



MEMORANDUM

TO: South Texas Water Authority Board of Directors
FROM: Jose M Graveley, President
DATE: March 4, 2026
SUBJECT: Meeting Notice and Agenda for the South Texas Water Authority

A Regular Meeting of the STWA Board of Directors is scheduled for:

Monday, March 9, 2026
5:30 p.m.
Courthouse Annex Law Enforcement Center
1500 E. King, Kingsville TX 78363

The Board will 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. This is an opportunity for citizens to address the Board of Directors concerning an issue of community interest that is not on the agenda. Comments on the agenda items must be made when the agenda item comes before the Board. The President may place a time limit on all comments. The response of the Board to any comment under this heading is limited to making a statement of specific factual information in response to the inquiry, or, reciting existing policy in response to the inquiry. Any deliberation of the issue is limited to a proposal to place it on the agenda for a later meeting.
3. Proposed Fiscal Year 2025 Audit. (Attachment 1)
4. **Resolution 26-05.** Resolution accepting the Fiscal Year 2025 Audit prepared by John Womack & Co., P.C. of Kingsville, Texas. (Attachment 2)
5. Approval of Minutes. (Attachment 3)
6. Treasurer's Report/Payment of Bills. (Attachment 4)
7. Operation and Maintenance Report. (Attachment 5)
8. **Resolution 26-06.** Resolution of appreciation for Ms. Jo Ella Wagner for 31 years of dedicated service to the South Texas Water Authority from 1995-2026. (Attachment 6)
9. Salary of Assistant Executive Director. (Attachment 7)

10. Professional Services Contract with Jimenez Engineering Solutions, LLC DBA International Consulting Engineers (ICE) for the Texas Water Development Board DWSRF FY2026 Project. (Attachment 8)
11. Kleberg County Clerk Contract to conduct Bond Election on behalf of STWA. (Attachment 9)
12. Nueces County Clerk Contract to conduct Bond Election on behalf of STWA. (Attachment 10)
13. Update on Seven Seas Project. (Attachment 11)
14. Executive Session Agenda Items - In this executive session the Board of Directors will deliberate or receive legal advice regarding (1) each of the following matters pursuant to the Section(s) of the Texas Government Code in parenthesis at the end of such matter, and (2) any other items on today's agenda that the presiding officer of the meeting has announced will be considered in this executive session (collectively, the "Executive Session Agenda Items"). The Board of Directors may take action in open session after the executive session on any of the Executive Session Agenda Items. The Board of Directors will deliberate the purchase, exchange, lease or value of real property in executive session only if deliberation in an open meeting would have a detrimental effect on District's position in negotiations with a third person.
 14. a. Receive legal advice from counsel regarding alternate water sources. (§551.071)
15. Open Session Agenda Items for Post-Executive Session Action - The Board of Directors will reconvene in Open Session and take action on (1) the agenda items listed below, (2) any other items on this agenda that were postponed or tabled until after Executive Session, and (3) any of the Executive Session Agenda items.
 15. a. Discuss and take action to approve Second Amended and Restated Water Supply Agreement by and between South Texas Water Authority and Seven Seas Water (STWA) USA, LLC.

16. Administration Report.
 - Future Board Meeting Dates

17. Adjournment.

This meeting notice was posted on STWA's website, www.stwa.org, and on indoor and outdoor bulletin boards at STWA's administrative offices, 2302 East Sage Road, Kingsville, Texas at 515 am/pm on March 3, 2024.

Frances D. Leon
Assistant Secretary

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.

JMG/JM/fdl
Attachments

ATTACHMENT 1

FY 2025 Audit

Memo

TO: South Texas Water Authority Board of Directors
FROM: John Marez, Executive Director
DATE: March 6, 2026
Re: **Fiscal Year 2025 Annual Audit**

Background:

As a governmental entity, the South Texas Water Authority is required to conduct an annual independent audit to safeguard the Authority's funds and ensure that proper financial recordkeeping and financial management practices are maintained.

An independent audit of the Authority's financial records for Fiscal Year 2025 has been completed by the Authority's external auditing firm, John Womack & Company. Once approved by the Board of Directors, the audit will be distributed to the Authority's wholesale customers and submitted to appropriate regulatory and oversight entities including the Texas Commission on Environmental Quality (TCEQ), the Texas State Comptroller's Office, and applicable rating agencies.

Analysis:

The Fiscal Year 2025 audit found that the Authority's financial statements are presented fairly and that appropriate financial controls and procedures are in place. The audit did not identify any findings related to improper financial management.

A representative from the auditing firm will be present at the meeting to provide an overview of the audit and answer any questions the Board may have regarding the Authority's financial position and audit results.

Fiscal Impact:

There is no additional fiscal impact associated with this action. The cost of the annual audit is included in the Authority's approved Fiscal Year 2025 operating budget.

Staff Recommendation:

After review of the audit presentation and supporting documents, staff recommends that the Board adopt the Fiscal Year 2025 audit by approving the associated resolution.

Board Action:

Determine whether to approve the Fiscal Year 2025 Annual Audit by adopting Resolution 26-06.

Summary:

The completion of the annual audit confirms that the South Texas Water Authority continues to maintain strong financial management practices and internal controls. Management also recognizes the continued efforts of the Authority's finance staff for their work in maintaining accurate records and supporting another positive audit review.

ATTACHMENT 2

Resolution 26-05

SOUTH TEXAS WATER AUTHORITY

Resolution 26-05

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

WHEREAS, the South Texas Water Authority is a functioning Reclamation and Conservation District established by the Texas Legislature, and

WHEREAS, the South Texas Water Authority is required to submit an annual audit in accordance with the Financing Reporting Requirements as established by the Texas Commission on Environmental Quality, and

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

NOW, THEREFORE, BE IT RESOLVED that the South Texas Water Authority Board of Directors accepts the audit prepared by John Womack & Co., P.C. of Kingsville, Texas, for submission to the Texas Commission on Environmental Quality.

Duly adopted this 9th day of March, 2026.

JOSE M. GRAVELEY, PRESIDENT

ATTEST:

IMELDA GARZA, SECRETARY/TREASURER

ATTACHMENT 3

Approval of Minutes

SOUTH TEXAS WATER AUTHORITY
Minutes – Regular Board of Directors Meeting
February 10, 2026

Board Members Present:

Jose Graveley
Frances Garcia
Patsy Rodgers
Tanya Lawhon
Daniel Morales
Joe Morales
Angela Pena

Board Members Absent:

Imelda Garza
Art Rodriguez

Staff Present:

John Marez
Frances De Leon
Jo Ella Wagner
Patrick Sendejo
Victor Gutierrez
August Patroelj
Clarissa Vargas

Guests Present:

Greg Szuman, Willatt & Flickinger (Zoom)
Rogelio Rodriguez, Water Finance
Exchange (Zoom)
Ivan Luna, I.C.E.
Ansar Palakkal, I.C.E.
Chris Cuellar, Nueces County
Kasy Stinson, Seven Seas
Rosana Ramirez, Seven Seas
Bobby Villarreal, Estrada-Hinojosa
Dan Martinez (Zoom)
Isaiah Huerta (Zoom)
Charlie Zahn (Zoom)
Andrew Mendez
Myra Alaniz
Holly Bolkholt
John Loera

1. Call to Order.

Mr. Jose Graveley, Board President, called the Regular Meeting of the STWA Board of Directors to order at 5:31 p.m. at the Courthouse Annex Law Enforcement Center, 1500 E. King, Kingsville, Texas. A quorum was present.

2. Citizen Comments.

Mr. Graveley opened the floor to citizen's comments. Mr. Andrew Mendez addressed the Board regarding the proposed bond election. He noted a lack of clarity and asked about a plan if the voters say no.

3. Consideration and approval of an order calling a bond election for the South Texas Water Authority, making provision for the conduct of the election, and resolving other matters incident and related to such election.

Mr. Graveley and Mr. D. Morales asked about efforts to inform the public and if town halls would be held. Mr. Marez responded that once the Board approves calling an election, staff will begin working on scheduling informative sessions with the public. Mr. J. Morales urged the board to listen to the presentation before making a decision.

Mr. Bobby Villarreal, Estrada-Hinojosa, provided an overview of the bond referendum. He stated that a balance of approximately \$2,400,000 remains on STWA's 2013 bonds. He added that in 2022 STWA's total tax rate was 8.2 cents and currently the rate is 5.97 cents. He reviewed the propositions and summarized that the impact on the tax rate is about \$0.095 per \$100 of taxable value annually or \$7.92 per month on a home valued at \$100,000. He noted that adding the \$10,000,000 TWDB grant to the calculation drops the tax rate to \$0.08 per \$100 of taxable value.

Mr. J. Morales pointed out that ultimately the decision is up to the taxpayers and STWA can provide options and information at public meetings. He moved to approve an order calling a bond election for the South Texas Water Authority, making provision for the conduct of the election, and resolving other matters incident and related to such election. Mr. Graveley seconded the motion which then passed unanimously.

4. Consideration and possible action to approve a resolution by the South Texas Water Authority requesting financial participation from the Texas Water Development Board; authorizing the filing of an application for financial participation; and making certain findings in connection therewith.

Dr. Lawhon moved to approve a resolution by the South Texas Water Authority requesting financial participation from the Texas Water Development Board; authorizing the filing of an application for financial participation; and making certain findings in connection therewith. Ms. Garcia seconded and the motion passed by unanimous vote.

5. Approval of Minutes.

Ms. Rodgers made a motion to approve the minutes of the December 9, 2025 Regular Meeting as presented. Dr. Lawhon seconded. The motion passed by unanimous vote.

6. Quarterly Report/Treasurer's Report/Payment of Bills.

The following reports were presented for Board approval:

Financial Statement Analysis for December 2025 – Budget Issues/Concerns

STWA Investment Report for the Quarter ended December 31, 2025

STWA Cash Report by Fund/Account for December, 2025

Corrected STWA Income Statement – Comparison to Prior Year for October, 2025

Corrected Revenue Fund Income Statement for period ending October 31, 2025

Corrected STWA Revenue Fund Trial Balance – October, 2025

Treasurer's Report for period ending November 30, 2025

STWA Income Statement – Comparison to Prior Year for November, 2025

Revenue Fund Income Statement for period ending November 30, 2025

STWA Revenue Fund Trial Balance – November, 2025

Tax Fund Income Statement for period ending November 30, 2025
Special Services Income Statement for period ending November 30, 2025
STWA Debt Service Fund Income Statement for period ending November 30, 2025
STWA Debt Service Fund Trial Balance – November, 2025
STWA Capital Projects Fund Income Statement for period ending November 30, 2025
STWA Capital Projects Fund Trial Balance – November, 2025
Treasurer’s Report for period ending December 31, 2025
STWA Income Statement – Comparison to Prior Year for December, 2025
Revenue Fund Income Statement for period ending December 31, 2025
STWA Revenue Fund Trial Balance – December, 2025
Tax Fund Income Statement for period ending December 31, 2025
Special Services Income Statement for period ending December 31, 2025
STWA Capital Projects Fund Income Statement for period ending December 31, 2025
STWA Capital Projects Fund Trial Balance – December, 2025
STWA Debt Service Fund Income Statement for period ending December 31, 2025
STWA Debt Service Fund Trial Balance – December, 2025

The following outstanding invoices were presented for Board approval:

- Charles W. Zahn, Jr., Attorney at Law (Nov/Dec) \$ 25,860.00
- Willatt & Flickinger, Attorneys at Law (Dec) \$ 5,771.75
- Willatt & Flickinger, Attorneys at Law (Jan) \$ 5,651.75

Mr. D. Morales made a motion to approve the Quarterly Report and Treasurer’s Report as presented. Ms. Garcia seconded. The motion passed unanimously. Mr. J. Morales made a motion to approve payment of the bills as presented. Ms. Rodgers seconded. The motion passed unanimously.

7. Operation and Maintenance Report.

Mr. Sendejo reported that the newest fleet vehicle has been delivered and accessories will be added this week. Field staff has been busy trying to keep up with leak repairs following the recent freeze. Work continues on the ARV assessment with ICE. Mr. Sendejo noted that problems were encountered at the beginning of the project when ARV components broke due to corrosion. Mr. Ivan Luna, I.C.E., explained that the contractor was able to make the repair and in order to avoid further damage, they will change the manner of assessing to focus on making recommendations to either repair or replace each valve.

8. Discussion and possible action on Board of Directors’ compensation.

Mr. Marez presented Resolution 26-01 setting the Directors’ Fees. He explained that the Board previously adopted a director compensation rate but he feels that the annual cap should be raised because of the increase in the number of Board meetings. He recommended approval of the resolution authorizing director fees in an amount consistent with the Texas Water Code which allows a \$7,200 annual cap.

9. **Resolution 26-01. A Resolution authorizing Directors' Fees in accordance with Section 49.060 of the Texas Water Code for each day a director spends performing the duties of director.**

Mr. Graveley made a motion to adopt Resolution 26-01 increasing the annual cap to match the Texas Water Code. Ms. Garcia seconded. The motion passed on a vote of 5 to 2 with Mr. D. Morales and Dr. Lawhon voting against the motion.

10. **Purchase of Black Mountain Software Asset Manager Module.**

Mr. Marez presented a quote for the Asset Manager module offered by Black Mountain Software (BMS) in the amount of \$1,670 per year and a one-time conversion fee of \$605. Mr. Patroelj explained that STWA currently uses BMS accounting software and this would be an additional module to assist with asset management. Dr. Lawhon made a motion to authorize purchase of the Black Mountain Software Asset Manager Module as quoted. Mr. D. Morales seconded. All voted in favor.

11. **Resolution 26-02. Resolution appointing Frances De Leon and August Patroelj to serve as assistant secretaries for South Texas Water Authority.**

Mr. Marez presented Resolution 26-02 appointing Frances De Leon and August Patroelj to serve as assistant secretaries for South Texas Water Authority. He explained that Ms. De Leon was previously designated as assistant secretary and this resolution would add Mr. Patroelj. Dr. Lawhon made a motion to adopt Resolution 26-02. Mr. J. Morales seconded the motion. All voted in favor.

12. **Appointment of South Texas Water Authority co-investment officers.**

Mr. Marez stated that Ms. Wagner, Ms. De Leon and Valerie Garcia were previous appointed STWA co-investment officers. Since Ms. Wagner will be retiring soon and Ms. Garcia is longer employed at STWA, he recommended appointing Mr. Patroelj and Ms. Vargas as additional co-investment officers. Ms. Wagner added that public funds investment training is required but she will verify that Ms. Vargas completed the training.

13. **Resolution 26-03. Resolution appointing August Patroelj and Clarissa Vargas as STWA's co-investment officers.**

Dr. Lawhon made a motion to approve Resolution 26-03 appointing August Patroelj and Clarissa Vargas as STWA's co-investment officers upon verification of training hours and allowing up to three months to complete the training. Ms. Rodgers seconded the motion and all voted in favor.

15. **Approval to transfer Cathodic Protection Technician position to Field Technician.**

Mr. Marez stated that additional support is needed in field operations due to increased workload demands across the Authority and two water supply corporations. He recommended reclassifying the vacant Cathodic Protection Technician position to a Field Technician to better support operational and compliance needs. Dr. Lawhon made a motion to authorize the transfer and

reclassification of the vacant Cathodic Protection Technician position to a Field Technician position. Ms. Rodgers seconded the motion and all voted in favor.

16. Update on Seven Seas Project.

Mr. Kasy Stinson, representing Seven Seas, said that he previously updated the Board on changes needed on the contract to include injection wells, and the Board has tabled action on the amended contract at the previous meetings. He said he remains available to address questions. Dr. Lawhon asked about results on the drilling. Mr. Stinson explained that there has been a change in the scope of the project and drilling will not begin until the contract amendment and land access agreement are signed.

14. Appointment of Assistant Executive Director.

17. Executive Session Agenda Items - In this executive session the board of Directors will deliberate or receive legal advice regarding (1) each of the following matters pursuant to the Section(s) of the Texas Government Code in parenthesis at the end of such matter, and (2) any other agenda items on today's agenda that the presiding officer of the meeting has announced will be considered in this executive session (collectively, the "Executive Session Agenda Items"). The Board of Directors may take action in open session after the executive session on any of the Executive Session Agenda items. The Board of Directors will deliberate the purchase, exchange, lease or value of real property in executive session only if deliberation in an open meeting would have a detrimental effect on South Texas Water Authority's position in negotiations with a third person.

17.a. Receive legal advice from counsel regarding alternate water sources.

Mr. Graveley announced that the Board would convene in Closed Session at 6:48 p.m. pursuant to Section 551.071 of the Government Code to receive legal advice from counsel regarding an alternate source of water for the Authority Section 551.074 to discuss appointment of Assistant Executive Director.

14. Appointment of Assistant Executive Director.

The Board reconvened in Open Session at 8:07 p.m. No action was taken during Closed Session. Ms. Garcia made a motion to appoint Ms. De Leon as Assistant Executive Director effective March 16, 2026. Dr. Lawhon seconded the motion. The motion passed on a vote of 6-0. Mr. J. Morales abstained.

18. Open Session Items for Post Executive Session Action – The Board of Directors will convene in Open Session and take action on (1) the agenda items listed below, (2) any other items on this agenda that were postponed or tabled until after Executive Session, and (3) any Executive Session Agenda Items.

18.a. Discuss and take action to approve Second Amended and Restated Water Supply Agreement by and between South Texas Water Authority and Seven Seas Water (STWA) USA, LLC.

Mr. D. Morales made a motion to table this item. Dr. Lawhon seconded and all voted in favor.

19. Administration Report.

- Future Board Meeting Dates

Mr. Marez informed the Board that staff would contact them to determine if a quorum will be available for a February 23rd meeting. One of the items on the agenda will be addressing the salary of the Assistant Executive Director. He reported that he attended the February 9th Coastal Bend Bays & Estuaries Foundation meeting hosted by the Nueces River Authority. He plans to attend the Regional Water Planning Group meeting on February 12th.

20. Adjournment.

With no further business to discuss, Mr. Graveley moved to adjourn the meeting at 8:10 p.m. Ms. Garcia seconded. The motion carried.

