this tract on the east boundary of said Block 3;

ATTACHMENT 6

Resolution 26-04

RICARDO WATER SUPPLY CORPORATION

Resolution 26-04

RESOLUTION AUTHORIZING THE RICARDO WATER SUPPLY CORPORATION PRESIDENT TO ENTER INTO A WATER SUPPLY AND DEVELOPMENT CONTRACT WITH PEDRO LOPEZ, JR., DEVELOPER.

WHEREAS, Pedro Lopez, Jr. has approached the Corporation requesting that water service be provided to 4L Acres Subdivision, and

WHEREAS, Pedro Lopez, Jr. has met Kleberg County subdivision requirements and has paid the pro rata share of the improvements to the Corporation's water system to service the subdivision, and

WHEREAS, it is in the Corporation's best interest to enter into this Development Contract with Pedro Lopez, Jr..

NOW, THEREFORE, BE IT RESOLVED that the Ricardo Water Supply Corporation hereby authorizes the Board President to execute a Water Supply and Development Contract with Pedro Lopez, Jr., on behalf of the Corporation.

Duly adopted this 11th day of June, 2026.

BALDEMAR GARCIA, PRESIDENT

ATTEST:

OLIVER HINOJOSA, SECRETARY/TREASURER

ATTACHMENT 7

RWSC Master Plan/TWDB Funding

Memo

To: Ricardo Water Supply Corporation, Board of Directors
From: John Marez, General Manager
Date: June 12, 2026
Re: **Update on Ricardo Water Supply Corporation (RWSC) Master Plan & Texas Water Development Board (TWDB) Funding**

Background:

The South Texas Water Authority (STWA) and Ricardo Water Supply Corporation (RWSC) have continued implementing strategic infrastructure improvements identified through the RWSC Master Plan. These efforts are focused on addressing long-standing regulatory compliance issues, replacing aging infrastructure, and improving the reliability and resiliency of the water distribution system.

In October 2024, STWA successfully secured funding through the Texas Water Development Board (TWDB) Drinking Water State Revolving Fund (DWSRF) Program. The funding award supports critical infrastructure improvements for pump stations serving both Ricardo Water Supply Corporation and Nueces Water Supply Corporation.

As part of the RWSC Master Plan, improvements are planned for Pump Stations No. 1 (County Road 2160), No. 2 (County Road 2170), and No. 3 (County Road 2140).

Analysis:

The RWSC water system contains infrastructure that, in several locations, is more than forty (40) years old. Over time, aging facilities have contributed to maintenance challenges and increased operational risks. STWA and RWSC have been actively addressing historical TCEQ compliance concerns through a comprehensive capital improvement strategy.

The TWDB-funded project includes improvements to five pump stations, consisting of three RWSC pump stations and two Nueces Water Supply Corporation pump stations. Planned improvements at the RWSC facilities include evaluation and replacement planning for existing Ground Storage Tanks (GSTs), removal of existing generators and associated foundations, removal of aging water tanks and foundations, removal of existing meter assemblies, and installation of new appurtenances including exterior ladders, access hatches, piping improvements, and electrical switches.

International Consulting Engineers (ICE), the Authority's & Corporation's engineering consultant, has advanced the project design to approximately 90 percent completion. Staff is currently coordinating with ICE and Board leadership to finalize design elements, review project priorities, and prepare construction documents necessary to move the project into the bidding and construction phases.

Fiscal Impact:

In October 2024, STWA secured \$7,737,207 through the Texas Water Development Board's Drinking Water State Revolving Fund (DWSRF) Program.

These funds will support improvements to five pump stations, including three facilities within the Ricardo Water Supply Corporation system and two facilities within the Nueces Water Supply Corporation system. The project funding provides a substantial opportunity to address aging infrastructure and deferred capital needs while leveraging state financial assistance to minimize impacts on local ratepayers.

Staff Recommendation:

Staff recommends that the Board of Directors receive this update and continue supporting the advancement of the RWSC Master Plan projects and TWDB-funded pump station improvements. Staff further recommends continuing coordination with International Consulting Engineers (ICE) to finalize project design and prepare the project for construction procurement.

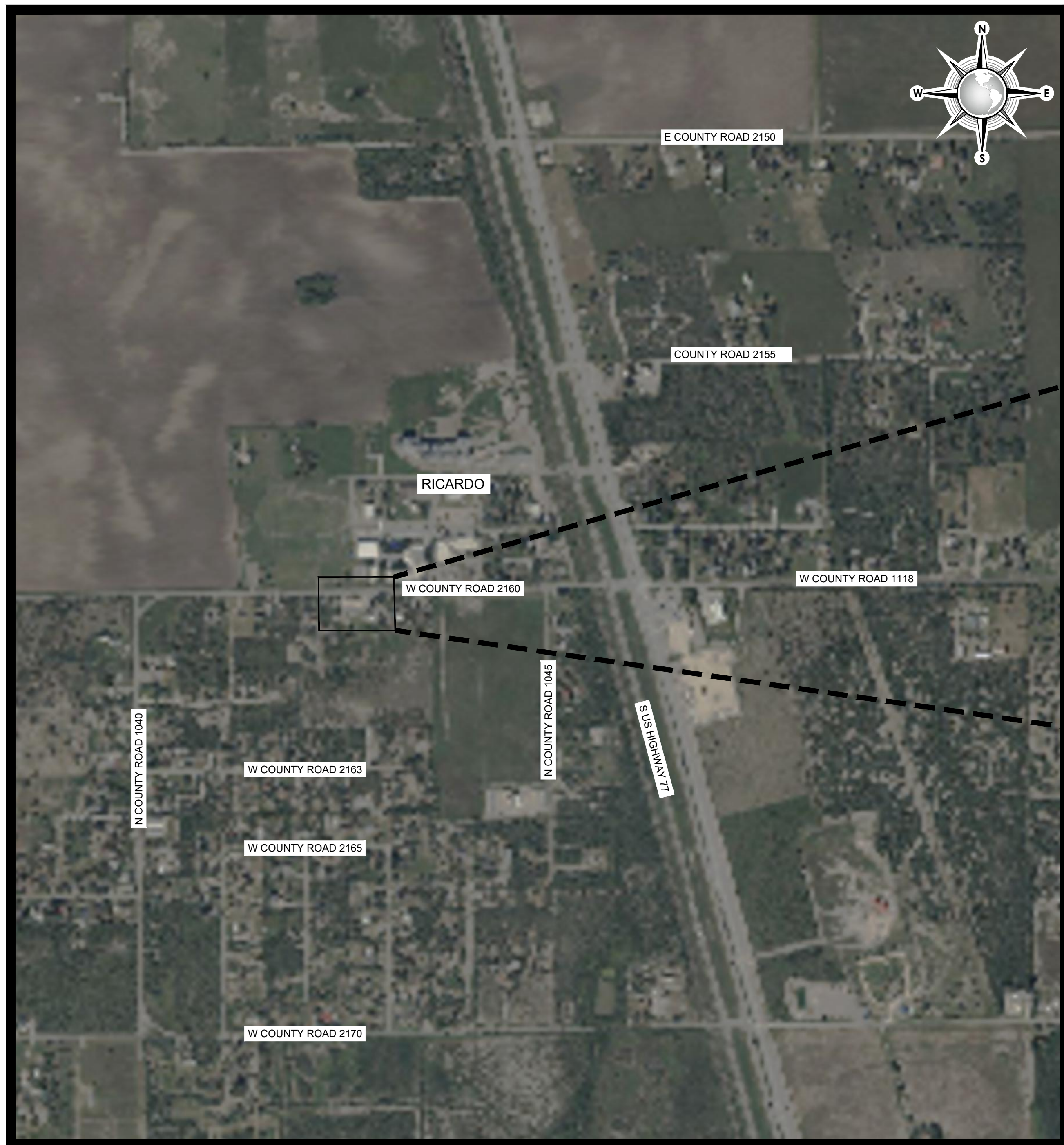
Board Action:

This item is presented for information and discussion. No Board action is required at this time other than to provide staff and engineers further direction on this plan.