Respectfully submitted,


Frances De Leon
Assistant Secretary

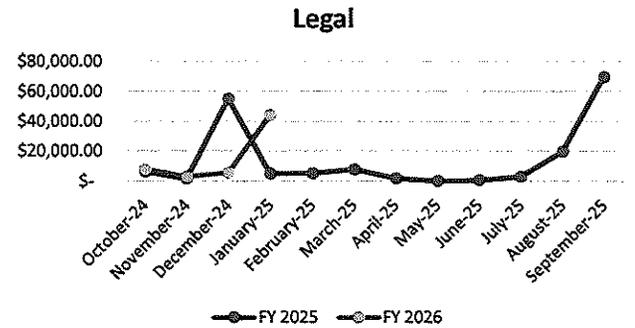
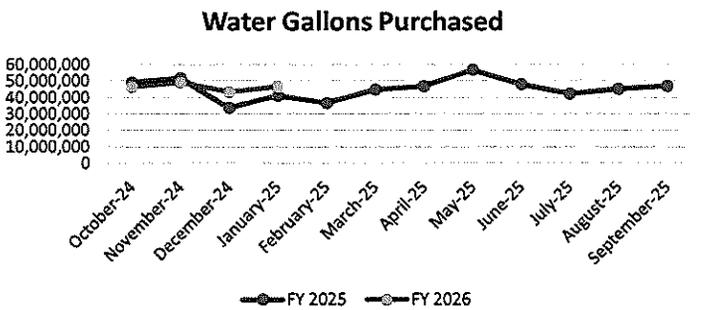
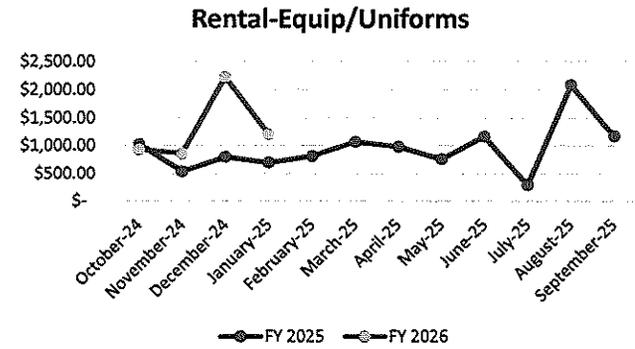
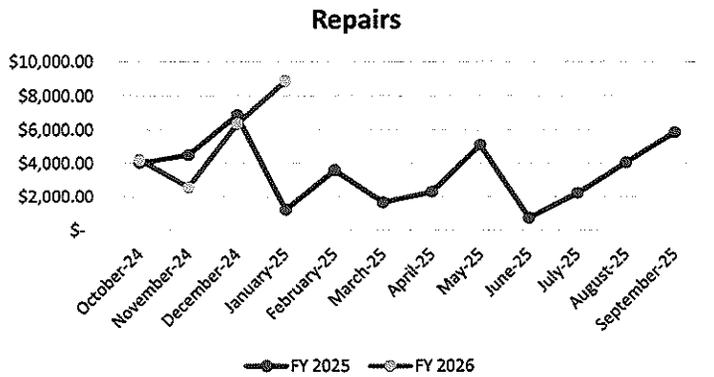
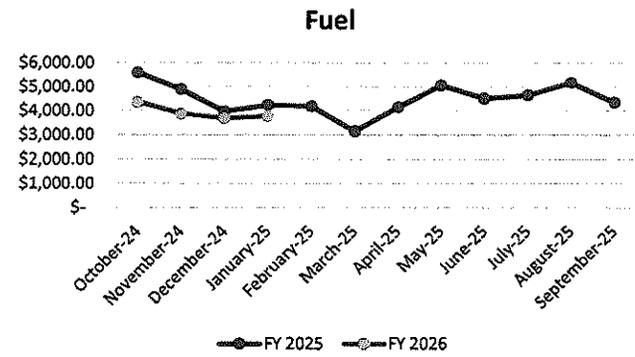
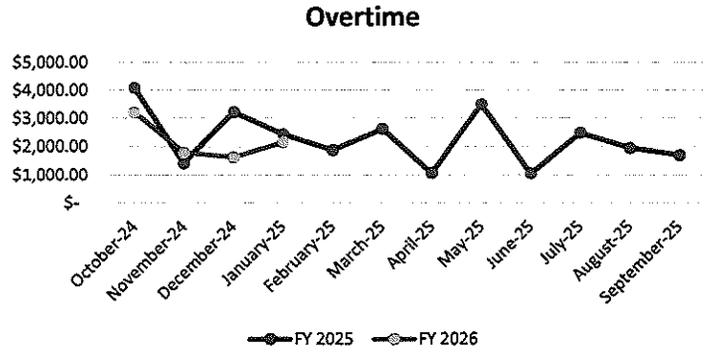
ATTACHMENT 4

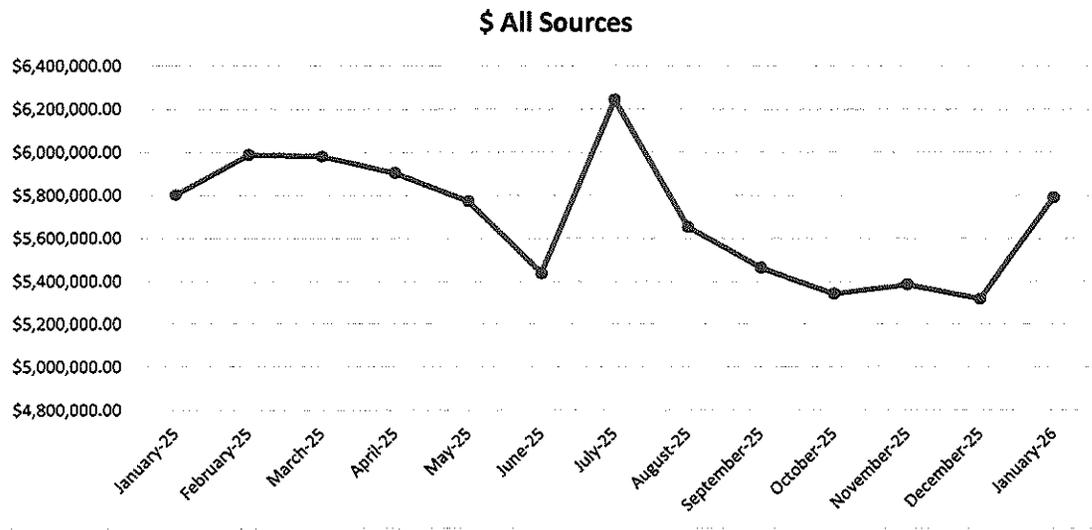
Treasurer's Report/Payment of Bills

**Financial Statement Analysis
For January 2026
Budget issues/Concerns**

	Budget	Actual	Should Be	Difference	Projected 12 Month
<u>Revenue</u>					
Surcharge Out of District	\$ 12,264.00	\$ 2,965.00	\$ 4,088.00	\$ (1,123.00)	\$ (3,369.00)
Miscellaneous Revenues	\$ 15,000.00	\$ 3,012.00	\$ 5,000.00	\$ (1,988.00)	\$ (5,964.00)
<u>Expenses</u>					
Salaries & Wages - Vacation Buy Back	\$ 6,000.00	\$ 6,224.00	\$ 2,000.00	\$ 4,224.00	\$ 6,224.00
Overtime STWA	\$ 24,000.00	\$ 8,788.00	\$ 8,000.00	\$ 788.00	\$ 26,364.00
Stand By Pay STWA	\$ 1,560.00	\$ 547.00	\$ 520.00	\$ 27.00	\$ 1,641.00
Worker's Compensation	\$ 10,189.00	\$ 14,394.00	\$ 3,396.33	\$ 10,997.67	\$ 14,394.00
Fuel/lubricants/repairs	\$ 70,000.00	\$ 27,677.00	\$ 23,333.33	\$ 4,343.67	\$ 83,031.00
Legal	\$ 125,000.00	\$ 61,081.00	\$ 41,666.67	\$ 19,414.33	\$ 183,243.00
Utilities	\$ 112,500.00	\$ 39,956.00	\$ 37,500.00	\$ 2,456.00	\$ 119,868.00
D&O Liability	\$ 4,500.00	\$ 1,893.00	\$ 1,500.00	\$ 393.00	\$ 4,500.00
Property Insurance	\$ 63,000.00	\$ 63,756.00	\$ 21,000.00	\$ 42,756.00	\$ 63,756.00
General Liability	\$ 6,000.00	\$ 4,163.00	\$ 2,000.00	\$ 2,163.00	\$ 6,000.00
Auto Insurance	\$ 4,800.00	\$ 5,145.00	\$ 1,600.00	\$ 3,545.00	\$ 5,145.00
Rental-Equipment/Uniforms	\$ 9,500.00	\$ 5,239.00	\$ 3,166.67	\$ 2,072.33	\$ 15,717.00
Miscellaneous Expenditures	\$ 15,000.00	\$ 5,249.00	\$ 3,750.00	\$ 1,499.00	\$ 19,497.00

3 Concerns are Surcharge Out of District, Legal and Rental-Equipment/Uniforms





Average = \$5,698,224.94

Total all Sources

<i>January-25</i>	\$5,802,572.10
<i>February-25</i>	\$5,988,691.80
<i>March-25</i>	\$5,980,495.70
<i>April-25</i>	\$5,903,803.52
<i>May-25</i>	\$5,771,831.11
<i>June-25</i>	\$5,436,419.18
<i>July-25</i>	\$6,244,369.34
<i>August-25</i>	\$5,653,351.93
<i>September-25</i>	\$5,461,956.90
<i>October-25</i>	\$5,341,395.77
<i>November-25</i>	\$5,384,614.95
<i>December-25</i>	\$5,317,526.93
<i>January-26</i>	\$5,789,894.93

03/03/26
10:34:38

SOUTH TEXAS WATER AUTHORITY
Cash Report by Fund/Account
For the Accounting Period: 1/26

Page: 1 of 1
Report ID: L160

Fund=101,310,410

Fund/Account	Beginning Balance	Received	Transfers In	Disbursed	Transfers Out	Ending Balance
101 Water						
10100 STWA - Operations	61,507.89	5,015.33	0.00	264.00	31,078.53	35,180.69
10200 STWA - General	21,621.53	933,239.95	0.00	111,898.11	344,488.68	498,474.69
10210 STWA - General Money Market	41,423.85	31.66	0.00	0.00	0.00	41,455.51
10400 STWA - Payroll	26,641.71	60,009.06	0.00	0.00	85,230.37	1,420.40
10800 Petty Cash	150.00	0.00	0.00	0.00	0.00	150.00
11300 TexPool	4,722,516.14	372,580.49	0.00	400,000.00	0.00	4,695,096.63
Total Fund	4,873,861.12	1,370,876.49		512,162.11	460,797.58	5,271,777.92
310 Debt Service						
11300 TexPool	281,332.38	73,940.06	0.00	0.00	0.00	355,272.44
410 Capital Projects						
11400 TexStar	162,333.43	511.14	0.00	0.00	0.00	162,844.57
Totals	5,317,526.93	1,445,327.69	0.00	512,162.11	460,797.58	5,789,894.93

*** Transfers In and Transfers Out columns should match, with the following exceptions:

- 1) Cancelled electronic checks increase the Transfers In column. Disbursed column will be overstated by the same amount and will not balance to the Redeemed Checks List.
- 2) Payroll Journal Vouchers including local deductions with receipt accounting will reduce the Transfers Out column by the total amount of these checks.

101 Water

Account Object	Description	----- Current Year -----				----- Last Year -----	
		Current Month	Current YTD	Budget	Variance	Prior Year Month	Prior Year YTD
Revenue							
41100	Tax Revenue	358,664.89	974,501.24	1,635,951.00	-661,449.76	746,717.57	1,330,602.50
41120	Delinquent Tax Revenue	1,147.26	10,763.86	40,000.00	-29,236.14	2,447.91	15,612.73
41150	Penalties & Interest - Tax	1,270.89	4,878.69	29,200.00	-24,321.31	1,370.98	5,599.70
41950	Miscellaneous - Taxes	-5.62	-13.71		-13.71	-6.68	-15.52
44100	Water Service Revenue	147,970.93	603,247.46	1,745,727.00	-1,142,479.54	135,036.41	515,468.52
44210	Handling Charge Revenue	27,907.43	111,307.81	313,248.00	-201,940.19	20,555.58	87,815.45
44230	Premium Incremental	962.38	4,343.31	12,500.00	-8,156.69	770.99	3,469.20
44240	Surcharge - Out-of-District	741.43	2,965.72	12,264.00	-9,298.28	842.90	3,600.69
44600	Operations & Maint Fees	80,022.02	254,094.81	7,850.00	246,244.81	57,635.44	234,021.63
46000	MISCELLANEOUS REVENUE		2,635.66	15,000.00	-12,364.34		1,584.51
46100	Miscellaneous Income	375.95	375.95		375.95		90,668.98
47100	Interest income	15,232.27	62,772.64	165,000.00	-102,227.36	18,576.35	74,903.65
47110	Interest-Note						165.36
	Total	634,289.83	2,031,873.44	3,976,740.00	-1,944,866.56	983,947.45	2,363,497.40
Expenses							
601000	STWA						
50200	Purchased water	148,249.63	604,865.25	1,745,727.00	1,140,861.75	142,423.12	532,507.46
51100	Salaries/Wages	52,636.81	213,679.64	433,906.00	220,226.36	48,700.77	186,763.96
51120	Overtime	2,159.02	8,788.49	24,000.00	15,211.51	2,428.33	11,155.30
51130	Stand-by	120.00	546.77	1,560.00	1,013.23	150.00	560.00
51160	Vacation Buyback	1,360.94	6,224.32	6,000.00	-224.32		4,903.60
51200	Employee Retirement	8,362.85	42,476.18	69,044.00	26,567.82	6,995.66	39,513.64
51201	Group Ins - Health	43,909.06	121,691.22	249,471.00	127,779.78	40,735.65	150,737.58
51202	Group Ins - Life	726.62	2,749.22	9,415.00	6,665.78	594.16	2,499.73
51203	Group Ins - Dental	688.75	2,678.86	11,515.00	8,836.14	634.28	2,271.09
51300	Unemployment Ins	1.69	12.22	515.00	502.78	194.72	326.58
51400	Workers Compensation	-86.91	17,777.09	10,189.00	-7,588.09	199.13	17,317.69
51700	Medicare	1,078.43	4,635.20	5,994.00	1,358.80	902.20	4,313.51
52110	Postage	2,000.00	2,000.00	8,500.00	6,500.00	2,000.00	2,049.40
52120	Printing/Office Supplies	2,815.25	9,228.79	37,500.00	28,271.21	3,002.26	13,058.49
52130	Janitorial/Site Maint	1,078.80	4,187.81	22,500.00	18,312.19	1,521.08	5,140.08
52160	Small Tools	258.36	626.09	3,000.00	2,373.91	68.10	401.49
52380	Safety Equipment	54.45	1,405.51	5,000.00	3,594.49	319.68	1,334.66
53110	Legal	44,371.75	61,080.50	125,000.00	63,919.50	5,263.00	68,422.00
53120	Auditing	1,050.00	2,700.00	12,200.00	9,500.00	560.00	12,330.00
53130	Engineering	41,136.00	75,168.75	250,000.00	174,831.25	61,131.00	242,417.18
53140	Management & Consulting	8,333.33	33,333.32	150,000.00	116,666.68	10,683.33	55,963.32
53210	Inspection Services			7,500.00	7,500.00		574.11
53260	Tax Collector Fees	20,560.27	49,644.24	71,042.00	21,397.76	834.39	52,396.78
53270	Appraisal District Fees		7,140.29	33,730.00	26,589.71		7,358.28
54110	General Repairs &	8,897.00	19,053.84	125,000.00	105,946.16	17,312.65	34,408.05
54111	General R&M - Central Tank						129,925.67

03/03/26

SOUTH TEXAS WATER AUTHORITY

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Income Statement - Comparison to Prior Year
For the Accounting Period: 1 / 26

101 Water

Account Object	Description	----- Current Year -----				----- Last Year -----	
		Current Month	Current YTD	Budget	Variance	Prior Year Month	Prior Year YTD
54140	Fuel/Lubricants/Repairs	3,787.93	28,932.40	70,000.00	41,067.60	5,487.79	35,408.22
54150	Chemicals/Water Samples	17.00	5,070.95	45,000.00	39,929.05	352.00	4,898.56
54250	Meter Expense			5,000.00	5,000.00		
54260	Tank Repairs			35,000.00	35,000.00		
54291	Major Repairs			125,000.00	125,000.00		
54720	Cathodic Protect Materials			590,500.00	590,500.00		
55110	Telephone/Communications	3,361.27	13,629.40	40,000.00	26,370.60	3,138.35	9,496.25
55120	Utilities	15,158.95	39,955.48	112,500.00	72,544.52	7,794.94	34,374.04
55130	D & O Liability Insurance		1,893.00	4,500.00	2,607.00		1,992.36
55140	Property Insurance		63,755.82	63,000.00	-755.82		61,492.06
55150	General Liability Ins		4,163.25	6,000.00	1,836.75		3,446.05
55160	Auto Insurance		5,145.00	4,800.00	-345.00		4,717.72
55180	Travel/Training/Meetings	1,026.06	6,248.90	32,000.00	25,751.10	1,718.80	7,419.49
55610	Rental-Equip/Uniforms	1,215.50	5,238.48	9,500.00	4,261.52	700.66	3,074.98
55620	Dues/Subscriptions/Advert	21.31	1,330.24	19,000.00	17,669.76	1,019.00	2,921.57
55999	Bad Debt Expense						-5,771.27
58130	Pass Through Costs			250.00	250.00	0.30	0.30
58200	PAYMENT TO SUB-ACCOUNT NWSC		14,136.80		-14,136.80		
58300	PAYMENT TO SUB-ACCOUNT RWSC		25,090.45		-25,090.45		
58790	Misc Expenditures	541.73	5,248.69	15,000.00	9,751.31	1,057.05	4,299.09
59600	Capital Acquisition		61,317.21	384,974.00	323,656.79		32,352.91
	Total Account	414,891.85	1,572,849.67	4,980,332.00	3,407,482.33	367,922.40	1,778,771.98
601200	NWSC						
51100	Salaries/Wages	8,754.46	40,505.66		-40,505.66	9,368.43	40,944.99
51120	Overtime	2,854.01	11,957.24		-11,957.24	1,363.29	12,157.10
51130	Stand-by	120.00	540.00		-540.00	150.00	560.00
	Total Account	11,728.47	53,002.90		-53,002.90	10,881.72	53,662.09
601300	RWSC						
51100	Salaries/Wages	5,566.24	28,643.69		-28,643.69	4,898.35	28,150.70
51120	Overtime	894.13	5,361.55		-5,361.55	1,491.75	8,241.35
51130	Stand-by	120.00	540.00		-540.00	150.00	560.00
	Total Account	6,580.37	34,545.24		-34,545.24	6,540.10	36,952.05
	Total	433,200.69	1,660,397.81	4,980,332.00	3,319,934.19	385,344.22	1,869,386.12
	Net Income from Operations	201,089.14	371,475.63			598,603.23	494,111.28

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SOUTH TEXAS WATER AUTHORITY

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Income Statement - Comparison to Prior Year
For the Accounting Period: 1 / 26

101 Water

Account Object	Description	----- Current Year -----				----- Last Year -----	
		Current Month	Current YTD	Budget	Variance	Prior Year Month	Prior Year YTD
Other Revenue							
48120	Sale of Assets			15,000.00	-15,000.00		
48200	SUB-ACCOUNT NWSC	52,777.35	99,899.85		99,899.85		
48300	SUB-ACCOUNT RWSC	97,016.45	180,651.45		180,651.45		
	Total Other	149,793.80	280,551.30	15,000.00	265,551.30	0.00	0.00
	Net Income	350,882.94	652,026.93			598,603.23	494,111.28

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SOUTH TEXAS WATER AUTHORITY

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Income Statement - Comparison to Prior Year
For the Accounting Period: 1 / 26Page: 4 of 5
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310 Debt Service

Account Object	Description	Current Year				Last Year	
		Current Month	Current YTD	Budget	Variance	Prior Year Month	Prior Year YTD
Revenue							
41100	Tax Revenue	73,163.43	199,195.55	348,750.00	-149,554.45	155,929.89	278,875.16
41120	Delinquent Tax Revenue	254.92	2,374.55	9,500.00	-7,125.45	487.74	3,355.35
41150	Penalties & Interest - Tax	280.02	1,133.98	5,500.00	-4,366.02	330.64	1,264.43
44240	Surcharge - Out-of-District	151.74	606.96	1,800.00	-1,193.04	177.49	532.47
46100	Miscellaneous Income					1,284.43	1,284.43
47100	Interest income	979.05	2,964.95	10,000.00	-7,035.05	1,069.80	3,054.42
	Total	74,829.16	206,275.99	375,550.00	-169,274.01	159,279.99	288,366.26
Expenses							
603000	Debt Services						
53260	Tax Collector Fees	4,207.73	10,159.86	14,550.00	4,390.14	175.69	11,032.98
53270	Appraisal District Fees		1,461.28	6,910.00	5,448.72		1,549.41
56110	Bond Principal			270,000.00	270,000.00		
56120	Bond Interest Expense			78,550.00	78,550.00		
56130	Fiscal Agent's Fees			200.00	200.00		
	Total Account	4,207.73	11,621.14	370,210.00	358,588.86	175.69	12,582.39
	Total	4,207.73	11,621.14	370,210.00	358,588.86	175.69	12,582.39
	Net Income from Operations	70,621.43	194,654.85			159,104.30	275,783.87
	Net Income	70,621.43	194,654.85			159,104.30	275,783.87

03/03/26

SOUTH TEXAS WATER AUTHORITY

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Income Statement - Comparison to Prior Year
For the Accounting Period: 1 / 26

410 Capital Projects

Account Object	Description	----- Current Year -----				----- Last Year -----	
		Current Month	Current YTD	Budget	Variance	Prior Year Month	Prior Year YTD
Revenue							
47100	Interest income	511.14	2,126.28		2,126.28	580.12	2,415.38
	Total	511.14	2,126.28	0.00	2,126.28	580.12	2,415.38
Expenses							
609010	Capital Projects						
51100	Salaries/Wages	4,691.75	12,825.92		-12,825.92	7,532.88	25,135.49
54720	Cathodic Protect Materials						31,474.22
	Total Account	4,691.75	12,825.92		-12,825.92	7,532.88	56,609.71
	Total	4,691.75	12,825.92	0.00	-12,825.92	7,532.88	56,609.71
	Net Income from Operations	-4,180.61	-10,699.64			-6,952.76	-54,194.33
	Net Income	-4,180.61	-10,699.64			-6,952.76	-54,194.33

**SOUTH TEXAS WATER AUTHORITY
Treasurer's Report
For Period Ending January 31, 2026**

STWA Water Sales:

<u>Entity</u>	<u>Water Usage (1,000 g)</u>	<u>Cost of Water from City of Corpus Christi \$3.181323 per 1000 g</u>	<u>Handling Charge @ \$0.60/1000g</u>	<u>Incremental Increase @ \$0.60/1000g</u>	<u>Out of District Surcharge and Pass- Thru Credit</u>	<u>Total Due</u>
Kingsville	7,530	\$23,955.36	\$4,518.00	\$0.00	\$0.00	\$28,475.28
Bishop	4,913	\$15,629.84	\$2,947.80	\$0.00	\$0.00	\$18,577.64
Agua Dulce	2,244	\$7,138.89	\$1,346.40	\$0.00	\$0.00	\$8,486.35
RWSC	8,656	\$27,537.53	\$5,193.60	\$0.00	\$0.00	\$32,731.13
Driscoll	2,065	\$6,569.43	\$1,239.00	\$0.00	\$0.00	\$7,808.43
NCWCID #5	1,603	\$5,099.66	\$961.80	\$961.80	\$893.17	\$7,920.63
NWSC	19,499	\$62,032.62	\$11,699.40	\$0.00	\$0.00	\$73,734.44
TOTAL	46,510	\$147,963.33	\$27,906.00	\$961.80	\$893.17	\$177,733.90

Water Cost and Usage for Period of:

01/01/26

02/01/26

City of Corpus Christi Invoice for Cost of Water Purchased:	\$148,249.63
Gallons of Water Recorded by City of Corpus Christi:	46,600,000
Gallons of Water Recorded by STWA from Customer's Master Meters:	46,512,387
Water Loss Percentage:	<u><u>0.19%</u></u>

Annual Usage for FY26

Annual

Gallons of Water Recorded by City of Corpus Christi:	186,010,000
Gallons of Water Recorded by STWA from Customer's Master Meters:	185,512,848
Water Loss Percentage: (year to date)	<u><u>0.27%</u></u>

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SOUTH TEXAS WATER AUTHORITY
Trial Balance with Revenues and Expenditures
For the Accounting Period: 1 / 26

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Report ID: LB200

101 Water

		Opening Balance	Change	Closing Balance
Assets				
101. 10100	STWA - Operations	61,507.89 (	26,327.20)	35,180.69
101. 10200	STWA - General	21,621.53	476,853.16	498,474.69
101. 10210	STWA - General Money Market	41,423.85	31.66	41,455.51
101. 10400	STWA - Payroll	26,641.71 (	25,221.31)	1,420.40
101. 10800	Petty Cash	150.00		150.00
101. 11300	TexPool	4,722,516.14 (	27,419.51)	4,695,096.63
101. 12100	Tax Accounts Receivable	211,473.78		211,473.78
101. 12101	Allowance for Uncollect Taxes	(88,575.35)		(88,575.35)
101. 12102	Allowance for doubtful Accounts	(12,483.96)		(12,483.96)
101. 12120	Interlocal Rec - Tax Assessor	84,039.19	3,602.97	87,642.16
101. 12201	Agua Dulce-Water	16,452.83 (	417.11)	16,035.72
101. 12202	Bishop - Water	41,463.38 (	5,658.28)	35,805.10
101. 12203	Driscoll - Water	41,878.32	7,808.43	49,686.75
101. 12204	Kingsville - Water	77,503.44 (	22,573.50)	54,929.94
101. 12205	NCWCID 5 - Water	44,223.19 (	1,118.72)	43,104.47
101. 12206	Ricardo WSC - Water	45,235.40 (	31,614.74)	13,620.66
101. 12207	Nueces WSC - Water	129,312.82 (	55,578.37)	73,734.45
101. 12208	Ricardo WSC - General & Admin	58,811.81 (	13,936.63)	44,875.18
101. 12209	Nueces WSC - General & Admin	38,524.98 (	12,598.26)	25,926.72
101. 12500	Interlocal Rec-Bishop	(0.03) (	217.21) (	217.24)
101. 12700	Interlocal Rec-Driscoll	3,850.66	578.82	4,429.48
101. 12900	Interlocal Rec-Ricardo	10,104.43 (	1,200.66)	8,903.77
101. 12901	RWSC-Credit Card	801.16		801.16
101. 13000	Interlocal Rec-Nueces	23,270.01	12,514.93	35,784.94
101. 13001	NWSC Credit Card	2,775.06 (	1,232.79)	1,542.27
101. 13510	Due From Capital Projects Fund	458,230.37	4,691.75	462,922.12
101. 13520	Due from Debt Service Fund	11,584.17	4,207.73	15,791.90
101. 13530	Due from D.S .-Collect Service	16,505.60		16,505.60
101. 13900	Notes Receivable - Current	152.47		152.47
101. 14200	Prepaid Expenses	38,343.28		38,343.28
101. 15500	Inventory	42,276.74		42,276.74
	Total Assets	6,169,614.87	285,175.16	6,454,790.03
Liabilities and Fund Equity				
101. 20300	Trade Accounts Payable	324,902.71 (	65,778.33)	259,124.38
101. 20310	Conversion Trade Accounts Payable	333.16		333.16
101. 20400	Salaries & Wages Payable	24,500.00		24,500.00

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SOUTH TEXAS WATER AUTHORITY
Trial Balance with Revenues and Expenditures
For the Accounting Period: 1 / 26

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101 Water

		Opening Balance	Change	Closing Balance
101. 21051	Federal WH Taxes Payable	150.77		150.77
101. 21052	Medicare Payable	665.32		665.32
101. 21062	Unemployment Ins Payable	9,949.26		9,949.26
101. 21063	Emply Loan WH Payble	(671.10)		(671.10)
101. 21064	Emply Insurance WH Payble	(22,482.97)	(524.04)	(23,007.01)
101. 21065	Emply AFLAC Ins WH Payble	564.31	(63.88)	500.43
101. 21066	Emply Child Support WH Payble	(439.22)		(439.22)
101. 21067	Emply Nationwide WH Payble	200.00		200.00
101. 21068	Emply Advance WH Payble	(539.46)		(539.46)
101. 21069	Emply Other WH Payble	3,003.07		3,003.07
101. 21100	Miscellaneous Payables	35,675.38	506.73	36,182.11
101. 21500	Compensated Absences	13,824.65		13,824.65
101. 21700	Deferred Tax Revenue	122,898.43		122,898.43
101. 24100	Due to Debt Service Fund	5,012.74	151.74	5,164.48
101. 28400	Retained Earnings	5,309,177.18		5,309,177.18
101. 28410	Assigned Fund Bal. - Inventory	41,746.65		41,746.65
101. 28999	Net Income Current Year	301,143.99	350,882.94	652,026.93
	Total Liabilities and Fund Equity	6,169,614.87	285,175.16	6,454,790.03
Revenue				
101. 41100	Tax Revenue	615,836.35	358,664.89	974,501.24
101. 41120	Delinquent Tax Revenue	9,616.60	1,147.26	10,763.86
101. 41150	Penalties & Interest - Tax	3,607.80	1,270.89	4,878.69
101. 41950	Miscellaneous - Taxes	(8.09)	5.62)	(13.71)
101. 44100	Water Service Revenue	455,276.53	147,970.93	603,247.46
101. 44210	Handling Charge Revenue	83,400.38	27,907.43	111,307.81
101. 44230	Premium Incremental Increase	3,380.93	962.38	4,343.31
101. 44240	Surcharge - Out-of-District	2,224.29	741.43	2,965.72
101. 44600	Operations & Maint Fees	174,072.79	80,022.02	254,094.81
101. 46000	MISCELLANEOUS REVENUE	2,635.66		2,635.66
101. 46100	Miscellaneous Income		375.95	375.95
101. 47100	Interest income	47,540.37	15,232.27	62,772.64
101. 48200	SUB-ACCOUNT NWSC	47,122.50	52,777.35	99,899.85
101. 48300	SUB-ACCOUNT RWSC	83,635.00	97,016.45	180,651.45
	Total Revenue	1,528,341.11	784,083.63	2,312,424.74

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SOUTH TEXAS WATER AUTHORITY
Trial Balance with Revenues and Expenditures
For the Accounting Period: 1 / 26

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Report ID: LB200

101 Water

		Opening Balance	Change	Closing Balance
Expenditures				
101.601000.50200	Purchased water	456,615.62	148,249.63	604,865.25
101.601000.51100	Salaries/Wages	161,042.83	52,636.81	213,679.64
101.601000.51120	Overtime	6,629.47	2,159.02	8,788.49
101.601000.51130	Stand-by	426.77	120.00	546.77
101.601000.51160	Vacation Buyback	4,863.38	1,360.94	6,224.32
101.601000.51200	Employee Retirement	34,113.33	8,362.85	42,476.18
101.601000.51201	Group Ins - Health	77,782.16	43,909.06	121,691.22
101.601000.51202	Group Ins - Life	2,022.60	726.62	2,749.22
101.601000.51203	Group Ins - Dental	1,990.11	688.75	2,678.86
101.601000.51300	Unemployment Ins	10.53	1.69	12.22
101.601000.51400	Workers Compensation	17,864.00	86.91	17,777.09
101.601000.51700	Medicare	3,556.77	1,078.43	4,635.20
101.601000.52110	Postage		2,000.00	2,000.00
101.601000.52120	Printing/Office Supplies	6,413.54	2,815.25	9,228.79
101.601000.52130	Janitorial/Site Maint	3,109.01	1,078.80	4,187.81
101.601000.52160	Small Tools	367.73	258.36	626.09
101.601000.52380	Safety Equipment	1,351.06	54.45	1,405.51
101.601000.53110	Legal	16,708.75	44,371.75	61,080.50
101.601000.53120	Auditing	1,650.00	1,050.00	2,700.00
101.601000.53130	Engineering	34,032.75	41,136.00	75,168.75
101.601000.53140	Management & Consulting	24,999.99	8,333.33	33,333.32
101.601000.53260	Tax Collector Fees	29,083.97	20,560.27	49,644.24
101.601000.53270	Appraisal District Fees	7,140.29		7,140.29
101.601000.54110	General Repairs & Maintenance	10,156.84	8,897.00	19,053.84
101.601000.54140	Fuel/Lubricants/Repairs	25,144.47	3,787.93	28,932.40
101.601000.54150	Chemicals/Water Samples	5,053.95	17.00	5,070.95
101.601000.55110	Telephone/Communications	10,268.13	3,361.27	13,629.40
101.601000.55120	Utilities	24,796.53	15,158.95	39,955.48
101.601000.55130	D & O Liability Insurance	1,893.00		1,893.00
101.601000.55140	Property Insurance	63,755.82		63,755.82
101.601000.55150	General Liability Ins	4,163.25		4,163.25
101.601000.55160	Auto Insurance	5,145.00		5,145.00
101.601000.55180	Travel/Training/Meetings	5,222.84	1,026.06	6,248.90
101.601000.55610	Rental-Equip/Uniforms	4,022.98	1,215.50	5,238.48
101.601000.55620	Dues/Subscriptions/Advert	1,308.93	21.31	1,330.24
101.601000.58200	PAYMENT TO SUB-ACCOUNT NWSC	14,136.80		14,136.80
101.601000.58300	PAYMENT TO SUB-ACCOUNT RWSC	25,090.45		25,090.45
101.601000.58790	Misc Expenditures	4,706.96	541.73	5,248.69
101.601000.59600	Capital Acquisition	61,317.21		61,317.21
	Total STWA	1,157,957.82	414,891.85	1,572,849.67
101.601200.51100	Salaries/Wages	31,751.20	8,754.46	40,505.66
101.601200.51120	Overtime	9,103.23	2,854.01	11,957.24
101.601200.51130	Stand-by	420.00	120.00	540.00
	Total NWSC	41,274.43	11,728.47	53,002.90

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SOUTH TEXAS WATER AUTHORITY
Trial Balance with Revenues and Expenditures
For the Accounting Period: 1 / 26

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101 Water

		Opening Balance	Change	Closing Balance
101.601300.51100	Salaries/Wages	23,077.45	5,566.24	28,643.69
101.601300.51120	Overtime	4,467.42	894.13	5,361.55
101.601300.51130	Stand-by	420.00	120.00	540.00
	Total RWSC	27,964.87	6,580.37	34,545.24
	Total Expenditures	1,227,197.12	433,200.69	1,660,397.81

101 Water

Assets

Current Assets

STWA - Operations	35,180.69	
STWA - General	498,474.69	
STWA - General Money Market	41,455.51	
STWA - Payroll	1,420.40	
Petty Cash	150.00	
TexPool	4,695,096.63	
Tax Accounts Receivable	211,473.78	
Allowance for Uncollect Taxes	(88,575.35)	
Allowance for doubtful Accounts	(12,483.96)	
Interlocal Rec - Tax Assessor	87,642.16	
Agua Dulce-Water	16,035.72	
Bishop - Water	35,805.10	
Driscoll - Water	49,686.75	
Kingsville - Water	54,929.94	
NCWCID 5 - Water	43,104.47	
Ricardo WSC - Water	13,620.66	
Nueces WSC - Water	73,734.45	
Ricardo WSC - General & Admin	44,875.18	
Nueces WSC - General & Admin	25,926.72	
Interlocal Rec-Bishop	(217.24)	
Interlocal Rec-Driscoll	4,429.48	
Interlocal Rec-Ricardo	8,903.77	
RWSC-Credit Card	801.16	
Interlocal Rec-Nueces	35,784.94	
NWSC Credit Card	1,542.27	
Due From Capital Projects Fund	462,922.12	
Due from Debt Service Fund	15,791.90	
Due from D.S.-Collect Service	16,505.60	
Notes Receivable - Current	152.47	
Prepaid Expenses	38,343.28	
Inventory	42,276.74	

Total Current Assets		6,454,790.03

Total Assets		6,454,790.03

Liabilities and Equity

Current Liabilities

Trade Accounts Payable	259,124.38
Conversion Trade Accounts Payable	333.16
Salaries & Wages Payable	24,500.00
Federal WH Taxes Payable	150.77

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SOUTH TEXAS WATER AUTHORITY
Balance Sheet
For the Accounting Period: 1 / 26

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101 Water

Medicare Payable	665.32	
Unemployment Ins Payable	9,949.26	
Emply Loan WH Payble	(671.10)	
Emply Insurance WH Payble	(23,007.01)	
Emply AFLAC Ins WH Payble	500.43	
Emply Child Support WH Payble	(439.22)	
Emply Nationwide WH Payble	200.00	
Emply Advance WH Payble	(539.46)	
Emply Other WH Payble	3,003.07	
Miscellaneous Payables	36,182.11	
Compensated Absences	13,824.65	
Deferred Tax Revenue	122,898.43	

Total Current Liabilities		446,674.79
Other Liabilities		
Due to Debt Service Fund	5,164.48	

Total Other Liabilities		5,164.48

Total Liabilities		451,839.27
Equity		
Retained Earnings	5,309,177.18	
Assigned Fund Bal. - Inventory	41,746.65	
CURRENT YEAR INCOME/(LOSS)	652,026.93	