Summary:

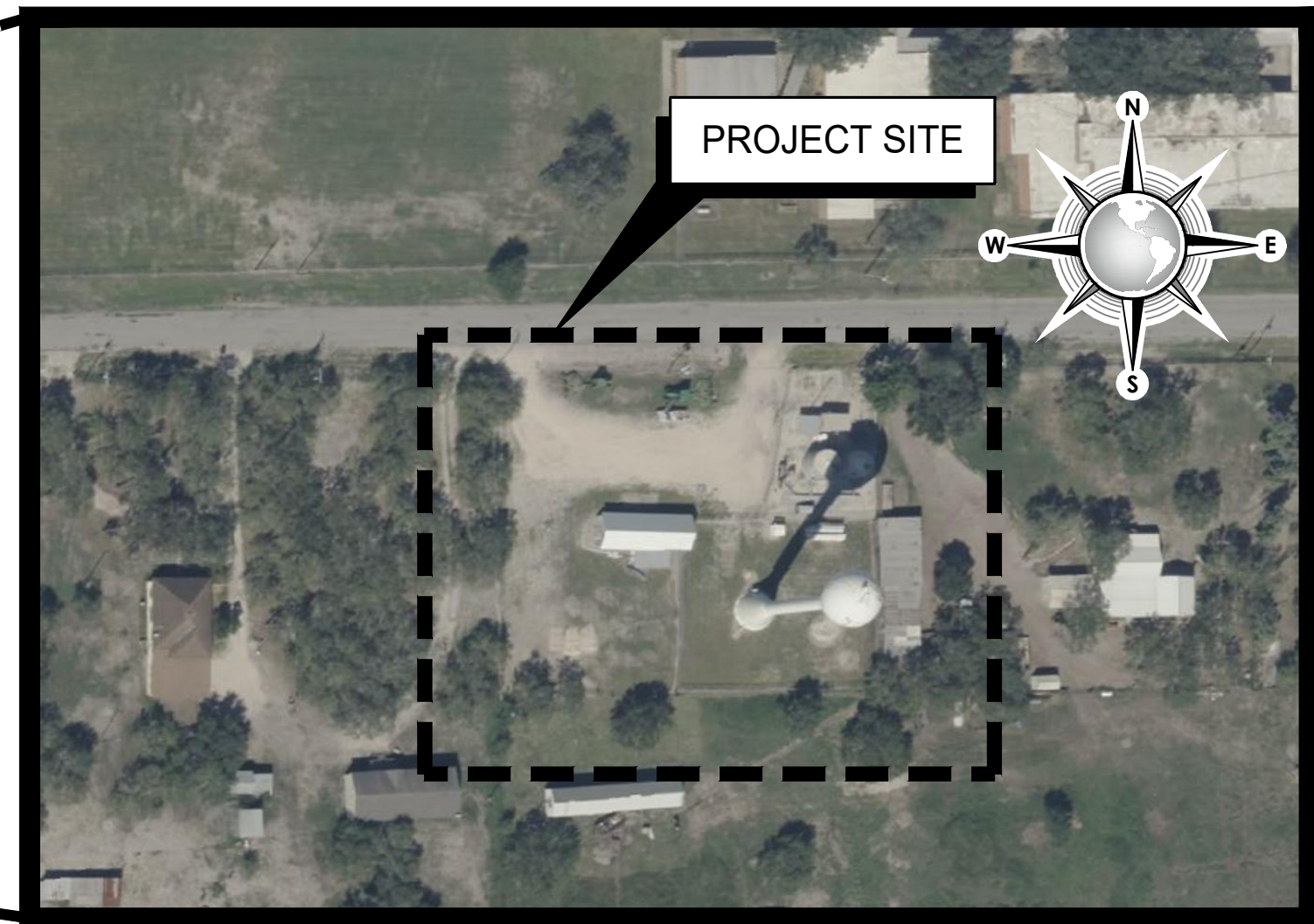
The RWSC continues making significant progress toward implementing critical infrastructure improvements identified through the corporation's Master Plan. Through the successful acquisition of \$7,737,207 in TWDB DWSRF funding, the RWSC in partnership with the STWA is positioned to address aging facilities, improve regulatory compliance, and enhance long-term system reliability. With engineering design approximately 90 percent complete, staff and ICE are working toward finalizing project plans and advancing the project into the construction phase.

SOUTH TEXAS WATER AUTHORITY
RICARDO PUMP STATION 1
 RICARDO WATER SUPPLY CORPORATION
 RICARDO, TEXAS
 (TWDB DWSRF PROJECT NO. 63025)



1
 LOCATION MAP
 SCALE: 1" = 500'

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C4	RICARDO 01 PS DEMOLITION PLAN
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E3	RICARDO 01 PUMP STATION ELECTRICAL ONLINE



2
 VICINITY MAP
 SCALE: 1"=100' FULL SIZE

CONSULTANT'S SHEET
 PROJECT NO. 25712-01

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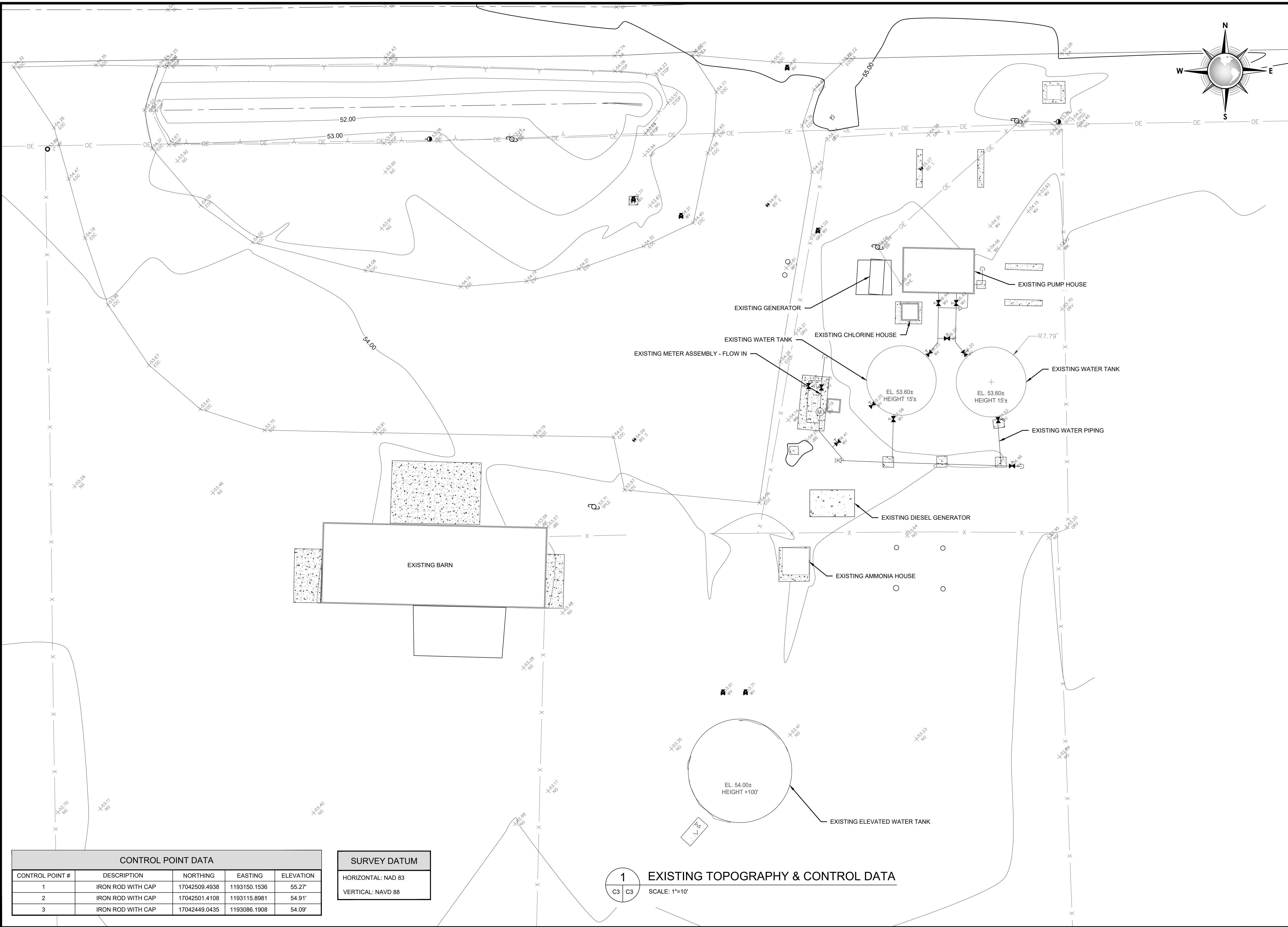
SOUTH TEXAS WATER AUTHORITY
 RICARDO, TEXAS