Total Equity		6,002,950.76

Total Liabilities & Equity		6,454,790.03

**REVENUE FUND
INCOME STATEMENT
FOR PERIOD ENDING JANUARY 31, 2025**

33.00%

	MONTHLY	YEAR TO DATE WITH THIS MONTH	2026 ADOPTED BUDGET	% OF 2026 ADOPTED BUDGET	2025 YEAR TO DATE	2025 Final Budget
REVENUES						
Water Service Revenue	\$147,971	\$603,248	\$1,764,065	34%	\$380,432	\$1,700,677
Handling Charge Revenue	\$27,907	\$111,308	\$330,133	34%	\$67,260	\$269,400
Premium Incremental Increase	\$962	\$4,344	\$13,030	33%	\$2,698	\$10,100
Surcharge - Out of District	\$741	\$2,965	\$12,264	24%	\$2,758	\$10,205
Interest Income	\$15,232	\$62,773	\$165,000	38%	\$56,327	\$216,150
Interest - Note	\$0	\$0	\$0		\$165	\$0
<i>Other Revenue</i>						
Operating & Maintenance Fees	\$80,022	-\$2,675	\$7,850	-34%	\$2,026	\$8,250
Miscellaneous Revenues	\$376	\$3,012	\$15,000	20%	\$92,253	\$134,500
Industry Revenues	\$0	\$0	\$0		\$0	\$659,941
Sub-Account NWSC	\$52,777	\$99,900	\$0		\$0	\$0
Sub-Account RWSC	\$97,016	\$180,651	\$0		\$0	\$0
TOTAL REVENUES	\$423,006	\$1,065,525	\$2,307,342	46%	\$603,919	\$3,009,223
EXPENDITURES						
<i>Water Service Expenditures:</i>						
Bulk Water Purchases	\$148,250	\$604,865	\$1,764,065	34%	\$390,084	\$1,700,677
<i>Payroll Costs</i>						
Salaries & Wages - Perm. Employees	\$66,958	\$96,317	\$433,907	22%	\$79,860	\$636,200
Salaries & Wages - Vacation Buyback	\$1,361	\$6,224	\$6,000	104%	\$4,904	\$5,850
Overtime - NWSC	\$2,854	\$0	\$0	0%	\$0	\$0
Stand-by Pay - NWSC	\$120	\$0	\$0	0%	\$0	\$0
Overtime - RWSC	\$894	\$0	\$0	0%	\$0	\$0
Stand-by Pay - RWSC	\$120	\$0	\$0	0%	\$0	\$0
Overtime - STWA	\$2,159	\$8,788	\$24,000	37%	\$8,727	\$30,000
Stand-by Pay - STWA	\$120	\$547	\$1,560	35%	\$410	\$1,620
Employee Retirement Premiums	\$8,363	\$21,505	\$69,044	31%	\$17,528	\$129,072
Group Insurance Premium	\$45,324	\$51,104	\$270,401	19%	\$51,847	\$526,690
Unemployment Compensation	\$2	\$12	\$515	2%	\$9	\$1,769
Workers' Compensation	-\$87	\$14,394	\$10,189	141%	\$14,943	\$16,780
Medicare	\$1,078	\$1,663	\$5,994	28%	\$1,506	\$14,034
<i>Supplies & Materials</i>						
Repairs & Maintenance	\$8,897	\$19,054	\$125,000	15%	\$17,096	\$125,000
Meter Expense	\$0	\$0	\$5,000	0%	\$0	\$1,200
Tank Repairs	\$0	\$0	\$35,000	0%	\$0	\$10,000
Major Repairs	\$0	\$0	\$25,000	0%	\$129,926	\$135,000
<i>Other Operating Expenditures:</i>						
<i>Professional Fees</i>						
Legal	\$44,372	\$61,081	\$125,000	49%	\$63,159	\$175,000
Auditing	\$1,050	\$2,700	\$12,200	22%	\$11,770	\$12,570
Engineering	\$41,136	\$75,169	\$250,000	30%	\$181,286	\$420,000
Management & Consulting	\$0	\$0	\$80,000	0%	\$20,280	\$82,000
JMAR Management Consulting LLC	\$8,333	\$23,332	\$70,000	33%	\$17,500	\$100,000
Inspection/GIS Mapping	\$0	\$0	\$7,500	0%	\$574	\$2,000
<i>Consum Supplies/Materials</i>						
Postage	\$2,000	\$304	\$8,500	4%	-\$114	\$4,999
Printing/Office Supplies	\$2,815	\$8,468	\$37,500	23%	\$8,638	\$42,445
Janitorial/Site Maintenance	\$1,079	\$4,188	\$22,500	19%	\$3,619	\$22,700

	MONTHLY	YEAR TO	2026	% OF 2026	2025	2025
Fuel/Lubricants/Repairs	\$3,788	\$27,677	\$70,000	40%	\$14,934	\$117,290
Chemicals/Water Samples	\$17	\$5,071	\$45,000	11%	\$4,547	\$39,500
Safety Equipment	\$54	\$1,405	\$5,000	28%	\$1,015	\$6,500
Small Tools	\$258	\$626	\$3,000	21%	\$334	\$3,500
Recurring Operating Costs						
Telephone/Communications	\$3,361	\$10,116	\$40,000	25%	\$5,033	\$36,940
Utilities	\$15,159	\$39,956	\$112,500	36%	\$26,579	\$105,000
D & O Liability Insurance	\$0	\$1,893	\$4,500	42%	\$1,992	\$3,750
Property Insurance	\$0	\$63,756	\$63,000	101%	\$61,492	\$61,600
General Liability	\$0	\$4,163	\$6,000	69%	\$3,446	\$4,446
Auto Insurance	\$0	\$5,145	\$4,800	107%	\$4,718	\$4,718
Travel/Training/Meetings-Staff	\$676	\$4,549	\$20,000	23%	\$5,101	\$22,500
Travel/Training/Meetings-Board of Dir.	\$350	\$1,700	\$10,000	17%	\$600	\$6,000
Travel/Training/Meetings-Legislation	\$0	\$0	\$2,000	0%	\$0	\$0
Rental-Equipment/Uniforms	\$1,216	\$5,239	\$9,500	55%	\$2,374	\$12,000
Dues/Subscriptions/Publication	\$21	\$1,330	\$19,000	7%	\$1,903	\$20,000
Pass Through Cost	\$0	\$0	\$250	0%	\$0	\$50
Bad Debt Expense	\$0	\$0	\$0	0%	-\$5,771	\$0
Payment to Sub-Account NWSC	\$0	\$14,136	\$0	0%	\$0	\$0
Payment to Sub-Account RWSC	\$0	\$25,090	\$0	0%	\$0	\$0
Miscellaneous						
Miscellaneous Expenditures	\$542	\$5,249	\$15,000	35%	\$3,242	\$15,000
Total Administrative & Operations Exp.	\$412,641	\$1,216,817	\$3,818,425	32%	\$1,155,091	\$4,654,400
Capital Outlay						
Capital Acquisition	\$0	\$61,317	\$384,974	16%	\$32,353	\$225,000
Cathodic Protection	\$0.00	\$0	\$590,500	0%	\$0	\$0
Total Expenditures Capital Outlay	\$0	\$61,317	\$975,474	6%	\$32,353	\$225,000
TOTAL EXPENDITURES	\$412,641	\$1,278,134	\$4,793,899	27%	\$1,187,444	\$4,879,400
Excess (Deficiencies) of Revenue Over Expenditures	\$10,365	-\$212,609	-\$2,486,557		-\$583,525	-\$1,870,177
OTHER FINANCE SOURCE (USES)						
Transfer to Other Funds						
Transfer from Tax Account	-	0	\$1,668,498	0%	\$0	\$1,630,025
Extra Ordinary Income						
Disposition of Assets (Surplus Sale)	-	0	\$5,000	0%	\$0	\$3,500
TOTAL OTHER FINANCING SOURCES (USES)	\$0	\$0	\$1,673,498	0%	\$0	\$1,633,525
EXCESS (DEFICIENCIES) OF REVENUES OVER OTHER SOURCES (USES)	\$10,365	-\$212,609	-\$813,059		-\$583,525	-\$236,652
rounding error		\$1.00				
NET INCOME	\$10,365	-\$212,608	-\$813,059		-\$583,525	-\$236,652

**SPECIAL SERVICES
INCOME STATEMENT
FOR PERIOD ENDING JANUARY 31, 2026**

33.33%

	MONTHLY	YEAR TO DATE	2026 ADOPTED BUDGET	% OF 2026 ADOPTED BUDGET	2025 YEAR TO DATE	2025 FINAL BUDGET
REVENUES						
Ricardo Water Supply Corporation	30,128	108,063	563,786	19%	112,545	449,088
Nueces Water Supply Corporation	49,315	148,707	557,953	27%	118,939	439,152
TOTAL REVENUES	79,443	256,770	1,121,739	23%	231,484	888,240
EXPENDITURES						
Personnel	42,631	204,912	527,392	39%	163,943	454,994
Administrator	2,500	10,000	30,000	33%	10,000	30,000
Overhead	33,301	110,569	564,346	20%	132,039	403,246
TOTAL EXPENDITURES *	78,432	325,481	1,121,738	29%	305,982	888,240
EXCESS REVENUES & OTHER FINANCING SOURCES OVER(UNDER) EXPENDITURES AND OTHER USES	1,011	(68,710)	1		(74,498)	0

**TAX FUND
INCOME STATEMENT
FOR PERIOD ENDING JANUARY 31, 2026**

33.33%

	MONTHLY	YEAR TO DATE	2026 ADOPTED BUDGET	% OF 2026 ADOPTED BUDGET	2025 YEAR TO DATE	2025 FINAL BUDGET
REVENUES						
Ad-Valorem - Current	358,665	974,501	1,635,951	60%	746,718	1,665,196
Delinquent Tax Revenue	1,147	10,764	40,000	27%	2,448	38,115
Penalty & Interest - Tax Accounts	1,271	4,879	29,200	17%	1,371	27,345
Miscellaneous	-6	-14	0	0%	-7	0
TOTAL TAXES & INTEREST	361,077	990,129	1,705,151	58%	750,530	1,722,615
EXPENDITURES						
Tax Collector Fees	20,560	49,644	71,042	70%	834	68,980
Appraisal Districts	0	7,140	33,730	21%	0	31,651
TOTAL EXPENDITURES	20,560	56,784	104,772	54%	834	100,631
 Transfer to General Fund	 0	 0	 1,600,379	 0%	 0	 1,630,025
 EXCESS REVENUES & OTHER FINANCING SOURCES OVER(UNDER) EXPENDITURES AND OTHER USES	 340,517	 933,345	 0		 749,696	 (8,041)

**DEBT SERVICE FUND
INCOME STATEMENT
FOR PERIOD ENDING JANUARY 31, 2026**

33.33%

	MONTHLY	YEAR TO DATE	2026 ADOPTED BUDGET	% OF 2026 ADOPTED BUDGET	2025 YEAR TO DATE	2025 FINAL BUDGET
REVENUES						
Ad-Valorem - Current	73,163	199,196	348,750	57%	278,875	367,927
Delinquent Tax Revenue	255	2,375	9,500	25%	3,356	9,500
Penalty & Interest - Tax Accounts	280	1,134	1,800	63%	1,264	2,200
Out-of-District Surcharge	152	607	5,500	11%	532	5,500
Interest on Temporary Investments	979	2,965	10,000	30%	3,054	13,200
Miscellaneous	0	0	0	0%	1,284	0
<i>TOTAL TAXES & INTEREST</i>	74,829	206,276	375,550	55%	288,365	398,327
OTHER FINANCING SOURCES						
Excess Bond Proceeds	0	0	0	0%	0	0
<i>TOTAL OTHER FINANCE SOURCES</i>	0	0	0	0%	0	0
TOTAL REVENUE AND OTHER FINANCE SOURCES						
	74,829	206,276	375,550	55%	288,365	398,327
EXPENDITURES						
Fiscal Agent Fees	0	0	200	0%	0	200
Bond Interest Expense	0	0	78,550	0%	0	86,350
Bond Principal Payments	0	0	270,000	0%	0	260,000
Tax Collector Fees	4,208	10,160	14,550	70%	11,033	14,650
Appraisal District Fees	0	1,461	6,910	21%	1,549	6,723
Miscellaneous	0	0	0	0%	0	0
<i>TOTAL EXPENDITURES</i>	4,208	11,621	370,210	3%	12,582	367,923
EXCESS REVENUES OVER(UNDER) EXPENDITURES AND OTHER USES						
	70,621	194,655	5,340		275,783	30,404

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SOUTH TEXAS WATER AUTHORITY
Trial Balance with Revenues and Expenditures
For the Accounting Period: 1 / 26

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310 Debt Service

		Opening Balance	Change	Closing Balance
Assets				
310. 11300	TexPool	281,332.38	73,940.06	355,272.44
310. 12100	Tax Accounts Receivable	55,352.98		55,352.98
310. 12101	Allowance for Uncollect Taxes	(11,370.61)		(11,370.61)
310. 12120	Interlocal Rec - Tax Assessor	17,200.23	737.36	17,937.59
310. 13511	Due from General Fund	5,012.74	151.74	5,164.48
Total Assets		347,527.72	74,829.16	422,356.88
Liabilities and Fund Equity				
310. 21700	Deferred Tax Revenue	43,982.37		43,982.37
310. 24300	Due to General Fund	28,089.77	4,207.73	32,297.50
310. 28300	Fund Balance	151,422.16		151,422.16
310. 28999	Net Income Current Year	124,033.42	70,621.43	194,654.85
Total Liabilities and Fund Equity		347,527.72	74,829.16	422,356.88
Revenue				
310. 41100	Tax Revenue	126,032.12	73,163.43	199,195.55
310. 41120	Delinquent Tax Revenue	2,119.63	254.92	2,374.55
310. 41150	Penalties & Interest - Tax	853.96	280.02	1,133.98
310. 44240	Surcharge - Out-of-District	455.22	151.74	606.96
310. 47100	Interest income	1,985.90	979.05	2,964.95
Total Revenue		131,446.83	74,829.16	206,275.99

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SOUTH TEXAS WATER AUTHORITY
Trial Balance with Revenues and Expenditures
For the Accounting Period: 1 / 26

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310 Debt Service

		Opening Balance	Change	Closing Balance
Expenditures				
310.603000.53260	Tax Collector Fees	5,952.13	4,207.73	10,159.86
310.603000.53270	Appraisal District Fees	1,461.28		1,461.28
	Total Debt Services	7,413.41	4,207.73	11,621.14
	Total Expenditures	7,413.41	4,207.73	11,621.14

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SOUTH TEXAS WATER AUTHORITY
Balance Sheet
For the Accounting Period: 1 / 26

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310 Debt Service

Assets

Current Assets

TexPool	355,272.44
Tax Accounts Receivable	55,352.98
Allowance for Uncollect Taxes	(11,370.61)
Interlocal Rec - Tax Assessor	17,937.59
Due from General Fund	5,164.48

Total Current Assets ----- **422,356.88**

Total Assets ----- **422,356.88**

Liabilities and Equity

Current Liabilities

Deferred Tax Revenue	43,982.37
----------------------	-----------

Total Current Liabilities ----- **43,982.37**

Other Liabilities

Due to General Fund	32,297.50
---------------------	-----------

Total Other Liabilities ----- **32,297.50**

Total Liabilities ----- **76,279.87**

Equity

Fund Balance	151,422.16
CURRENT YEAR INCOME/(LOSS)	194,654.85

Total Equity ----- **346,077.01**

Total Liabilities & Equity ----- **422,356.88**

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SOUTH TEXAS WATER AUTHORITY
Balance Sheet
For the Accounting Period: 1 / 26

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410 Capital Projects

Assets	
Current Assets	
TexStar	162,844.57
Total Current Assets	162,844.57
Total Assets	
	162,844.57
Liabilities and Equity	
Other Liabilities	
Due to General Fund	462,840.46
Total Other Liabilities	462,840.46
Total Liabilities	462,840.46
Equity	
Fund Balance	(289,296.25)
CURRENT YEAR INCOME/(LOSS)	(10,699.64)
Total Equity	(299,995.89)
Total Liabilities & Equity	162,844.57

**CAPITAL PROJECTS FUND
INCOME STATEMENT
FOR PERIOD ENDING January 31, 2026**

33.33%

	MONTHLY	YEAR TO DATE	2026 ADOPTED BUDGET	% OF 2026 ADOPTED BUDGET	2025 YEAR TO DATE	2025 FINAL BUDGET
REVENUES						
Bond Proceeds	0	0	0	0%	0	0
Interest Income	511	2,126	0	0%	4,867	9,500
Other Income	0	0	0	0%	0	0
TOTAL REVENUE AND OTHER FINANCE SOURCES	511	2,126	0	0%	4,867	9,500
EXPENDITURES						
Right of Way Acquisition	0	0	0	0%	0	0
Engineering Fees	0	0	0	0%	0	0
Construction Costs	0	0	0	0%	0	0
42" Line-Cathodic Protection	0	0	0	0%	16,906	269,855
Pipeline Condition Assessment	0	0	0	0%	0	0
Legal & Administrative Fees	0	0	0	0%	0	0
Cost of Bond Issuance	0	0	0	0%	0	0
Salary	4,692	12,826	0	0%	0	0
TOTAL EXPENDITURES	4,692	12,826	0	0%	16,906	269,855
EXCESS REVENUES OVER(UNDER) EXPENDITURES AND OTHER USES	(4,181)	(10,700)	0		(12,039)	(260,355)

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SOUTH TEXAS WATER AUTHORITY
Trial Balance with Revenues and Expenditures
For the Accounting Period: 1 / 26

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410 Capital Projects

		Opening Balance	Change	Closing Balance
Assets				
410. 11400	TexStar	162,333.43	511.14	162,844.57
		Total Assets	511.14	162,844.57
Liabilities and Fund Equity				
410. 24300	Due to General Fund	458,148.71	4,691.75	462,840.46
410. 28300	Fund Balance	(289,296.25)	(	289,296.25)
410. 28999	Net Income Current Year	(6,519.03)	(4,180.61)	(10,699.64)
		Total Liabilities and Fund Equity	511.14	162,844.57
Revenue				
410. 47100	Interest income	1,615.14	511.14	2,126.28
		Total Revenue	511.14	2,126.28
Expenditures				
410.609010.51100	Salaries/Wages	8,134.17	4,691.75	12,825.92
		Total Capital Projects	4,691.75	12,825.92

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SOUTH TEXAS WATER AUTHORITY
Trial Balance with Revenues and Expenditures
For the Accounting Period: 1 / 26

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410 Capital Projects

	Opening Balance	Change	Closing Balance
Total Expenditures	8,134.17	4,691.75	12,825.92

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SOUTH TEXAS WATER AUTHORITY
Balance Sheet
For the Accounting Period: 1 / 26

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410 Capital Projects

Assets

Current Assets		
TexStar	162,844.57	

Total Current Assets		162,844.57

Total Assets		162,844.57

Liabilities and Equity

Other Liabilities		
Due to General Fund	462,840.46	

Total Other Liabilities		462,840.46

Total Liabilities		462,840.46
Equity		
Fund Balance	(289,296.25)	
CURRENT YEAR INCOME/(LOSS)	(10,699.64)	

Total Equity		(299,995.89)

Total Liabilities & Equity		162,844.57

International Consulting Engineers

Invoice

261 Saratoga Blvd.
Corpus Christi, TX 78417

Date	Invoice #
1/31/2026	3776

Bill To
South Texas Water Authority 111 E. Sage Rd. Kingsville, TX 78363

P.O. No.	Terms	Project
		24116-05N TWDB ...

Item	Description	Est Amt	Prior A...	Prior %	Qty	Rate	Curr %	Total %	Prior Qty	Amount
	Nueces WSC Commitment #L1001912									
	Scope of Work									
	Basic Engineering Fees									
Engine...	Planning	37698.00	37698.00	100.00%	0	37,698.00	0.00%	100.00%		0.00
Engine...	Design	150793.00	60317.20	40.00%	0.1	150793.00	10.00%	50.00%	0.4	15079.30
	Special Services									
Engine...	Environmental	2,500.00			0	2,500.00	0.00%	0.00%	0	0.00
Engine...	Surveying	37698.00	37698.00	100.00%	0	37,698.00	0.00%	100.00%		0.00
Engine...	Permits	18849.00	1,884.90	10.00%	0.05	18,849.00	5.00%	15.00%	0.1	942.45
Engine...	Inspection	30000.00			0	30,000.00	0.00%	0.00%	0	0.00
Engine...	Project Management	37698.00	15079.20	40.00%	0.05	37,698.00	5.00%	45.00%	0.4	1,884.90

Total						\$17,906.65				
Payments/Credits						\$0.00				
Balance Due						\$17,906.65				

International Consulting Engineers

Invoice

261 Saratoga Blvd.
Corpus Christi, TX 78417

Date	Invoice #
12/31/2025	3738

Bill To
South Texas Water Authroity 111 E. Sage Rd. Kingsville, TX 78363

P.O. No.	Terms	Project
		24116-05N TWDB ...

Item	Description	Est Amt	Prior A...	Prior %	Qty	Rate	Curr %	Total %	Prior Qty	Amount
	Nueces WSC Commitment #L1001912									
	Scope of Work									
	Basic Engineering Fees									
Engine...	Planning	37698.00	37698.00	100.00%	0	37,698.00	0.00%	100.00%		0.00
Engine...	Design	150793.00	45237.90	30.00%	0.1	150793.00	10.00%	40.00%	0.3	15079.30
	Special Services									
Engine...	Environmental	2,500.00			0	2,500.00	0.00%	0.00%	0	0.00
Engine...	Surveying	37698.00	37698.00	100.00%	0	37,698.00	0.00%	100.00%		0.00
Engine...	Permits	18849.00	942.45	5.00%	0.05	18,849.00	5.00%	10.00%	0.05	942.45
Engine...	Inspection	30000.00			0	30,000.00	0.00%	0.00%	0	0.00
Engine...	Project Management	37698.00	13194.30	35.00%	0.05	37,698.00	5.00%	40.00%	0.35	1,884.90

Total						\$17,906.65				
Payments/Credits						\$0.00				
Balance Due						\$17,906.65				

International Consulting Engineers

Invoice

261 Saratoga Blvd.
Corpus Christi, TX 78417

Date	Invoice #
12/31/2025	3737

Bill To
South Texas Water Authority 111 E. Sage Rd. Kingsville, TX 78363

P.O. No.	Terms	Project
		24116-05R TWDB ...

Item	Description	Est Amt	Prior A...	Prior %	Qty	Rate	Curr %	Total %	Prior Qty	Amount
	Ricardo WSC Commitment #L1001913									
	Scope of Work									
	Basic Engineering Fees									
Engine...	Planning	66908.00	66908.00	100.00%	0	66,908.00	0.00%	100.00%		0.00
Engine...	Design	267631.00	80289.30	30.00%	0.1	267631.00	10.00%	40.00%	0.3	26763.10
	Special Services									
Engine...	Environmental	2,500.00			0	2,500.00	0.00%	0.00%	0	0.00
Engine...	Surveying	66908.00	66908.00	100.00%	0	66,908.00	0.00%	100.00%		0.00
Engine...	Permits	33454.00	1,672.70	5.00%	0.05	33,454.00	5.00%	10.00%	0.05	1,672.70
Engine...	Inspection	30000.00			0	30,000.00	0.00%	0.00%	0	0.00
Engine...	Project Management	66908.00	23417.80	35.00%	0.05	66,908.00	5.00%	40.00%	0.35	3,345.40

Total									\$31,781.20	
Payments/Credits									\$0.00	
Balance Due									\$31,781.20	

International Consulting Engineers

Invoice

261 Saratoga Blvd.
Corpus Christi, TX 78417

Date	Invoice #
1/31/2026	3777

Bill To
South Texas Water Authroity 111 E. Sage Rd. Kingsville, TX 78363

P.O. No.	Terms	Project
		24116-05R TWDB ...

Item	Description	Est Amt	Prior A...	Prior %	Qty	Rate	Curr %	Total %	Prior Qty	Amount
	Ricardo WSC Commitment #L1001913									
	Scope of Work									
	Basic Engineering Fees									
Engine...	Planning	66908.00	66908.00	100.00%	0	66,908.00	0.00%	100.00%		0.00
Engine...	Design	267631.00	107052.40	40.00%	0.1	267631.00	10.00%	50.00%	0.4	26763.10
	Special Services									
Engine...	Environmental	2,500.00			0	2,500.00	0.00%	0.00%	0	0.00
Engine...	Surveying	66908.00	66908.00	100.00%	0	66,908.00	0.00%	100.00%		0.00
Engine...	Permits	33454.00	3,345.40	10.00%	0.05	33,454.00	5.00%	15.00%	0.1	1,672.70
Engine...	Inspection	30000.00			0	30,000.00	0.00%	0.00%	0	0.00
Engine...	Project Management	66908.00	26763.20	40.00%	0.05	66,908.00	5.00%	45.00%	0.4	3,345.40

Total						\$31,781.20				
Payments/Credits						\$0.00				
Balance Due						\$31,781.20				



INVOICE

Bill To:
 South Texas Water Authority (STWA)
 2302 E.Sage Rd
 Kingsville TX 78363

DATE:
 February 10, 2026

INVOICE # 3792

Period of Performance:
 January 1 - 31, 2026

Attention: Mr. John Marez, Executive Director

PROJECT: OnCall Services ARV / GV Assessment

DESCRIPTION		QTY	Rate	CURRENT AMOUNT DUE	REMAINING BALANCE
PROFESSIONAL SERVICES BREAKDOWN					
Ivan Luna	Project Manager II		\$ 178.00	\$ -	
Sergio Luna	Project Manager I	0.00	\$ 146.00	\$ -	
Ansar Palakkal / Ricardo Torres/ Mohammad A. / Daniel G.	Engineer IV	16.00	\$ 146.00	\$ 2,336.00	
	Engineer III	33.00	\$ 123.00	\$ 4,059.00	
	Engineer II		\$ 104.00	\$ -	
	Architect Jr.		\$ 115.00	\$ -	
	Architect Sr.		\$ 147.00	\$ -	
	Designer I		\$ 107.00		
	Designer II		\$ 120.00		
	CADD Tech IV		\$ 98.00		
	CADD Tech III		\$ 78.00		
	Survey Tech		\$ 72.00		
	Survey Tech Sr.		\$ 119.00		
	2 Man Survey Crew		\$ 175.00		
	3 Man Survey Crew		\$ 235.00		
	RPLS		\$ 149.00		
	Leica 3D Terrestrial (per day)		\$ 750.00		
	Leica UAS Phtogrammetry (per day)		\$ 500.00		
	Construction Insp II		\$ 81.00		
	Construction Insp III		\$ 114.00		
	Admin / Clerical		\$ 52.00		
ADDITIONAL SERVICES					
				\$ -	\$ -
				\$ -	\$ -
TOTAL					
			TOTAL DUE	\$6,395.00	

Please remit to:
 International Consulting Engineers
 261 Saratoga Blvd
 Corpus Christi, TX 78417

First name	Last name	Date	Day	In	Out	Hours	Customer
Azayzeh							
Mohammad	Azayzeh	01/21/2026	Wed			2.50	South Texas Water Authority > 221 16-03 STWA On-Call Services > 261 16-03p ARV / GV Assessment 42"Line
NOTES: Work and meetings related to ARV and GV assessment Project Execution Plan							
Mohammad	Azayzeh	01/22/2026	Thu			3.00	South Texas Water Authority > 221 16-03 STWA On-Call Services > 261 16-03p ARV / GV Assessment 42"Line
NOTES: Work on ARV and GV assessment Project Execution Plan							
Mohammad	Azayzeh	01/23/2026	Fri			4.00	South Texas Water Authority > 221 16-03 STWA On-Call Services > 261 16-03p ARV / GV Assessment 42"Line
NOTES: Work and meetings related to ARV and GV assessment Project Execution Plan							
Mohammad	Azayzeh	01/26/2026	Mon			3.00	South Texas Water Authority > 221 16-03 STWA On-Call Services > 261 16-03p ARV / GV Assessment 42"Line
NOTES: Updating the execution plan and Gantt chart							
Mohammad	Azayzeh	01/27/2026	Tue			1.00	South Texas Water Authority > 221 16-03 STWA On-Call Services > 261 16-03p ARV / GV Assessment 42"Line
NOTES: Getting everything ready for the site visit							
Mohammad	Azayzeh	01/28/2026	Wed			3.50	South Texas Water Authority > 221 16-03 STWA On-Call Services > 261 16-03p ARV / GV Assessment 42"Line
NOTES: Site visit							
Mohammad	Azayzeh	01/29/2026	Thu			4.00	South Texas Water Authority > 221 16-03 STWA On-Call Services > 261 16-03p ARV / GV Assessment 42"Line
NOTES: Site visit ARV-1-2-3							

Mohammad	Azayzeh	01/30/2026	Fri	5.00	South Texas Water Authority > 221 16-03 STWA On-Call Services > 261 16-03p ARV / GV Assessment 42"Line
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NOTES: Site visit ARV and urgent Call

Luna

Sergio	Luna	01/22/2026	Thu	4.00	South Texas Water Authority > 221 16-03 STWA On-Call Services > 261 16-03p ARV / GV Assessment 42"Line
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NOTES: Contacted Erik Garcia and Patrick Sendejo to go over job. Discussed job with Mohammad, Went over project execution and scope of work.

Sergio	Luna	01/23/2026	Fri	4.00	South Texas Water Authority > 221 16-03 STWA On-Call Services > 261 16-03p ARV / GV Assessment 42"Line
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NOTES: Coordinated with patrick to recieve spare key for the ARV vaults. Discussed play of action with Ansar / Mohammad.

Sergio	Luna	01/27/2026	Tue	4.00	South Texas Water Authority > 221 16-03 STWA On-Call Services > 261 16-03p ARV / GV Assessment 42"Line
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NOTES: Coordination for job with Eric Garcia and Thomas Thine. Got with Patrick at Corpus office and discussed job and also and got a copy of the ARV vaults

Sergio	Luna	01/28/2026	Wed	4.00	South Texas Water Authority > 221 16-03 STWA On-Call Services > 261 16-03p ARV / GV Assessment 42"Line
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NOTES: Field Visit to WRV locations with Muhammed and Thomas Thine

Palakkal

Mohamed Ansar	Palakkal	01/21/2026	Wed	2:00pm	3:00pm	1.00	South Texas Water Authority > 221 16-03 STWA On-Call Services > 261 16-03p ARV / GV Assessment 42"Line
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NOTES: ARV Gate Valve Assessment Coordination meeting: Briefing project to Mohammad and sharing project information

Mohamed Ansar	Palakkal	01/23/2026	Fri	2:00pm	3:00pm	1.00	South Texas Water Authority > 221 16-03 STWA On-Call Services > 261 16-03p ARV / GV Assessment 42"Line
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NOTES: ARV & GV Assessment - Coordination Meeting(Project Kick off) * Meeting with STWA staff and Eric Garcia

Mohamed Ansar Palakkal 01/29/2026 Thu 1:00pm 3:00pm 2.00 South Texas Water Authority > 22116-03 STWA On-Call Services > 26116-03p ARV / GV Assessment 42"Line

NOTES: Field visit: ARV AND GV

Mohamed Ansar Palakkal 01/30/2026 Fri 2:00pm 5:00pm 3.00 South Texas Water Authority > 22116-03 STWA On-Call Services > 26116-03p ARV / GV Assessment 42"Line

NOTES: Site visit location : ARV leakage inspection during EGB construction pressure wash. Coordination with STWA, EGB



INVOICE

Bill To:
 South Texas Water Authority (STWA)
 2302 E. Sage Rd
 Kingsville TX 78363

DATE:
 February 10, 2026

INVOICE # 3786

Period of Performance:
 January 1 - 31, 2026

Attention: Mr. John Marez, Executive Director

PROJECT: OnCall Services TWDB DWSRF

DESCRIPTION		QTY	Rate	CURRENT AMOUNT DUE	REMAINING BALANCE
PROFESSIONAL SERVICES BREAKDOWN					
Ivan Luna	Project Manager II		\$ 178.00	\$ -	
Sergio Luna	Project Manager I	52.00	\$ 146.00	\$ 7,592.00	
Ansar Palakkal / Ricardo Torres/ Mohammad A. / Daniel G.	Engineer IV	28.00	\$ 146.00	\$ 4,088.00	
	Engineer III	119.50	\$ 123.00	\$ 14,698.50	
	Engineer II		\$ 104.00	\$ -	
	Architect Jr.		\$ 115.00	\$ -	
	Architect Sr.		\$ 147.00	\$ -	
	Designer I		\$ 107.00		
	Designer II		\$ 120.00		
	CADD Tech IV		\$ 98.00		
	CADD Tech III		\$ 78.00		
	Survey Tech		\$ 72.00		
	Survey Tech Sr.		\$ 119.00		
	2 Man Survey Crew		\$ 175.00		
	3 Man Survey Crew		\$ 235.00		
	RPLS		\$ 149.00		
	Leica 3D Terrestrial (per day)		\$ 750.00		
	Leica UAS Phtogrammetry (per day)		\$ 500.00		
	Construction Insp II		\$ 81.00		
	Construction Insp III		\$ 114.00		
	Admin / Clerical		\$ 52.00		
ADDITIONAL SERVICES					
				\$ -	\$ -
				\$ -	\$ -
TOTAL					
			TOTAL DUE	\$26,378.50	

Please remit to:
 International Consulting Engineers
 261 Saratoga Blvd
 Corpus Christi, TX 78417

First name	Last name	Date	Day	In	Out	Hours	Customer
Azayzeh							
Mohammad	Azayzeh	01/26/2026	Mon			3.00	South Texas Water Authority > 221 16-03 STWA On-Call Services > STWA 2026 TWDB-DWSRF > Preliminary Engineering Feasibility Repor
NOTES: Working on Storage and Pumping Facility – New Water Source Distribution Strategy project							
Mohammad	Azayzeh	01/27/2026	Tue			6.00	South Texas Water Authority > 221 16-03 STWA On-Call Services > STWA 2026 TWDB-DWSRF > Preliminary Engineering Feasibility Repor
NOTES: Working on Storage and Pumping Facility – New Water Source Distribution Strategy project							
Mohammad	Azayzeh	01/28/2026	Wed			4.00	South Texas Water Authority > 221 16-03 STWA On-Call Services > STWA 2026 TWDB-DWSRF > Preliminary Engineering Feasibility Repor
NOTES: Working on Storage and Pumping Facility and ARV top Body Replacement – New Water Source Distribution Strategy project							
Mohammad	Azayzeh	01/29/2026	Thu			5.00	South Texas Water Authority > 221 16-03 STWA On-Call Services > STWA 2026 TWDB-DWSRF > Preliminary Engineering Feasibility Repor
NOTES: Working on Storage and Pumping Facility and ARV top Body Replacement – New Water Source Distribution Strategy project							
Mohammad	Azayzeh	01/30/2026	Fri			4.50	South Texas Water Authority > 221 16-03 STWA On-Call Services > STWA 2026 TWDB-DWSRF > Preliminary Engineering Feasibility Repor
NOTES: Working on Storage and Pumping Facility and ARV top Body Replacement – New Water Source Distribution Strategy project							
Mohammad	Azayzeh	01/31/2026	Sat			4.00	South Texas Water Authority > 221 16-03 STWA On-Call Services > STWA 2026 TWDB-DWSRF > Preliminary Engineering Feasibility Repor

NOTES: Working on Storage and Pumping Facility and ARV top Body Replacement – New Water Source Distribution Strategy project PEFR and EDF

Garza

Daniel	Garza	01/22/2026	Thu	1.50	South Texas Water Authority > 221 16-03 STWA On-Call Services > STWA 2026 TWDB-DWSRF > Preliminary Engineering Feasibility Repor
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NOTES: Started on PEFR for waterline Inspection and assessment.

Daniel	Garza	01/23/2026	Fri	5.25	South Texas Water Authority > 221 16-03 STWA On-Call Services > STWA 2026 TWDB-DWSRF > Preliminary Engineering Feasibility Repor
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NOTES: Continued working on the PEFR for the waterline inspection and assessment project.

Daniel	Garza	01/24/2026	Sat	3.75	South Texas Water Authority > 221 16-03 STWA On-Call Services > STWA 2026 TWDB-DWSRF > Preliminary Engineering Feasibility Repor
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NOTES: Continued working on the PEFR for the waterline inspection and assessment project.

Daniel	Garza	01/26/2026	Mon	2.75	South Texas Water Authority > 221 16-03 STWA On-Call Services > STWA 2026 TWDB-DWSRF > Preliminary Engineering Feasibility Repor
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NOTES: Continued working on the PEFR for the transmission line inspection.

Daniel	Garza	01/27/2026	Tue	2.50	South Texas Water Authority > 221 16-03 STWA On-Call Services > STWA 2026 TWDB-DWSRF > Preliminary Engineering Feasibility Repor
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NOTES: Continued working on the PEFR for the transmission line inspection.

Daniel	Garza	01/28/2026	Wed	1.75	South Texas Water Authority > 221 16-03 STWA On-Call Services > STWA 2026 TWDB-DWSRF > Preliminary Engineering Feasibility Repor
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NOTES: Proofread entire PEFR and made changes as needed. Made a PDF for 90% submittal.

Luna

Ivan	Luna	01/20/2026	Tue	6.00	South Texas Water Authority > 22116-03 STWA On-Call Services > STWA 2026 TWDB-DWSRF > Preliminary Engineering Feasibility Repor
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NOTES: ==TWDB-DWSRF-Project List== 1. Continue to gather information and data for PEFR and application in general. 2. Continue to meet with ICE Team-Water Resources to coordinate the PEFR distribution and deliverables. 3. Continue to work on the PERFs.

Ivan	Luna	01/21/2026	Wed	6.00	South Texas Water Authority > 22116-03 STWA On-Call Services > STWA 2026 TWDB-DWSRF > Preliminary Engineering Feasibility Repor
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NOTES: ==TWDB-DWSRF-Project List== 1. Continue to gather information and data for PEFR and application in general. 2. Continue to meet with ICE Team-Water Resources to coordinate the PEFR distribution and deliverables. 3. Continue to work on the PERFs.

Ivan	Luna	01/22/2026	Thu	8.00	South Texas Water Authority > 22116-03 STWA On-Call Services > STWA 2026 TWDB-DWSRF > Preliminary Engineering Feasibility Repor
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NOTES: ==TWDB-DWSRF-Project List== 1. Continue to gather information and data for PEFR and application in general. 2. Continue to meet with ICE Team-Water Resources to coordinate the PEFR distribution and deliverables. 3. Continue to work on the PERFs.

Ivan	Luna	01/24/2026	Sat	4.00	South Texas Water Authority > 22116-03 STWA On-Call Services > STWA 2026 TWDB-DWSRF > Preliminary Engineering Feasibility Repor
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NOTES: ==TWDB-DWSRF-Project List== 1. Continue to gather information and data for PEFR and application in general. 2. Continue to meet with ICE Team-Water Resources to coordinate the PEFR distribution and deliverables. 3. Continue to work on the PERFs.

Ivan	Luna	01/25/2026	Sun	4.00	South Texas Water Authority > 22116-03 STWA On-Call Services > STWA 2026 TWDB-DWSRF > Preliminary Engineering Feasibility Repor
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NOTES: ==TWDB-DWSRF-Project List== 1. Continue to gather information and data for PEFR and application in general. 2. Continue to meet with ICE Team-Water Resources to coordinate the PEFR distribution and deliverables. 3. Continue to work on the PERFs.

Ivan	Luna	01/26/2026	Mon	4.00	South Texas Water Authority > 22116-03 STWA On-Call Services > STWA 2026 TWDB-DWSRF > Preliminary Engineering Feasibility Repor
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NOTES: ==TWDB-DWSRF-Project List== 1. Continue to gather information and data for PEFR and application in general. 2. Continue to meet with ICE Team-Water Resources to coordinate the PEFR distribution and deliverables. 3. Continue to work on the PERFs.

Sergio	Luna	01/26/2026	Mon	4.00	South Texas Water Authority > 221 16-03 STWA On-Call Services > STWA 2026 TWDB-DWSRF > Preliminary Engineering Feasibility Repor
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NOTES: Worked on Estimates for PEFR

Ivan	Luna	01/27/2026	Tue	4.00	South Texas Water Authority > 221 16-03 STWA On-Call Services > STWA 2026 TWDB-DWSRF > Preliminary Engineering Feasibility Repor
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NOTES: ==TWDB-DWSRF-Project List== 1. Continue to gather information and data for PEFR and application in general. 2. Continue to meet with ICE Team-Water Resources to coordinate the PEFR distribution and deliverables. 3. Continue to work on the PERFs.