TITLE SHEET

REVISION NO.	DATE	BY	DESCRIPTION
T1			DRAWING NO.
			T1
			SHEET 1 of 5

FILE NAME: I:\Projects\2025\South Texas Water Authority\Five Pump Rehab\3 - Design Phase\1 - Design\1 - Gwin\Ricardo Station 1\COVER SHEET.dwg LAYOUT NAME: T1 TITLE SHEET PLOTTED: Friday, May 15, 2026 - 2:28pm USER: Chris

FILE NAME: I:\Projects\2025\South Texas Water Authority\Five Pump Rehab\3 - Design\Phase\1 - Design\1 - Existing Topography Plan.dwg LAYOUT NAME: C3 EXISTING TOPOGRAPHY PLAN PLOTTED: Friday, May 15, 2026 - 2:31pm USER: Chris



CONTROL POINT DATA				
CONTROL POINT #	DESCRIPTION	NORTHING	EASTING	ELEVATION
1	IRON ROD WITH CAP	17042509.4938	1193150.1536	55.27'
2	IRON ROD WITH CAP	17042501.4108	1193115.8981	54.91'
3	IRON ROD WITH CAP	17042449.0435	1193086.1908	54.09'

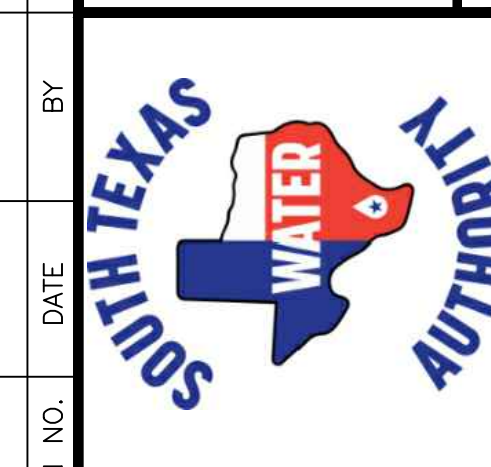
SURVEY DATUM	
HORIZONTAL:	NAD 83
VERTICAL:	NAVD 88

1 EXISTING TOPOGRAPHY & CONTROL DATA
 SCALE: 1"=10'

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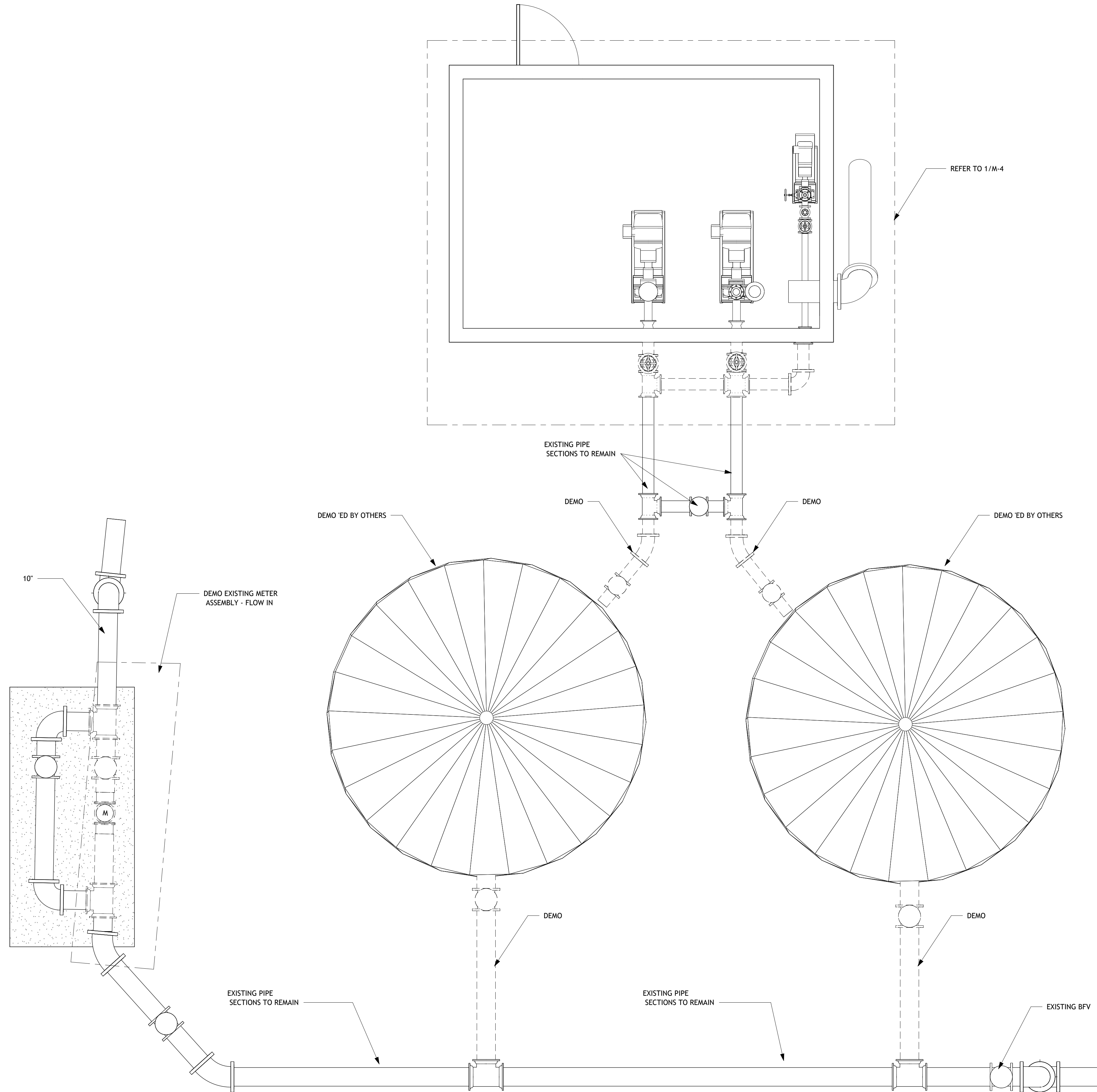
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 RICARDO, TEXAS