Sergio	Luna	01/27/2026	Tue	4.00	South Texas Water Authority > 221 16-03 STWA On-Call Services > STWA 2026 TWDB-DWSRF > Preliminary Engineering Feasibility Repor
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NOTES: Worked on Estimates for PEFR

Ivan	Luna	01/28/2026	Wed	4.00	South Texas Water Authority > 221 16-03 STWA On-Call Services > STWA 2026 TWDB-DWSRF > Preliminary Engineering Feasibility Repor
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NOTES: ==TWDB-DWSRF-Project List== 1. Continue to gather information and data for PEFR and application in general. 2. Continue to meet with ICE Team-Water Resources to coordinate the PEFR distribution and deliverables. 3. Continue to work on the PERFs.

Sergio	Luna	01/28/2026	Wed	4.00	South Texas Water Authority > 221 16-03 STWA On-Call Services > STWA 2026 TWDB-DWSRF > Preliminary Engineering Feasibility Repor
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NOTES: Worked on Estimates for PEFR

Ivan	Luna	01/29/2026	Thu	4.00	South Texas Water Authority > 221 16-03 STWA On-Call Services > STWA 2026 TWDB-DWSRF > Preliminary Engineering Feasibility Repor
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NOTES: ==TWDB-DWSRF-Project List== 1. Continue to gather information and data for PEFR and application in general. 2. Continue to meet with ICE Team-Water Resources to coordinate the PEFR distribution and deliverables. 3. Continue to work on the PERFs.

Sergio	Luna	01/29/2026	Thu	8.00	South Texas Water Authority > 221 16-03 STWA On-Call Services > STWA 2026 TWDB-DWSRF > Preliminary Engineering Feasibility Repor
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NOTES: Worked on Estimates for PEFR Sent file to Team via email

Ivan	Luna	01/30/2026	Fri	4.00	South Texas Water Authority > 221 16-03 STWA On-Call Services > STWA 2026 TWDB-DWSRF > Preliminary Engineering Feasibility Repor
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NOTES: ==TWDB-DWSRF-Project List== 1. Continue to gather information and data for PEFR and application in general. 2. Continue to meet with ICE Team-Water Resources to coordinate the PEFR distribution and deliverables. 3. Continue to work on the PERFs.

Sergio	Luna	01/30/2026	Fri	8.00	South Texas Water Authority > 221 16-03 STWA On-Call Services > STWA 2026 TWDB-DWSRF > Preliminary Engineering Feasibility Repor
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NOTES: Worked on PEFR structure and send Word file to Team via email

Ivan	Luna	01/31/2026	Sat	4.00	South Texas Water Authority > 221 16-03 STWA On-Call Services > STWA 2026 TWDB-DWSRF > Preliminary Engineering Feasibility Repor
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NOTES: ==TWDB-DWSRF-Project List== 1. Continue to gather information and data for PEFR and application in general. 2. Continue to meet with ICE Team-Water Resources to coordinate the PEFR distribution and deliverables. 3. Continue to work on the PERFs.

Palakkal

Mohamed Ansar	Palakkal	01/21/2026	Wed	3:00pm	4:00pm	1.00	South Texas Water Authority > 221 16-03 STWA On-Call Services > STWA 2026 TWDB-DWSRF > Preliminary Engineering Feasibility Repor
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NOTES: Request for Information Regarding Calallen 16" and 42" Water Line Connections : * Coordination call with STWA * Sending Email request for additional information

Mohamed Ansar	Palakkal	01/23/2026	Fri	11:00am	12:00pm	1.00	South Texas Water Authority > 221 16-03 STWA On-Call Services > STWA 2026 TWDB-DWSRF > Preliminary Engineering Feasibility Repor
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NOTES: DWSRF FY2026 Funding - Option 4 data collection * Coordination call with Patrick * Coordination call with Mikhail (CCW) * Email response for the requested info

Mohamed Ansar	Palakkal	01/23/2026	Fri	1:00pm	2:00pm	1.00	South Texas Water Authority > 221 16-03 STWA On-Call Services > STWA 2026 TWDB-DWSRF > Preliminary Engineering Feasibility Repor
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NOTES: DWSRF FY2026 Funding - Option 4 data collection * Coordination call with Patrick * Coordination call with Mikhail (CCW) * Email response for the requested info

Mohamed Ansar	Palakkal	01/23/2026	Fri	3:00pm	4:00pm	1.00	South Texas Water Authority > 221 16-03 STWA On-Call Services > STWA 2026 TWDB-DWSRF > Preliminary Engineering Feasibility Repor
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NOTES: DWSRF FY2026 Funding - Option 4 data collection *Review of construction drawings received from CCW * Note preparation

Mohamed Ansar	Palakkal	01/23/2026	Fri	5:00pm	6:00pm	1.00	South Texas Water Authority > 221 16-03 STWA On-Call Services > STWA 2026 TWDB-DWSRF > Preliminary Engineering Feasibility Repor
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NOTES: Drafting general structure for the PEFR , Data collection and developing project formats.

Mohamed Ansar	Palakkal	01/24/2026	Sat	12:30pm	5:30pm	5.00	South Texas Water Authority > 221 16-03 STWA On-Call Services > STWA 2026 TWDB-DWSRF > Preliminary Engineering Feasibility Repor
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NOTES: Drafting PPT FOR STWA BOARD MEETING 01/26/2026 * updating PROJECT LIST *Internal TEAMS MEETING * drafting project description

Mohamed Ansar	Palakkal	01/25/2026	Sun	11:00am	3:00pm	4.00	South Texas Water Authority > 221 16-03 STWA On-Call Services > STWA 2026 TWDB-DWSRF > Preliminary Engineering Feasibility Repor
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NOTES: Drafting PPT FOR STWA BOARD MEETING 01/26/2026 * updating PROJECT LIST *Internal TEAMS MEETING * drafting project description

Mohamed Ansar	Palakkal	01/26/2026	Mon	8:00am	9:00am	1.00	South Texas Water Authority > 22116-03 STWA On-Call Services > STWA 2026 TWDB-DWSRF > Preliminary Engineering Feasibility Repor
NOTES: Drafting PEFR: * Coordination Meeting with Team * Report Drafting * EDF document preparation							
Mohamed Ansar	Palakkal	01/26/2026	Mon	10:30am	12:00pm	1.50	South Texas Water Authority > 22116-03 STWA On-Call Services > STWA 2026 TWDB-DWSRF > Preliminary Engineering Feasibility Repor
NOTES: Drafting PEFR: * Coordination Meeting with Team * Report Drafting * EDF document preparation							
Mohamed Ansar	Palakkal	01/26/2026	Mon	1:00pm	4:00pm	3.00	South Texas Water Authority > 22116-03 STWA On-Call Services > STWA 2026 TWDB-DWSRF > Preliminary Engineering Feasibility Repor
NOTES: FY2026 DWSRF FUNDING – FINAL LIST OF PROJECTS , STWA							
Mohamed Ansar	Palakkal	01/26/2026	Mon	4:00pm	5:00pm	1.00	South Texas Water Authority > 22116-03 STWA On-Call Services > STWA 2026 TWDB-DWSRF > Preliminary Engineering Feasibility Repor
NOTES: PEFR Overview - Teams Meeting							
Mohamed Ansar	Palakkal	01/27/2026	Tue	10:00am	10:30am	0.50	South Texas Water Authority > 22116-03 STWA On-Call Services > STWA 2026 TWDB-DWSRF > Preliminary Engineering Feasibility Repor
NOTES: Drafting PEFR: * Coordination Meeting with Team * Report Drafting * EDF document preparation							
Mohamed Ansar	Palakkal	01/27/2026	Tue	11:30am	12:00pm	0.50	South Texas Water Authority > 22116-03 STWA On-Call Services > STWA 2026 TWDB-DWSRF > Preliminary Engineering Feasibility Repor
NOTES: Drafting PEFR: * Coordination Meeting with Team * Report Drafting * EDF document preparation							

Mohamed Ansar	Palakkal	01/27/2026	Tue	2:00pm	3:00pm	1.00	South Texas Water Authority > 22116-03 STWA On-Call Services > STWA 2026 TWDB-DWSRF > Preliminary Engineering Feasibility Repor
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NOTES: Drafting PEFR: * Coordination Meeting with Team * Report Drafting * EDF document preparation

Mohamed Ansar	Palakkal	01/27/2026	Tue	3:00pm	4:00pm	1.00	South Texas Water Authority > 22116-03 STWA On-Call Services > STWA 2026 TWDB-DWSRF > Preliminary Engineering Feasibility Repor
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NOTES: STWA-TWDB-DWSRF Application Coordination

Mohamed Ansar	Palakkal	01/27/2026	Tue	4:00pm	5:00pm	1.00	South Texas Water Authority > 22116-03 STWA On-Call Services > STWA 2026 TWDB-DWSRF > Preliminary Engineering Feasibility Repor
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NOTES: Drafting PEFR: * Coordination Meeting with Team * Report Drafting * EDF document preparation

Mohamed Ansar	Palakkal	01/28/2026	Wed	4:00pm	5:00pm	1.00	South Texas Water Authority > 22116-03 STWA On-Call Services > STWA 2026 TWDB-DWSRF > Preliminary Engineering Feasibility Repor
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NOTES: Discussion of PIF Categories and TWDB 1201 Categories

Mohamed Ansar	Palakkal	01/28/2026	Wed	5:00pm	6:00pm	1.00	South Texas Water Authority > 22116-03 STWA On-Call Services > STWA 2026 TWDB-DWSRF > Preliminary Engineering Feasibility Repor
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NOTES: Request for Information About the Project Ownership - DWSRF Application Requirements *Drafting emails * email communications

Mohamed Ansar	Palakkal	01/29/2026	Thu	3:00pm	4:00pm	1.00	South Texas Water Authority > 22116-03 STWA On-Call Services > STWA 2026 TWDB-DWSRF > Preliminary Engineering Feasibility Repor
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NOTES: STWA - DWSRF FY 2026 WORK STATUS INTERNAL COORDINATION(30% SUBMISSIONS)

Mohamed Ansar	Palakkal	01/30/2026	Fri	8:00am	10:00am	2.00	South Texas Water Authority > 22116-03 STWA On-Call Services > STWA 2026 TWDB-DWSRF > Preliminary Engineering Feasibility Repor
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NOTES: Inclusion of New Pipeline and Seven Seas Location - DWSRF FY 2026 Full Application *Preparing draft exhibit * Coordination with STWA and WFX.

Mohamed Ansar	Palakkal	01/30/2026	Fri	10:00am	11:00am	1.00	South Texas Water Authority > 22116-03 STWA On-Call Services > STWA 2026 TWDB-DWSRF > Preliminary Engineering Feasibility Repor
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NOTES: EDFs for DWSRF projects - Teams meeting Internal

Mohamed Ansar	Palakkal	01/30/2026	Fri	1:00pm	2:00pm	1.00	South Texas Water Authority > 22116-03 STWA On-Call Services > STWA 2026 TWDB-DWSRF > Preliminary Engineering Feasibility Repor
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NOTES: Drafting PEFR : modifying draft word structure.

Mohamed Ansar	Palakkal	01/31/2026	Sat	9:30am	2:00pm	4.50	South Texas Water Authority > 22116-03 STWA On-Call Services > STWA 2026 TWDB-DWSRF > Preliminary Engineering Feasibility Repor
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NOTES: Drafting PEFR: * Coordination Meeting with Team * Report Drafting * EDF document preparation

Mohamed Ansar	Palakkal	01/31/2026	Sat	3:00pm	6:00pm	3.00	South Texas Water Authority > 22116-03 STWA On-Call Services > STWA 2026 TWDB-DWSRF > Preliminary Engineering Feasibility Repor
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NOTES: Drafting PEFR: * Coordination Meeting with Team * Report Drafting * EDF document preparation

Torres

Ricardo	Torres	01/23/2026	Fri	8:00am	12:00pm	4.00	South Texas Water Authority > 22116-03 STWA On-Call Services > STWA 2026 TWDB-DWSRF > Preliminary Engineering Feasibility Repor
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NOTES: Map making for Monday presentation

Ricardo	Torres	01/27/2026	Tue	8:00am	10:30am	2.50	South Texas Water Authority > 22116-03 STWA On-Call Services > STWA 2026 TWDB-DWSRF > Preliminary Engineering Feasibility Repor
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NOTES: PEFR and TWDB-800 work

Ricardo	Torres	01/27/2026	Tue	1:00pm	1:30pm	0.50	South Texas Water Authority > 22116-03 STWA On-Call Services > STWA 2026 TWDB-DWSRF > Preliminary Engineering Feasibility Repor
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NOTES: PEFR and TWDB-800 work

Ricardo	Torres	01/27/2026	Tue	2:00pm	5:00pm	3.00	South Texas Water Authority > 22116-03 STWA On-Call Services > STWA 2026 TWDB-DWSRF > Preliminary Engineering Feasibility Repor
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NOTES: PEFR and TWDB-800 work

Ricardo	Torres	01/28/2026	Wed	8:00am	12:00pm	4.00	South Texas Water Authority > 22116-03 STWA On-Call Services > STWA 2026 TWDB-DWSRF > Preliminary Engineering Feasibility Repor
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NOTES: PEFR and TWDB-800 work

Ricardo	Torres	01/28/2026	Wed	1:00pm	4:30pm	3.50	South Texas Water Authority > 22116-03 STWA On-Call Services > STWA 2026 TWDB-DWSRF > Preliminary Engineering Feasibility Repor
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NOTES: PEFR and TWDB-800 work

Ricardo	Torres	01/29/2026	Thu	8:00am	12:00pm	4.00	South Texas Water Authority > 22116-03 STWA On-Call Services > STWA 2026 TWDB-DWSRF > Preliminary Engineering Feasibility Repor
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NOTES: PEFR work - Interconnection to 42-in line

Ricardo	Torres	01/29/2026	Thu	1:00pm	3:00pm	2.00	South Texas Water Authority > 22116-03 STWA On-Call Services > STWA 2026 TWDB-DWSRF > Preliminary Engineering Feasibility Repor
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NOTES: PEFR work - Interconnection to 42-in line

Ricardo	Torres	01/29/2026	Thu	3:00pm	4:00pm	1.00	South Texas Water Authority > 22116-03 STWA On-Call Services > STWA 2026 TWDB-DWSRF > Preliminary Engineering Feasibility Repor
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NOTES: Work coordination meeting

Ricardo	Torres	01/30/2026	Fri	9:00am	12:00pm	3.00	South Texas Water Authority > 22116-03 STWA On-Call Services > STWA 2026 TWDB-DWSRF > Preliminary Engineering Feasibility Repor
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NOTES: PEFR work - Interconnection to 42-in line

Ricardo	Torres	01/30/2026	Fri	1:00pm	5:00pm	4.00	South Texas Water Authority > 22116-03 STWA On-Call Services > STWA 2026 TWDB-DWSRF > Preliminary Engineering Feasibility Repor
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NOTES: PEFR work - Interconnection to 42-in line

Ricardo	Torres	01/31/2026	Sat	11:00am	2:00pm	3.00	South Texas Water Authority > 22116-03 STWA On-Call Services > STWA 2026 TWDB-DWSRF > Preliminary Engineering Feasibility Repor
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NOTES: PEFR work - EFR for Interconnection to 42-in line

Ricardo	Torres	01/31/2026	Sat	3:00pm	5:00pm	2.00	South Texas Water Authority > 22116-03 STWA On-Call Services > STWA 2026 TWDB-DWSRF > Preliminary Engineering Feasibility Repor
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NOTES: PEFR work - EFR for Interconnection to 42-in line

CHARLES W. ZAHN, JR.
ATTORNEY AT LAW
2106 STATE HIGHWAY 361, SUITE B
P.O. BOX 941
PORT ARANSAS, TEXAS 78373
Telephone: (361) 548-8967 * Fax: (361) 729-2381
Email: cwzjr@centurytel.net
February 17, 2026

South Texas Water Authority
2302 E. Sage Road
Kingsville, Texas 78363
Attn: Mr. John Marez
Executive Director

Re: Bill for services rendered through January 31, 2026

FOR SERVICES RENDERED AS FOLLOWS:

01/05/2026 CWZ Receipt and review of correspondence from John Marez	.20
01/06/2026 CWZ Receipt and review of Agenda for the January 13, 2026 and January 27, 2026 Regular Meetings of the Board of Directors; Telephone conference with John Marez; Revise Agenda for the January 13, 2026 Regular Meeting of the Board of Directors; Preparation of correspondence to John Marez and Jose Graveley	1.40
01/12/2026 CWZ Telephone conference with August Patroelj; Preparation of correspondence to Michael Noone and Wes Strickland; Receipt and review of correspondence from Michael Noone; Receipt and review of correspondence from John Marez; Telephone conference with John Marez	1.20
01/13/2026 CWZ Receipt and review of correspondence from John Marez; Telephone conference with John Marez	.40
01/14/2026 CWZ Receipt and review of correspondence from John Marez	.20
01/15/2026 CWZ Receipt and review of correspondence from John Marez; Telephone conference with John Marez	.40
01/16/2026 CWZ Review Second Amended and Restated Water Supply Agreement with Seven Seas Water; Telephone conference with John Marez; Conference call with South Texas Water Authority, Seven Seas Water (STWA) USA, LL and ICE Engineering	2.60
01/17/2026 CWZ Receipt and review of City of Alice Water Supply Agreement	1.00

South Texas Water Authority
February 17, 2026
Page 2

01/19/2026 CWZ Preparation of correspondence to Michael Noone and Wes Strickland; Telephone conference with John Marez; Preparation of correspondence to John Marez; Preparation of correspondence to John Marez; Preparation of correspondence to John Marez; Receipt and review of correspondence from John Marez	1.40
01/20/2026 CWZ Prepare for, travel to and attend Regular Meeting of the Board of Directors	5.40
01/21/2026 CWZ Preparation of correspondence to John Marez	.20
01/26/2026 CWZ Receipt and review of correspondence from Jose Morales	.40
14.80 hours @ \$450.00 per hour = \$6,660.00	

KLEBERG COUNTY APPRAISAL DISTRICT

P.O. BOX 1027 - 502 E. KLEBERG - KINGSVILLE, TEXAS 78364

PH. # (361) 595-5775 - FAX # (361) 595-7984

RECEIVED

TO: MAR 05 2026 South Texas Water Authority
FROM: SOUTH TEXAS WATER AUTHORITY Kleberg County Appraisal District
DATE: February 27, 2026
SUBJECT: 2026 Appraisal District Payment Information

The 2nd payment from your taxing unit toward the 2026 Appraisal District Operating Budget is due to be paid by March 31, 2026. Thank you for your attention to this matter.