RICARDO PS#1 EXISTING TOPOGRAPHY PLAN

REVISION NO. DATE BY DESCRIPTION

DRAWING NO.
C3

SHEET 4 of 5

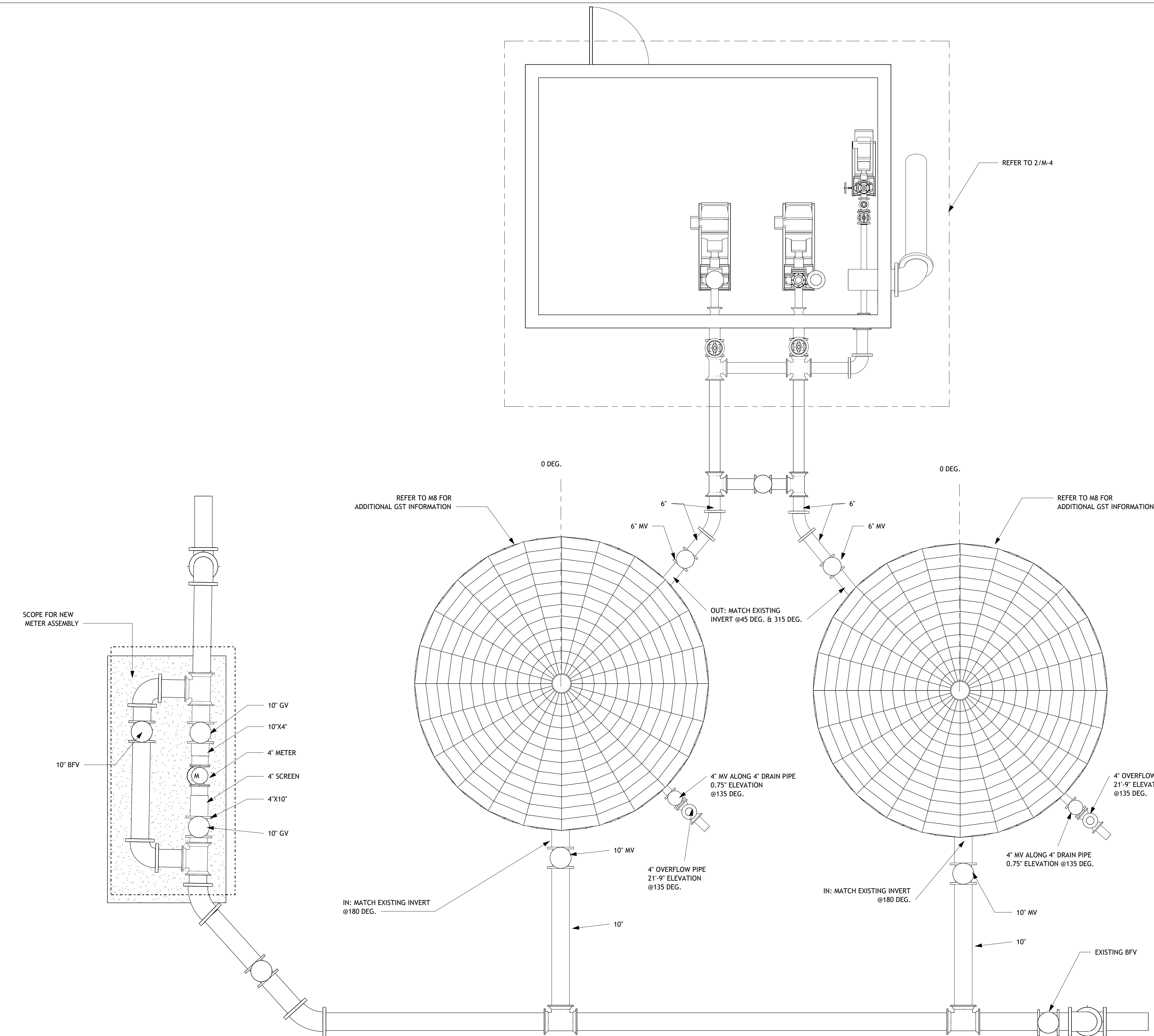


RICARDO PUMP STATION 01 OVERALL
 ① EXISTING/DEMO
 3/8" = 1'-0"

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REVISION NO.		DATE		BY		DESCRIPTION	
SOUTH TEXAS WATER AUTHORITY RICARDO, TEXAS				DRAWING NO. M-2			
SOUTH TEXAS WATER AUTHORITY RICARDO, TEXAS				OVERALL MECHANICAL RICARDO 01PUMP STATION - EXISTING			
CONSULTANT'S SHEET PROJECT NO. 25226				NOT FOR CONSTRUCTION 90% REVIEW ONLY DOCUMENT NOT INTENDED FOR PERMITTING, BIDDING, OR CONSTRUCTION. FERNANDO GALLEGOS TEXAS REG. NO. 109692 04-27-2020			
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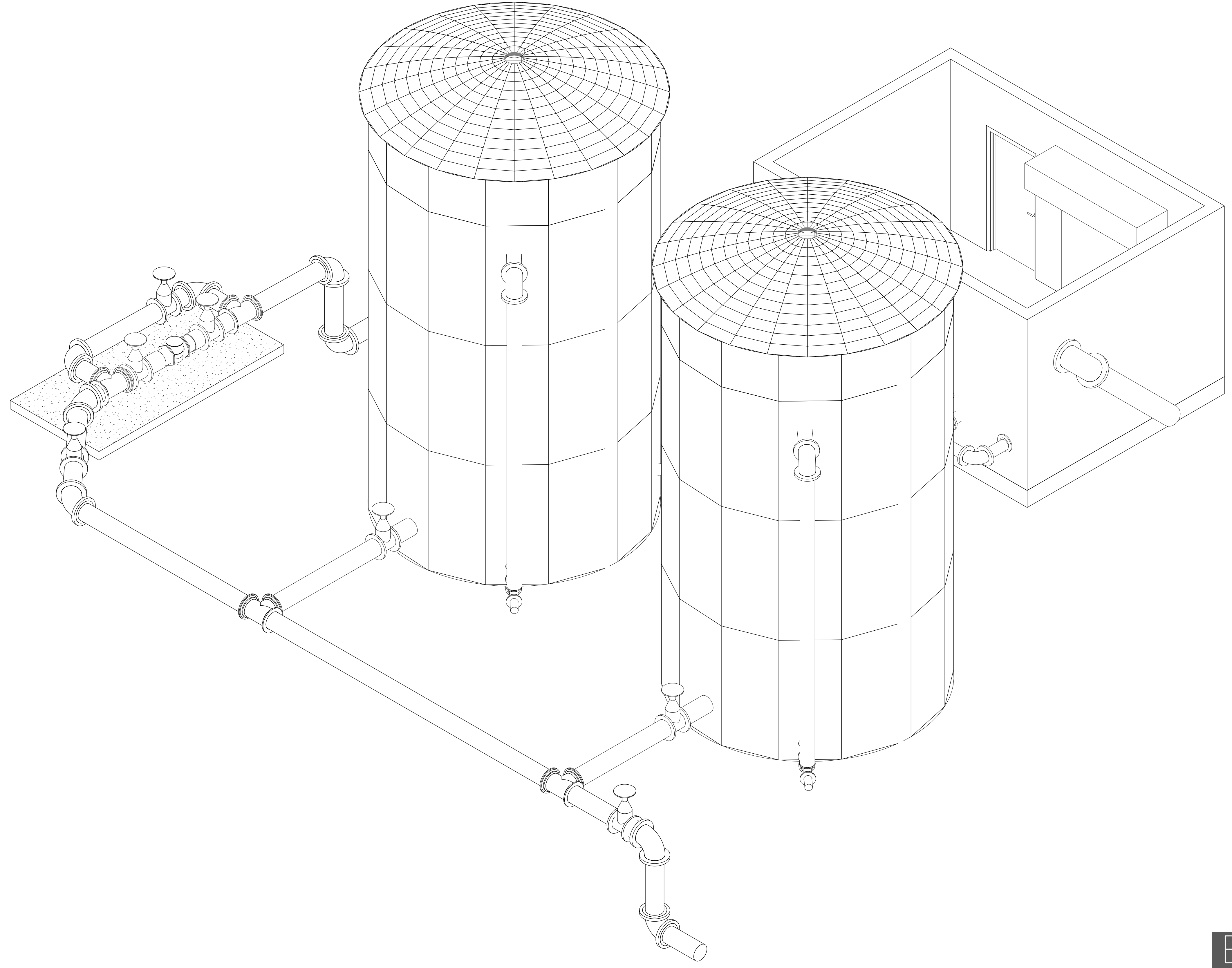