Amount due if paid by 3/31/2026:	\$	5,708.57
Amount due if paid after 3/31/2026:	\$	6,041.57

\$	5,708.57	
+ \$	285.43	(5% Penalty)
+ \$	47.57	(10% Interest /Mo)
\$	<u>6,041.57</u>	

CHARLES W. ZAHN, JR.
ATTORNEY AT LAW
2106 STATE HIGHWAY 361, SUITE B
P.O. BOX 941
PORT ARANSAS, TEXAS 78373
Telephone: (361) 548-8967 * Fax: (361) 729-2381
Email: cwzjr@centurytel.net
March 4, 2026

South Texas Water Authority
2302 E. Sage Road
Kingsville, Texas 78363
Attn: Mr. John Marez
Executive Director

Re: Bill for services rendered through February 28, 2026

FOR SERVICES RENDERED AS FOLLOWS:

02/02/2026 CWZ Telephone conference with John Marez	.20
02/03/2026 CWZ Receipt and review of documents from Water Finance Exchange	1.00
02/04/2026 CWZ Receipt and review of correspondence from John Marez; Preparation of correspondence to John Marez; Receipt and review of correspondence from Dan Maroney; Receipt and review of correspondence from Tina Garza	.80
02/09/2026 CWZ Telephone conference with John Marez; Receipt and review of Agenda for the February 12, 2026 Regular Meeting of the Board of Directors; Preparation of correspondence to Michael Noone and Wes Strickland; Preparation of correspondence to John Marez and Jose Graveley; Receipt and review of correspondence from John Marez; Receipt and review of correspondence from Michael Noone; Preparation of correspondence to Michael Noone	1.60
02/10/2026 CWZ Receipt and review of correspondence from John Marez; Prepare for and attend Regular Meeting of the Board of Directors; Preparation of Audit letter	3.80
02/17/2026 CWZ Receipt and review of correspondence from John Marez	.20
02/18/2026 CWZ Telephone conference with John Marez; Preparation of correspondence to John Marez	.40
02/19/2026 CWZ Receipt and review of correspondence from John Marez; Receipt and review of correspondence from John Marez; Receipt and review of	

correspondence from John Marez; Receipt and review of correspondence from John Marez	.80
02/20/2026 CWZ Preparation of correspondence to Greg Szuman; Telephone conference with Greg Szuman; Telephone conference with Greg Szuman; Receipt and review of correspondence from John Marez; Receipt and review of correspondence from Dan Maroney	1.60
02/23/2026 CWZ Telephone conference with John Marez and August Patroelj	.40
11.80 hours @ \$450.00 = \$5,310.00	



1457031033

Bill To:
South Texas Water Authority (STWA)
 2302 E.Sage Rd
 Kingsville TX 78363

DATE:
 March 4, 2026

INVOICE # 3807

Period of Performance:
 February 1 - 28, 2026

Attention: Mr. John Marez, Executive Director

PROJECT: OnCall Services TWDB DWSRF

DESCRIPTION		QTY	Rate	CURRENT AMOUNT DUE	REMAINING BALANCE
PROFESSIONAL SERVICES BREAKDOWN					
Ivan Luna	Project Manager II		\$ 178.00	\$ -	
Sergio Luna	Project Manager I	70.00	\$ 146.00	\$ 10,220.00	
Ansar Palakkal / Ricardo Torres/ Mohammad A. / Daniel G. / Moayad K.	Engineer IV	28.00	\$ 146.00	\$ 4,088.00	
	Engineer III	105.50	\$ 123.00	\$ 12,976.50	
	Engineer II		\$ 104.00	\$ -	
	Architect Jr.		\$ 115.00	\$ -	
	Architect Sr.		\$ 147.00	\$ -	
	Designer I		\$ 107.00		
	Designer II		\$ 120.00		
	CADD Tech IV		\$ 98.00		
	CADD Tech III		\$ 78.00		
	Survey Tech		\$ 72.00		
	Survey Tech Sr.		\$ 119.00		
	2 Man Survey Crew		\$ 175.00		
	3 Man Survey Crew		\$ 235.00		
	RPLS		\$ 149.00		
	Leica 3D Terrestrial (per day)		\$ 750.00		
	Leica UAS Phtogrammetry (per day)		\$ 500.00		
	Construction Insp II		\$ 81.00		
	Construction Insp III		\$ 114.00		
	Admin / Clerical		\$ 52.00		
ADDITIONAL SERVICES					
				\$ -	\$ -
				\$ -	\$ -
TOTAL					
			TOTAL DUE	\$27,284.50	

Please remit to:
 International Consulting Engineers
 261 Saratoga Blvd
 Corpus Christi, TX 78417

First name	Last name	Date	Day	In	Out	Hours	Customer
Azayzeh							
Mohammad	Azayzeh	02/01/2026	Sun			9.00	South Texas Water Authority > 22116-03 STWA On-Call Services > STWA 2026 TWDB-DWSRF > Preliminary Engineering Feasibility Report
NOTES: Working on Storage and Pumping Facility and ARV top Body Replacement -- New Water Source Distribution Strategy project PEFR and EDF							
Mohammad	Azayzeh	02/02/2026	Mon			1.50	South Texas Water Authority > 22116-03 STWA On-Call Services > STWA 2026 TWDB-DWSRF > Preliminary Engineering Feasibility Report
NOTES: Working on the EDF report and maps related							
Mohammad	Azayzeh	02/03/2026	Tue			2.00	South Texas Water Authority > 22116-03 STWA On-Call Services > STWA 2026 TWDB-DWSRF > Preliminary Engineering Feasibility Report
NOTES: Working on the EDF report and maps related							
Mohammad	Azayzeh	02/04/2026	Wed			1.50	South Texas Water Authority > 22116-03 STWA On-Call Services > STWA 2026 TWDB-DWSRF > Preliminary Engineering Feasibility Report
NOTES: Working on the EDF report and maps related							
Garza							
Daniel	Garza	02/03/2026	Tue			3.75	South Texas Water Authority > 22116-03 STWA On-Call Services > STWA 2026 TWDB-DWSRF > Preliminary Engineering Feasibility Report
NOTES: Worked on coordination letters for all nine projects that will be attached with the EDF's.							

Daniel	Garza	02/04/2026	Wed	2.00	South Texas Water Authority > 22116-03 STWA On-Call Services > STWA 2026 TWDB-DWSRF > Preliminary Engineering Feasibility Repor
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NOTES: Finished up all coordination letters for the nine projects. Converting all from word documents to PDF.

Luna

Ivan	Luna	02/01/2026	Sun	4.00	South Texas Water Authority > 22116-03 STWA On-Call Services > STWA 2026 TWDB-DWSRF > Preliminary Engineering Feasibility Repor
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NOTES: ==TWDB-DWSRF-Project List== 1. Continue to gather information and data for PEFR and application in general. 2. Continue to meet with ICE Team-Water Resources to coordinate the PEFR distribution and deliverables. 3. Continue to work on the PERFs.

Ivan	Luna	02/02/2026	Mon	4.00	South Texas Water Authority > 22116-03 STWA On-Call Services > STWA 2026 TWDB-DWSRF > Preliminary Engineering Feasibility Repor
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NOTES: ==TWDB-DWSRF-Project List (60% Submittal)== 1. Continue to gather information and data for PEFR and application in general. 2. Continue to meet with ICE Team-Water Resources to coordinate the PEFR distribution and deliverables. 3. Continue to work on the PERFs. 4. 60% Submittal sent to STWA, WFT. and ICE team for review and comment.

Sergio	Luna	02/02/2026	Mon	8.00	South Texas Water Authority > 22116-03 STWA On-Call Services > STWA 2026 TWDB-DWSRF > Preliminary Engineering Feasibility Repor
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NOTES: Worked in changes requested Added "Special Services" and "Other Sections" to match TWDB 1201 Format and added each corresponding category under Moved the Land Acquisition cost to the "Other" category to follow TWDB format The combined cost of the TWDB 1201 forms is in the Master Template Sheet

Ivan	Luna	02/03/2026	Tue	4.00	South Texas Water Authority > 22116-03 STWA On-Call Services > STWA 2026 TWDB-DWSRF > Preliminary Engineering Feasibility Repor
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NOTES: ==TWDB-DWSRF-Project List (90% Submittal)== 1. Continue to gather information and data for PEFR and application in general. 2. Continue to meet with ICE Team-Water Resources to coordinate the PEFR distribution and deliverables. 3. Continue to work on the PERFs. 4. 90% Submittal sent to STWA, WFT. and ICE team for review and comment.

Sergio	Luna	02/03/2026	Tue	8.00	South Texas Water Authority > 22116-03 STWA On-Call Services > STWA 2026 TWDB-DWSRF > Preliminary Engineering Feasibility Repor
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NOTES: Updated changes to Estimates and files via email

Ivan	Luna	02/04/2026	Wed	4.00	South Texas Water Authority > 22116-03 STWA On-Call Services > STWA 2026 TWDB-DWSRF > Preliminary Engineering Feasibility Repor
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NOTES: ==TWDB-DWSRF-Project List (90% Submittal)== 1. Continue to gather information and data for PEFR and application in general. 2. Continue to meet with ICE Team-Water Resources to coordinate the PEFR distribution and deliverables. 3. Continue to work on the PERFs. 4. 90% Submittal sent to STWA, WFT. and ICE team for review and comment.

Sergio	Luna	02/04/2026	Wed	8.00	South Texas Water Authority > 22116-03 STWA On-Call Services > STWA 2026 TWDB-DWSRF > Preliminary Engineering Feasibility Repor
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NOTES: Made edits to changes, added the F&B Fees and other fees, created additional spreadsheet for these Discuss changes with Ansar via Teams and sent new spreadsheet via email

Sergio	Luna	02/05/2026	Thu	4.00	South Texas Water Authority > 22116-03 STWA On-Call Services > STWA 2026 TWDB-DWSRF > Preliminary Engineering Feasibility Repor
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NOTES: Went over PEFR and other documents sent

Ivan	Luna	02/05/2026	Thu	4.00	South Texas Water Authority > 22116-03 STWA On-Call Services > STWA 2026 TWDB-DWSRF > Preliminary Engineering Feasibility Repor
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NOTES: ==TWDB-DWSRF-Project List (FINAL Submittal)== 1. Continue to gather information and data for PEFR and application in general. 2. Continue to meet with ICE Team-Water Resources to coordinate the PEFR distribution and deliverables. 3. Continue to work on the PERFs. 4. FINAL Submittal sent to STWA, WFT. and ICE team for review and comment.

Ivan	Luna	02/06/2026	Fri	4.00	South Texas Water Authority > 22116-03 STWA On-Call Services > STWA 2026 TWDB-DWSRF > Preliminary Engineering Feasibility Repor
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NOTES: ==TWDB-DWSRF-Project List (FINAL Submittal)== 1. Continue to gather information and data for PEFR and application in general. 2. Continue to meet with ICE Team-Water Resources to coordinate the PEFR distribution and deliverables. 3. Continue to work on the PERFs. 4. FINAL Submittal sent to STWA, WFX, and ICE team for review and comment. 5. Organizing Files for possible RFIs from TWDB.

Ivan	Luna	02/09/2026	Mon	4.00	South Texas Water Authority > 22116-03 STWA On-Call Services > STWA 2026 TWDB-DWSRF > Preliminary Engineering Feasibility Repor
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NOTES: ==TWDB-DWSRF-Project List (FINAL Submittal)== 1. Continue to gather information and data for PEFR and application in general. 2. Continue to meet with ICE Team-Water Resources to coordinate the PEFR distribution and deliverables. 3. Continue to work on the PERFs. 4. FINAL Submittal sent to STWA, WFX, and ICE team for review and comment. 5. Organizing Files for possible RFIs from TWDB.

Ivan	Luna	02/10/2026	Tue	4.00	South Texas Water Authority > 22116-03 STWA On-Call Services > STWA 2026 TWDB-DWSRF > Preliminary Engineering Feasibility Repor
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NOTES: ==TWDB-DWSRF-Project List (FINAL Submittal)== 1. Continue to gather information and data for PEFR and application in general. 2. Continue to meet with ICE Team-Water Resources to coordinate the PEFR distribution and deliverables. 3. Continue to work on the PERFs. 4. FINAL Submittal sent to STWA, WFX, and ICE team for review and comment. 5. Organizing Files for possible RFIs from TWDB.

Ivan	Luna	02/11/2026	Wed	4.00	South Texas Water Authority > 22116-03 STWA On-Call Services > STWA 2026 TWDB-DWSRF > Preliminary Engineering Feasibility Repor
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NOTES: ==TWDB-DWSRF-Project List (FINAL Submittal)== 1. Continue to gather information and data for PEFR and application in general. 2. Continue to meet with ICE Team-Water Resources to coordinate the PEFR distribution and deliverables. 3. Continue to work on the PERFs. 4. FINAL Submittal sent to STWA, WFX, and ICE team for review and comment. 5. Organizing Files for possible RFIs from TWDB.

Ivan	Luna	02/12/2026	Thu	4.00	South Texas Water Authority > 22116-03 STWA On-Call Services > STWA 2026 TWDB-DWSRF > Preliminary Engineering Feasibility Repor
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NOTES: ==TWDB-DWSRF-Project List (FINAL Submittal)== 1. Continue to gather information and data for PEFR and application in general. 2. Continue to meet with ICE Team-Water Resources to coordinate the PEFR distribution and deliverables. 3. Continue to work on the PERFs. 4. FINAL Submittal sent to STWA, WFX, and ICE team for review and comment. 5. Organizing Files for possible RFIs from TWDB.

Ivan	Luna	02/13/2026	Fri	4.00	South Texas Water Authority > 22116-03 STWA On-Call Services > STWA 2026 TWDB-DWSRF > Preliminary Engineering Feasibility Repor
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NOTES: ==TWDB-DWSRF-Project List (FINAL Submittal)== 1. Continue to gather information and data for PEFR and application in general. 2. Continue to meet with ICE Team-Water Resources to coordinate the PEFR distribution and deliverables. 3. Continue to work on the PERFs. 4. FINAL Submittal sent to STWA, WFX. and ICE team for review and comment. 5. Organizing Files for possible RFIs from TWDB.

Ivan	Luna	02/17/2026	Tue	4.00	South Texas Water Authority > 22116-03 STWA On-Call Services > STWA 2026 TWDB-DWSRF > Preliminary Engineering Feasibility Repor
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NOTES: ==TWDB-DWSRF-Project List (FINAL Submittal)== 1. Continue to gather information and data for PEFR and application in general. 2. Continue to meet with ICE Team-Water Resources to coordinate the PEFR distribution and deliverables. 3. Continue to work on the PERFs. 4. FINAL Submittal sent to STWA, WFX. and ICE team for review and comment. 5. Organizing Files for possible RFIs from TWDB.

Ivan	Luna	02/18/2026	Wed	4.00	South Texas Water Authority > 22116-03 STWA On-Call Services > STWA 2026 TWDB-DWSRF > Preliminary Engineering Feasibility Repor
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NOTES: ==TWDB-DWSRF-Project List (FINAL Submittal)== 1. Continue to gather information and data for PEFR and application in general. 2. Continue to meet with ICE Team-Water Resources to coordinate the PEFR distribution and deliverables. 3. Continue to work on the PERFs. 4. FINAL Submittal sent to STWA, WFX. and ICE team for review and comment. 5. Organizing Files for possible RFIs from TWDB.

Ivan	Luna	02/19/2026	Thu	4.00	South Texas Water Authority > 22116-03 STWA On-Call Services > STWA 2026 TWDB-DWSRF > Preliminary Engineering Feasibility Repor
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NOTES: ==TWDB-DWSRF-Project List (FINAL Submittal)== 1. Continue to gather information and data for PEFR and application in general. 2. Continue to meet with ICE Team-Water Resources to coordinate the PEFR distribution and deliverables. 3. Continue to work on the PERFs. 4. FINAL Submittal sent to STWA, WFX. and ICE team for review and comment. 5. Organizing Files for possible RFIs from TWDB.

Ivan	Luna	02/20/2026	Fri	4.00	South Texas Water Authority > 22116-03 STWA On-Call Services > STWA 2026 TWDB-DWSRF > Preliminary Engineering Feasibility Repor
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NOTES: ==TWDB-DWSRF-Project List (FINAL Submittal)== 1. Continue to gather information and data for PEFR and application in general. 2. Continue to meet with ICE Team-Water Resources to coordinate the PEFR distribution and deliverables. 3. Continue to work on the PERFs. 4. FINAL Submittal sent to STWA, WFX. and ICE team for review and comment. 5. Organizing Files for possible RFIs from TWDB.

Ivan	Luna	02/23/2026	Mon	2.00	South Texas Water Authority > 22116-03 STWA On-Call Services > STWA 2026 TWDB-DWSRF > Preliminary Engineering Feasibility Repor
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NOTES: ==TWDB-DWSRF-Project List (RFIs)== 1. Organizing Files for RFIs from TWDB. 2. Reviewing Submittal elements 3. Rerunning design numbers for each of the projects listed to account for upcoming Industrial Expansion. 4. Rerunning OPCCs to match new design conditions.

Ivan	Luna	02/24/2026	Tue	2.00	South Texas Water Authority > 22116-03 STWA On-Call Services > STWA 2026 TWDB-DWSRF > Preliminary Engineering Feasibility Repor
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NOTES: ==TWDB-DWSRF-Project List (RFIs)== 1. Organizing Files for RFIs from TWDB. 2. Reviewing Submittal elements 3. Rerunning design numbers for each of the projects listed to account for upcoming Industrial Expansion. 4. Rerunning OPCCs to match new design conditions.

Ivan	Luna	02/25/2026	Wed	2.00	South Texas Water Authority > 22116-03 STWA On-Call Services > STWA 2026 TWDB-DWSRF > Preliminary Engineering Feasibility Repor
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NOTES: ==TWDB-DWSRF-Project List (RFIs)== 1. Organizing Files for RFIs from TWDB. 2. Reviewing Submittal elements 3. Rerunning design numbers for each of the projects listed to account for upcoming Industrial Expansion. 4. Rerunning OPCCs to match new design conditions.

Ivan	Luna	02/26/2026	Thu	2.00	South Texas Water Authority > 22116-03 STWA On-Call Services > STWA 2026 TWDB-DWSRF > Preliminary Engineering Feasibility Repor
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NOTES: ==TWDB-DWSRF-Project List (RFIs)== 1. Organizing Files for RFIs from TWDB. 2. Reviewing Submittal elements 3. Rerunning design numbers for each of the projects listed to account for upcoming Industrial Expansion. 4. Rerunning OPCCs to match new design conditions.

Ivan	Luna	02/27/2026	Fri	2.00	South Texas Water Authority > 22116-03 STWA On-Call Services > STWA 2026 TWDB-DWSRF > Preliminary Engineering Feasibility Repor
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NOTES: ==TWDB-DWSRF-Project List (RFIs)== 1. Organizing Files for RFIs from TWDB. 2. Reviewing Submittal elements 3. Rerunning design numbers for each of the projects listed to account for upcoming Industrial Expansion. 4. Rerunning OPCCs to match new design conditions.