RICARDO PUMP STATION 01 OVERALL
 NEW SOW
 3/8" = 1'-0"

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REVISION NO.	DESCRIPTION
DATE	BY
<p>SOUTH TEXAS WATER AUTHORITY RICARDO, TEXAS</p> <p>OVERALL MECHANICAL RICARDO 01 PUMP STATION - NEW SOW</p>	
REVISION NO.	DESCRIPTION
DATE	BY
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SOUTH TEXAS WATER
 AUTHORITY
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**OVERALL MECHANICAL RICARDO 01 PUMP
 STATION - NEW ISO**

REVISION NO.	DATE	BY	DESCRIPTION

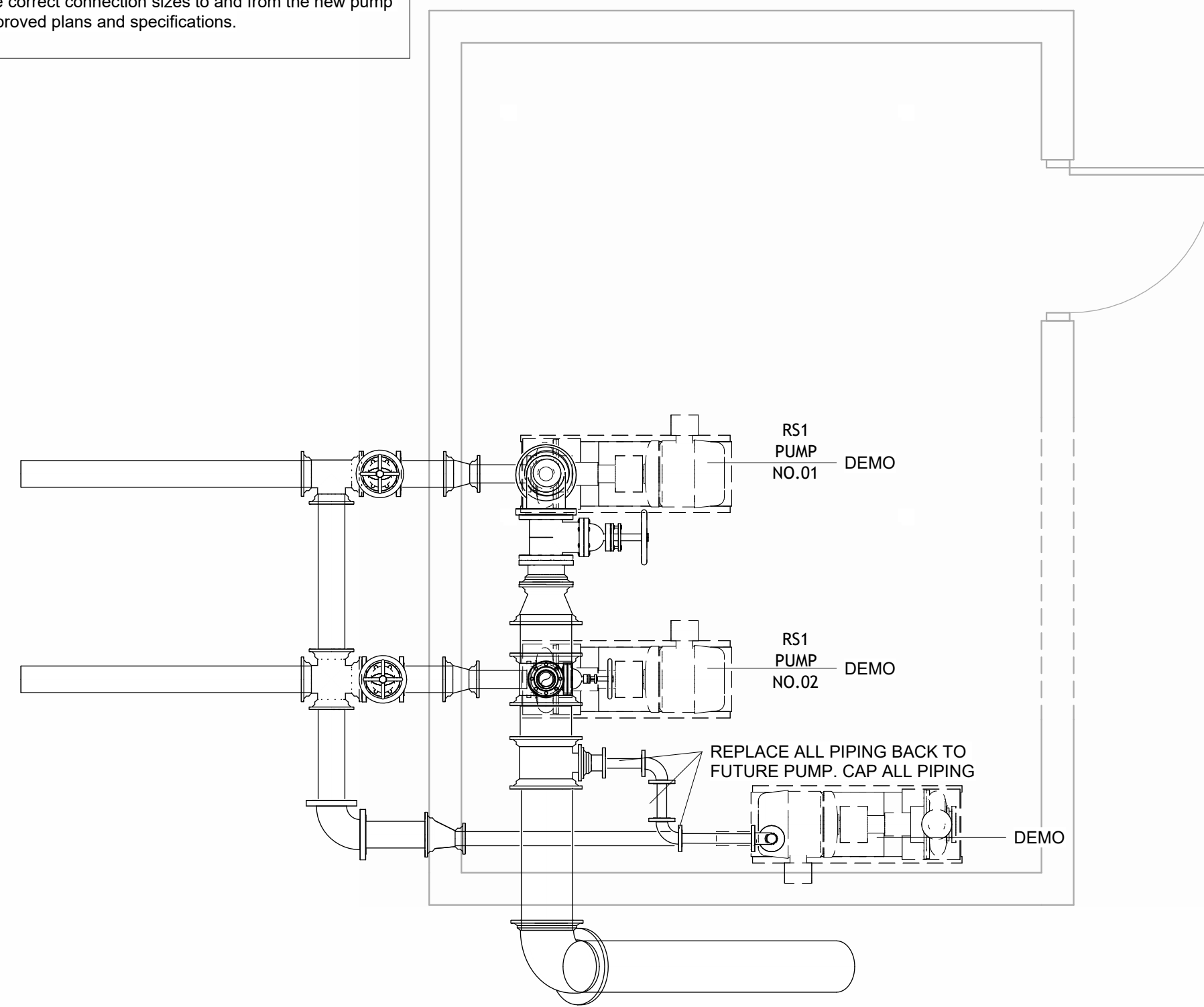
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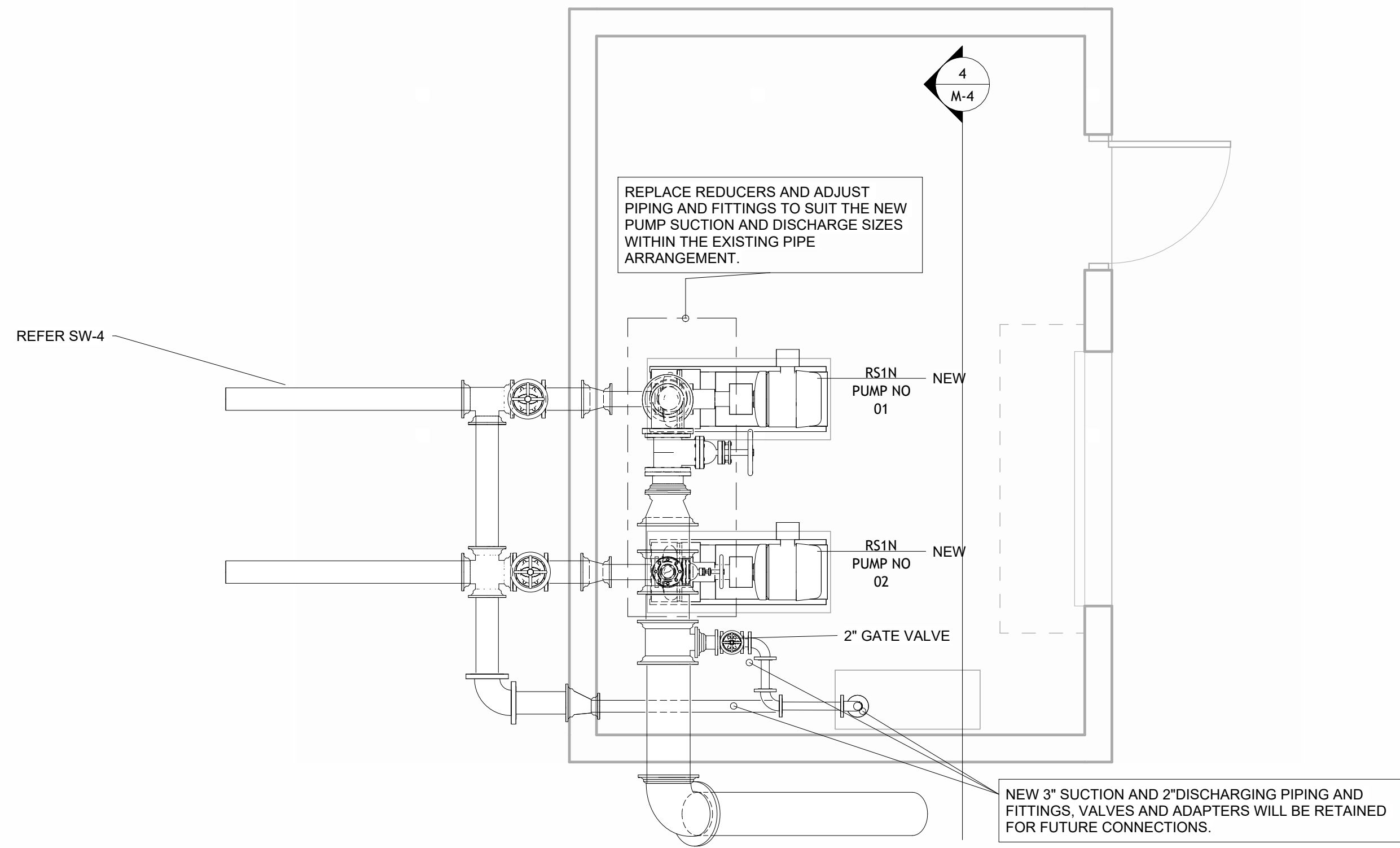
The demolition of the pump shall include the complete removal of the existing pump and its associated concrete foundation.

The Contractor shall remove the existing pump connection assembly, including, but not limited to, the check valve, gate valve, flange adapter, and reducer.

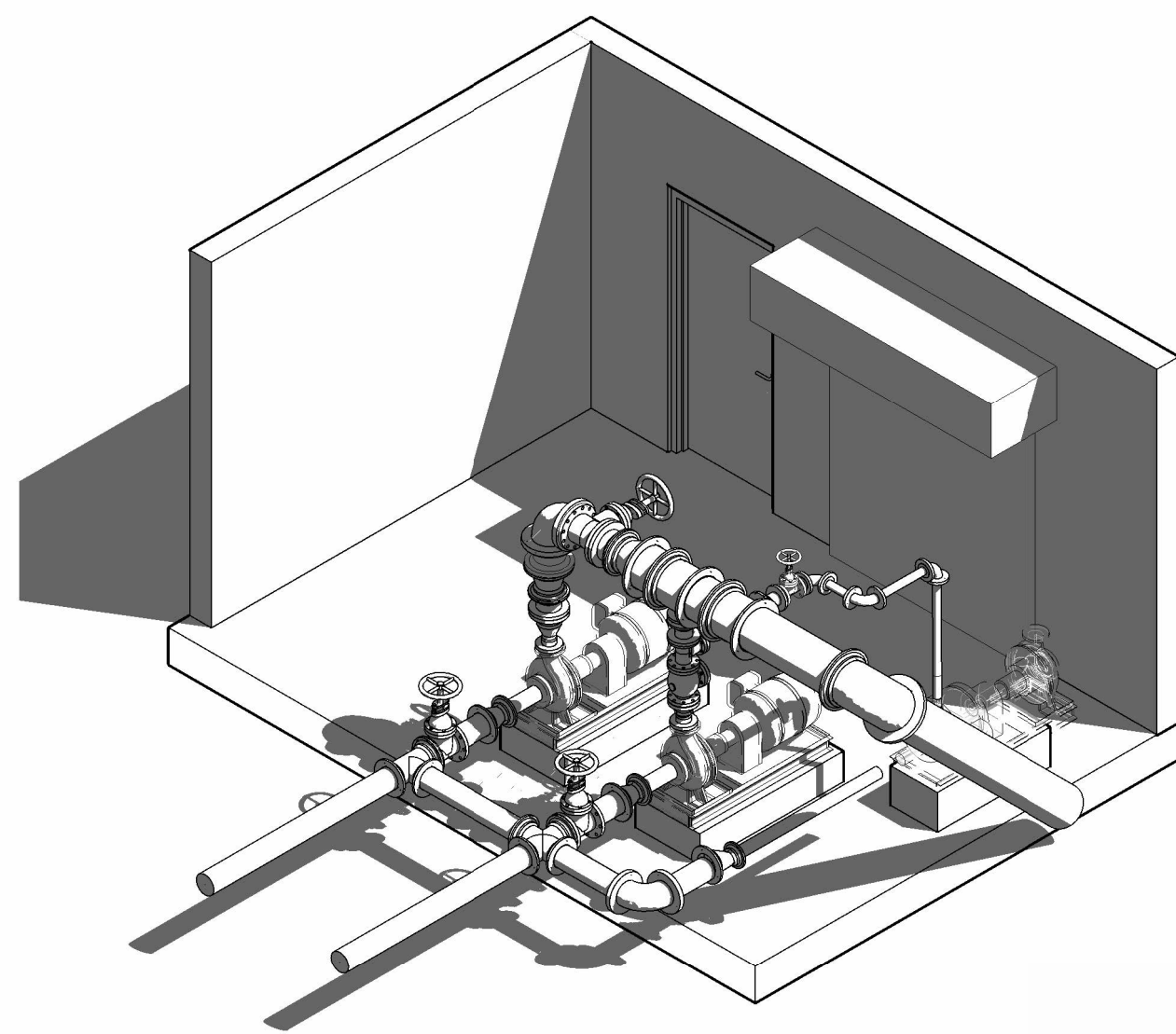
The Contractor shall refer to the new Mechanical Equipment Schedule for the required suction and discharge pipe sizes. The Contractor is responsible for providing and installing the correct connection sizes to and from the new pump in accordance with the approved plans and specifications.



1 RICARDO 01 PUMP STATION-EX MECHANICAL
3/8" = 1'-0"



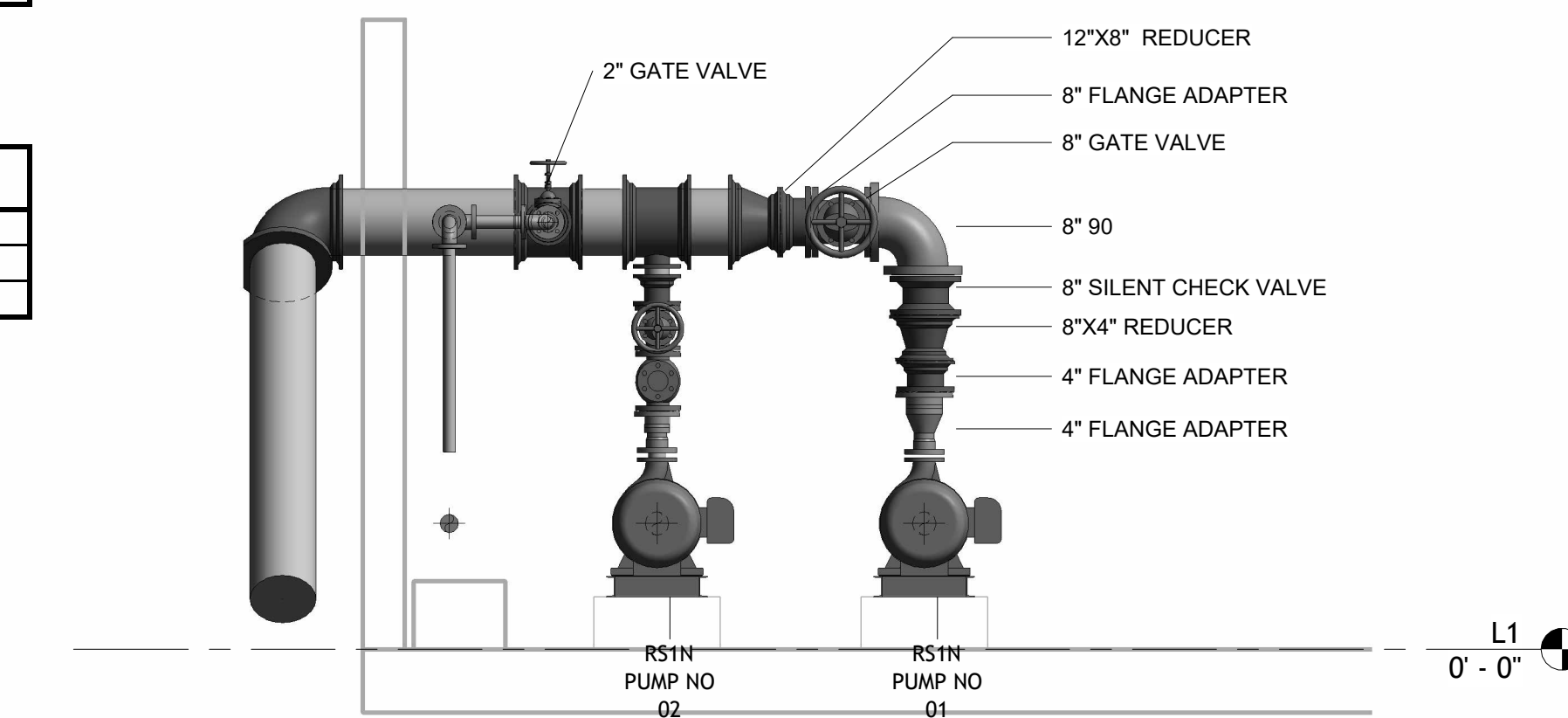
2 RICARDO 01 PUMP STATION-NEW
MECHANICAL
3/8" = 1'-0"



3 RICARDO 01-ISOMETRIC

EXISTING MECHANICAL PUMP SCHEDULE						
PUMP STATION	HP	DESIGN FLOW (GPM)	HEAD (FEET)	IMPELLER SIZE	SUCTION	DISCHARGE
RS1 PUMP NO 01	40	575	190	6.5"	4"	3"
RS1 PUMP NO 02	40	575	190	6.5"	4"	3"

NEW MECHANICAL PUMP SCHEDULE						
PUMP STATION	HP	DESIGN FLOW (GPM)	HEAD (FEET)	IMPELLER SIZE	SUCTION	DISCHARGE
RS1N PUMP NO 01	50	575	190	10"	4"	3"
RS1N PUMP NO 02	50	575	190	10"	4"	3"



4 RICARDO 01 PUMP STATION-NEW
ELEVATION
3/8" = 1'-0"

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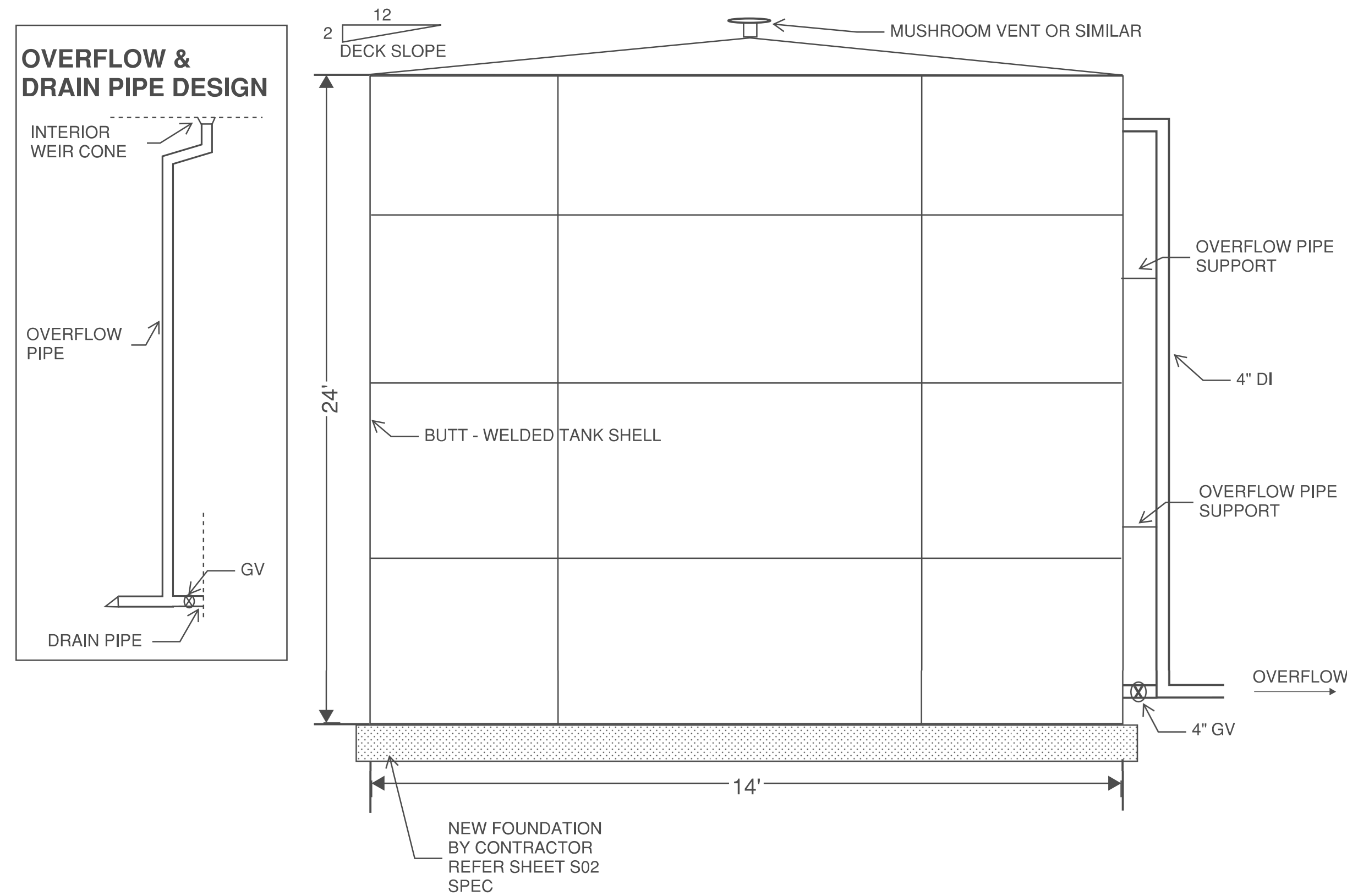
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RICARDO 01 PUMP STATION - PUMP ROOM

DRAWING NO.

M-5

SHEET ___ of ___

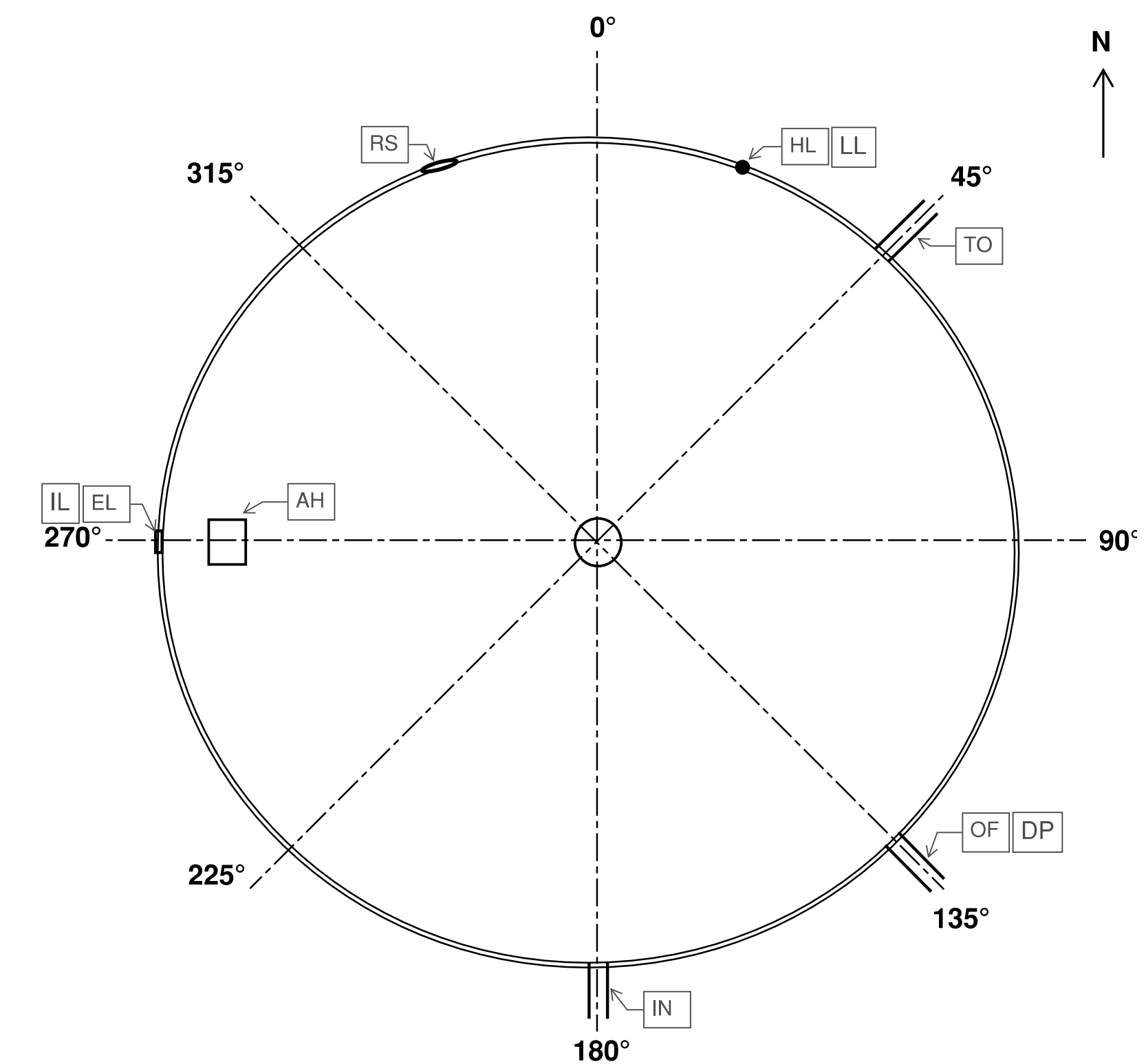


NEW GST ELEVATION VIEW - GENERAL

Major appurtenances provided for clarity only, see plan view for complete appurtenances details

GENERAL NOTES

1. Tank sidewall sheets and all sidewall appurtenances shall be finished in white.
2. Apply STWA standard coating to both internal and external surfaces.
3. The storage tank materials, design, fabrication, erection, and testing shall comply with the supplier's specifications.
4. Storage tank materials shall be certified to NSF/ANSI/CAN 61 and 372 standards, and an NSF tag plate shall be provided on the tank.
5. Contractor shall Provide anchor bolts per standard structural requirements using stainless steel.
6. Contractor shall Design and provide roof framing per standard structural requirements.
7. Contractor shall Include proper cathodic protection; refer to tank foundation drawings SO2 for details.
8. Contractor shall ensure symmetrical orientation of the east and west tanks according to existing tank inlet and outlet piping.



NEW GST PLAN VIEW

THIS VIEW IS FROM TOP OF TANK LOOKING DOWN
ERECTION CREW TO VERIFY ZERO DEGREES ON SITE
FOR WEST SIDE GST REPLACEMENT WITH NEW

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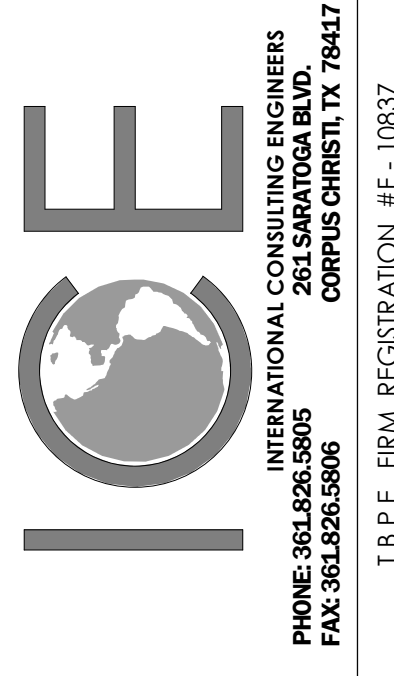
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RICARDO 01 GST ELEVATION & PLAN

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RICARDO 01 GST ELEVATION & PLAN

DRAWING NO.
M-6.1

SHEET ____ of ____

RICARDO PS#1 WEST GST - APPURTENANCES				
ITEM	SIZE	DESCRIPTION	ORIENTATION	ELEVATION
EL	STANDARD	EXTERIOR LADDER & FALL PREVENTION	270°	
IL	STANDARD	INTERIOR LADDER	270°	
AH	24"X 24"	SQUARE ACCESS HATCH	270°	24'+
RS	24"	ROUND SIDEWALL MANWAY	337°	2'-4"
IN	10"	INLET NOZZLE/ INTERIOR PIPING	180°	Match existing piping elevation
OF	4"	EXTERIOR PIPE OVER FLOW	135°	21'-9"
DP	4"	DRAIN PIPE NOZZLE	135°	0.75'
TO	6"	TANK OUTLET	45°	Match existing piping elevation
HL	1"	HIGH LEVEL SWITCH	22.5°	20'-4"
LL	1"	LOW LEVEL SWITCH	22.5°	3'-6"

NOTE: RICARDO PS#1 WEST SIDE TANK APPURTENANCES ELEVATION DETAILS