Palakkal

Mohamed Ansar	Palakkal	02/01/2026	Sun	11:00am	4:00pm	5.00	South Texas Water Authority > 22116-03 STWA On-Call Services > STWA 2026 TWDB-DWSRF > Preliminary Engineering Feasibility Repor
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NOTES: Drafting PEFR: * Coordination Meeting with Team * Report Drafting * EDF document preparation

Mohamed Ansar	Palakkal	02/01/2026	Sun	5:00pm	8:30pm	3.50	South Texas Water Authority > 22116-03 STWA On-Call Services > STWA 2026 TWDB-DWSRF > Preliminary Engineering Feasibility Repor
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NOTES: Drafting PEFR: * Coordination Meeting with Team * Report Drafting * EDF document preparation

Mohamed Ansar	Palakkal	02/02/2026	Mon	8:00am	12:00pm	4.00	South Texas Water Authority > 22116-03 STWA On-Call Services > STWA 2026 TWDB-DWSRF > Preliminary Engineering Feasibility Repor
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NOTES: DWSRF FY 2026 - STWA * PEFR Drafting * TWDB 1201 * Environmental Documentation * Coordination calls with WFX * Coordination calls with STWA

Mohamed Ansar	Palakkal	02/02/2026	Mon	1:00pm	4:00pm	3.00	South Texas Water Authority > 22116-03 STWA On-Call Services > STWA 2026 TWDB-DWSRF > Preliminary Engineering Feasibility Repor
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NOTES: DWSRF FY 2026 - STWA * PEFR Drafting * TWDB 1201 * Environmental Documentation * Coordination calls with WFX * Coordination calls with STWA

Mohamed Ansar	Palakkal	02/02/2026	Mon	5:30pm	7:30pm	2.00	South Texas Water Authority > 22116-03 STWA On-Call Services > STWA 2026 TWDB-DWSRF > Preliminary Engineering Feasibility Repor
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NOTES: DWSRF FY 2026 - STWA * PEFR Drafting * TWDB 1201 * Environmental Documentation * Coordination calls with WFX * Coordination calls with STWA

Mohamed Ansar	Palakkal	02/03/2026	Tue	11:00am	12:00pm	1.00	South Texas Water Authority > 22116-03 STWA On-Call Services > STWA 2026 TWDB-DWSRF > Preliminary Engineering Feasibility Repor
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NOTES: DWSRF FY 2026 - STWA * PEFR Drafting * TWDB 1201 * Environmental Documentation * Coordination calls with WFX * Coordination calls with STWA

Mohamed Ansar	Palakkal	02/03/2026	Tue	2:00pm	5:00pm	3.00	South Texas Water Authority > 22116-03 STWA On-Call Services > STWA 2026 TWDB-DWSRF > Preliminary Engineering Feasibility Repor
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NOTES: DWSRF FY 2026 - STWA * PEFR Drafting * TWDB 1201 * Environmental Documentation * Coordination calls with WFX * Coordination calls with STWA

Mohamed Ansar Palakkal 02/03/2026 Tue 5:30pm 7:30pm 2.00 South Texas Water Authority > 22116-03 STWA On-Call Services > STWA 2026 TWDB-DWSRF > Preliminary Engineering Feasibility Repor

NOTES: DWSRF FY 2026 - STWA * PEFR Drafting * TWDB 1201 * Environmental Documentation * Coordination calls with WFX *
Coordination calls with STWA

Mohamed Ansar Palakkal 02/04/2026 Wed 8:00am 9:00am 1.00 South Texas Water Authority > 22116-03 STWA On-Call Services > STWA 2026 TWDB-DWSRF > Preliminary Engineering Feasibility Repor

NOTES: DWSRF FY 2026 - STWA * PEFR Drafting * TWDB 1201 * Environmental Documentation * Coordination calls with WFX *
Coordination calls with STWA

Mohamed Ansar Palakkal 02/04/2026 Wed 9:00am 11:00am 2.00 South Texas Water Authority > 22116-03 STWA On-Call Services > STWA 2026 TWDB-DWSRF > Preliminary Engineering Feasibility Repor

NOTES: TWDB 1201 Coordination Meeting - STWA DWSRF 2026 Finalizing 1201form budget

Mohamed Ansar Palakkal 02/04/2026 Wed 11:00am 12:00pm 1.00 South Texas Water Authority > 22116-03 STWA On-Call Services > STWA 2026 TWDB-DWSRF > Preliminary Engineering Feasibility Repor

NOTES: DWSRF FY 2026 - STWA * PEFR Drafting * TWDB 1201 * Environmental Documentation * Coordination calls with WFX *
Coordination calls with STWA

Mohamed Ansar Palakkal 02/04/2026 Wed 1:00pm 4:00pm 3.00 South Texas Water Authority > 22116-03 STWA On-Call Services > STWA 2026 TWDB-DWSRF > Preliminary Engineering Feasibility Repor

NOTES: DWSRF FY 2026 - STWA * PEFR Drafting * TWDB 1201 * Environmental Documentation * Coordination calls with WFX *
Coordination calls with STWA

Mohamed Ansar Palakkal 02/04/2026 Wed 4:00pm 5:00pm 1.00 South Texas Water Authority > 22116-03 STWA On-Call Services > STWA 2026 TWDB-DWSRF > Preliminary Engineering Feasibility Repor

NOTES: STWA - Election Proposition Discussion (2.3.26) Full team coordination meeting.

Mohamed Ansar Palakkal 02/04/2026 Wed 5:30pm 8:00pm 2.50 South Texas Water Authority > 22116-03 STWA On-Call Services > STWA 2026 TWDB-DWSRF > Preliminary Engineering Feasibility Repor

NOTES: DWSRF FY 2026 - STWA * PEFR Drafting * TWDB 1201 * Environmental Documentation * Coordination calls with WFX * Coordination calls with STWA

Mohamed Ansar Palakkal 02/05/2026 Thu 8:00am 12:00pm 4.00 South Texas Water Authority > 22116-03 STWA On-Call Services > STWA 2026 TWDB-DWSRF > Preliminary Engineering Feasibility Repor

NOTES: DWSRF FY 2026 - STWA * PEFR Drafting * TWDB 1201 * Environmental Documentatlon * Coordination calls with WFX * Coordination calls with STWA

Mohamed Ansar Palakkal 02/05/2026 Thu 1:00pm 4:00pm 3.00 South Texas Water Authority > 22116-03 STWA On-Call Services > STWA 2026 TWDB-DWSRF > Preliminary Engineering Feasibility Repor

NOTES: DWSRF FY 2026 - STWA * PEFR Drafting * TWDB 1201 * Environmental Documentation * Coordination calls with WFX * Coordination calls with STWA

Mohamed Ansar Palakkal 02/09/2026 Mon 9:00am 11:00am 2.00 South Texas Water Authority > 22116-03 STWA On-Call Services > STWA 2026 TWDB-DWSRF > Preliminary Engineering Feasibility Repor

NOTES: STWA DWSRF Application Completion Status Update: Final coordination with WFX * Providing proposed project Schedule * Team coordination for providing missing information.

Torres

Ricardo Torres 02/01/2026 Sun 11:00am 2:00pm 3.00 South Texas Water Authority > 22116-03 STWA On-Call Services > STWA 2026 TWDB-DWSRF > Preliminary Engineering Feasibility Repor

NOTES: PEFR work - EFRs

Ricardo Torres 02/01/2026 Sun 3:00pm 8:45pm 5.75 South Texas Water Authority > 22116-03 STWA On-Call Services > STWA 2026 TWDB-DWSRF > Preliminary Engineering Feasibility Repor

NOTES: PEFR work - EFRs

Ricardo Torres 02/02/2026 Mon 8:00am 12:00pm 4.00 South Texas Water Authority > 22116-03 STWA On-Call Services > STWA 2026 TWDB-DWSRF > Preliminary Engineering Feasibility Repor

NOTES: EDF reviewing and PEFR work

Ricardo Torres 02/02/2026 Mon 1:00pm 7:30pm 6.50 South Texas Water Authority > 22116-03 STWA On-Call Services > STWA 2026 TWDB-DWSRF > Preliminary Engineering Feasibility Repor

NOTES: EDF reviewing and PEFR work

Ricardo Torres 02/03/2026 Tue 11:00am 12:00pm 1.00 South Texas Water Authority > 22116-03 STWA On-Call Services > STWA 2026 TWDB-DWSRF > Preliminary Engineering Feasibility Repor

NOTES: EDF work for PEFRs

Ricardo Torres 02/03/2026 Tue 2:00pm 7:30pm 5.50 South Texas Water Authority > 22116-03 STWA On-Call Services > STWA 2026 TWDB-DWSRF > Preliminary Engineering Feasibility Repor

NOTES: EDF work for PEFRs

Ricardo Torres 02/04/2026 Wed 8:00am 12:00pm 4.00 South Texas Water Authority > 22116-03 STWA On-Call Services > STWA 2026 TWDB-DWSRF > Preliminary Engineering Feasibility Repor

NOTES: EDF work for PEFRs

Ricardo Torres 02/04/2026 Wed 1:00pm 1:30pm 0.50 South Texas Water Authority > 22116-03 STWA On-Call Services > STWA 2026 TWDB-DWSRF > Preliminary Engineering Feasibility Repor

NOTES: EDF work for PEFRs

Ricardo Torres 02/04/2026 Wed 2:00pm 6:30pm 4.50 South Texas Water Authority > 22116-03 STWA On-Call Services > STWA 2026 TWDB-DWSRF > Preliminary Engineering Feasibility Repor

NOTES: EDF work for PEFRs

Ricardo Torres 02/05/2026 Thu 8:00am 12:00pm 4.00 South Texas Water Authority > 22116-03 STWA On-Call Services > STWA 2026 TWDB-DWSRF > Preliminary Engineering Feasibility Repor

NOTES: Review EDF work for PEFRs

Ricardo Torres 02/05/2026 Thu 1:00pm 5:00pm 4.00 South Texas Water Authority > 22116-03 STWA On-Call Services > STWA 2026 TWDB-DWSRF > Preliminary Engineering Feasibility Repor

NOTES: Review EDF work for PEFRs

ATTACHMENT 5

O&M Report

Memorandum

To: South Texas Water Authority Board of Directors and John Marez, Administrator
From: Patrick Sendejo, O&M Manager / Victor Gutierrez, Field Supervisor
Date: March 2nd, 2026
Re: O&M Technical Report

During the Week of February 9th 2026:

Admin:

- Review GPS records
- Update Daily Water Loss
- TRWA Apprenticeship Hour Updates (Noe Moreno)
- Basic Water Training/Locate Training/CSI Training/Standard Operation Procedure Training.

Operations:

- Collect/Monitor NAP samples – STWA, RWSC & NWSC
- Monitor Residuals (Total, Free, Mono, FAA) for the Driscoll Booster Station on the 42” line – Driscoll Before, Ave G, CR 16, Kingsville Meter Run & RWSC Meter Run @ Office
- Lockouts NWSC & RWSC
- Weekly CL 17 Verification.
- Locates – STWA, RWSC, NWSC
- Completed service orders for NWSC and RWSC
- Completed Taps – (2)
- Leaks repaired – (1)

Safety & Maintenance:

- Safety Meeting:
(Open crew discussion of safety concerns, Crew discussions on all aspects of preventative maintenance, which includes time for any Q&A.) (JSA preventative hazard safety meeting to address any potential hazard.)
- Generators – Exercise Transfer Switch
- Weekly Preventative Maintenance – Heavy Equipment, Lawn care equipment, Leak equipment, Pump-station equipment, Tap equipment.
- Daily Vehicle Maintenance Report - Interior, Exterior & Under the Hood Inspections

Cathodic Protection:

- Weekly Monitoring of Rectifiers
- Assist with GIS system updates for 42” line and the Corporations
- Continue to assist with locates for STWA
- Updating diamond maps to assist with correcting water line locations for all corps.
- Assist with Noemi and the Lead and Copper Inventory

During the Week of February 16th 2026:

Admin:

- Review GPS records
- Update Daily Water Loss
- TRWA Apprenticeship Hour Updates (Noe Moreno)
- CSI course for Zackary Elliott
- Basic Water Training/Locate Training/CSI Training/Standard Operation Procedure Training.
- STWA TCEQ Inspection

Operations:

- Collect/Monitor NAP samples – STWA, RWSC & NWSC
- Monitor Residuals (Total, Free, Mono, FAA) for the Driscoll Booster Station on the 42” line – Driscoll Before, Ave G, CR 16, Kingsville Meter Run & RWSC Meter Run @ Office
- Lockouts NWSC & RWSC
- Weekly CL 17 Verification.
- Locates – STWA, RWSC, NWSC
- Completed service orders for NWSC and RWSC
- Completed Taps – (0)
- Leaks – (1)

Safety & Maintenance:

- Safety Meeting:
(Open crew discussion of safety concerns, Crew discussions on all aspects of preventative maintenance, which includes time for any Q&A.) (JSA preventative hazard safety meeting to address any potential hazard.)
- Generators – Exercise Transfer Switch
- Weekly Preventative Maintenance – Heavy Equipment, Lawn care equipment, Leak equipment, Pump-station equipment, Tap equipment.
- Daily Vehicle Maintenance Report - Interior, Exterior & Under the Hood Inspections

Cathodic Protection:

- Weekly Monitoring of Rectifiers
- Assist with GIS system updates for 42” line and the Corporations
- Continue to assist with locates for STWA
- Updating diamond maps to assist with correcting water line locations for all corps.
- Assist with Noemi and the Lead and Copper Inventory

During the Week of February 23rd 2026:

Admin:

Review GPS records
Update Daily Water Loss
Schedule
TRWA Apprenticeship Hour Updates (Noe Moreno)
Basic Water Training/Locate Training/CSI Training/Standard Operation
Procedure Training.

Operations:

Collect/Monitor NAP samples – STWA, RWSC & NWSC
Monitor Residuals (Total, Free, Mono, FAA) for the Driscoll Booster Station on
the 42” line – Driscoll Before, Ave G, CR 16, Kingsville Meter Run & RWSC
Meter Run @ Office
DR900 Calibrations
Lockouts NWSC & RWSC
Weekly CL 17 Verification.
Locates – STWA, RWSC, NWSC
Completed service orders for NWSC and RWSC
Completed Taps – (4)
Leaks Repaired – (2)

Safety & Maintenance:

Safety Meeting:
**(Open crew discussion of safety concerns, Crew discussions on all aspects of
preventative maintenance, which includes time for any Q&A.) (JSA
preventative hazard safety meeting to address any potential hazard.)**
Generators – Exercise Transfer Switch
Weekly Preventative Maintenance – Heavy Equipment, Lawn care equipment,
Leak equipment, Pump-station equipment, Tap equipment.
Daily Vehicle Maintenance Report - Interior, Exterior & Under the Hood
Inspections

Cathodic Protection:

Weekly Monitoring of Rectifiers
Assist with GIS system updates for 42” line and the Corporations
Continue to assist with locates for STWA
Updating diamond maps to assist with correcting water line locations for all
corps.
Assist with Noemi and the Lead and Copper Inventory
Meet with ICE / EGB Construction for ARV assessments

During the Week of March 2nd 2026:

Admin:

- Review GPS records
- Update Daily Water Loss
- City Gallons Report
- STEERS Tier II Report
- Schedule Basic Water Course for Lucas Perez
- TRWA Apprenticeship Hour Updates (Noe Moreno)
- Basic Water Training/Locate Training/CSI Training/Standard Operation Procedure Training.

Operations:

- Collect/Monitor NAP samples – STWA, RWSC & NWSC
- Monitor Residuals (Total, Free, Mono, FAA) for the Driscoll Booster Station on the 42” line – Driscoll Before, Ave G, CR 16, Kingsville Meter Run & RWSC Meter Run @ Office
- Schedule for Tank Inspection 2026
- Lockouts NWSC & RWSC
- Weekly CL 17 Verification.
- Locates – STWA, RWSC, NWSC
- Completed service orders for NWSC and RWSC
- Completed Taps – (1)
- Leaks repaired – (0)

Safety & Maintenance:

- Safety Meeting:
(Open crew discussion of safety concerns, Crew discussions on all aspects of preventative maintenance, which includes time for any Q&A.) (JSA preventative hazard safety meeting to address any potential hazard.)
- Generators – Exercise Transfer Switch
- Weekly Preventative Maintenance – Heavy Equipment, Lawn care equipment, Leak equipment, Pump-station equipment, Tap equipment.
- Daily Vehicle Maintenance Report - Interior, Exterior & Under the Hood Inspections
- Annual Truck inspection – including truck inventory

Cathodic Protection:

- Weekly Monitoring of Rectifiers
- Assist with GIS system updates for 42” line and the Corporations
- Continue to assist with locates for STWA
- Updating diamond maps to assist with correcting water line locations for all corps.
- Assist with Noemi and the Lead and Copper Inventory.
- Meet with ICE / EGB Construction for ARV assessments

Current Projects:

-Working with ICE on ARV assessment. Have had a couple corrosion leaks during contractor pressure washing ARVs on ¾ fittings but have been repaired as of 2/3/2026

-Continue to revise GIS Digital maps to improve coordinates of water lines, meter locations, valves, ARVs, Dead-end mains and pump stations.

-Working on improvements of SCADA system for quick response time for alerts to address issues before they occur. Pursuing new cellular comms currently using radio comms which is unstable. Update as of 3/2/2026 devices are pending final review from programmer and will ship once complete no ETA as of yet.

-Working on a Field Guide with SOP procedures for field staff in training to have a checklist to help guide them during an emergency situation. (partial complete as of 3/3/2026).

Noe Moreno – failed CSI and resubmitted to retest as of 3/6/2026

Victor Deleon – scheduling tutoring on 3/13/2026 for basic water test

Joseph Lucas Perez – scheduled basic water course March 16-19.

Zack Elliott – Scheduling for customer service inspection test once we receive approval letter for TCEQ.

David Sendejo – pending courses until further notice.

Patrick and Victor Gutierrez Scheduling test after hours are met by TCEQ for approval letter for Class B licenses for O&M and Field Supervisor.

Victor Gutierrez – Scheduling B License Distribution test as of 3/6/2026

-Scheduling service taps and extensions has been challenging due to staff availability amongst many other tasks TCEQ has continued to add on top of our day-to-day operations. Utilizing local contractors to assist for now.

-Additional booster is needed at CR 4 between Bishop and Kingsville to help maintain residual south into RWSC would be helpful to reduce TTHMs and to minimize flushing needed to stay in compliance with TCEQ. Working with ICE on this for resolution.

-working on replacing pumps in Agua Dulce one pump active the other is offline due to impeller failure; both need to be replaced. Currently waiting on bids from vendors. Update 6-8 weeks lead time.

Ongoing pressure/volume loss issues feeding GST in Ricardo. Spoke to Nick with John and Joella to figure out what is causing the volume/pressure loss at end of line feeding GST. This is creating more time spent in Ricardo assuring we are not slugging chemicals that will spike our residuals. Currently pinching valves to help with GPMs feeding meter runs that need a minimum of 300 gpm to allow proper chemical ratio.

CP Report:

The CP assistant has been maintaining rectifiers, locates, data collection on 42” pipeline, working valves and maintain easement. Also assist with building pip racks for valves farmers run over and flush valves in or near farm fields.

ATTACHMENT 6

Resolution 26-06

SOUTH TEXAS WATER AUTHORITY

Resolution 26-06

RESOLUTION OF APPRECIATION FOR MS. JO ELLA WAGNER FOR 31 YEARS OF DEDICATED SERVICE TO THE SOUTH TEXAS WATER AUTHORITY FROM 1995 – 2026.

WHEREAS, Ms. Jo Ella Wagner was hired as Finance Manager of the South Texas Water Authority in 1995, and

WHEREAS, Ms. Jo Ella Wagner was appointed as Assistant Executive Director of the South Texas Water Authority in 2021, and

WHEREAS, Ms. Jo Ella Wagner has faithfully performed her duties for the citizens of the South Texas Water Authority, and

WHEREAS, her dedication to the continued development of the region and its resources is greatly appreciated by the Board of Directors of the South Texas Water Authority.

NOW, THEREFORE, BE IT RESOLVED that the Board of Directors of the South Texas Water Authority unanimously adopts this resolution of appreciation for Ms. Jo Ella Wagner for 31 years of dedicated service to the South Texas Water Authority from 1995 – 2026.

Duly adopted this 9th day of March, 2026.

JOSE M. GRAVELEY
PRESIDENT

FRANCES GARCIA
VICE-PRESIDENT

IMELDA GARZA
SECRETARY/TREASURER

PATSY A. RODGERS

DR. TANYA LAWHON

DANIEL MORALES

JOE MORALES

ANGELA PENA

ARTURO RODRIGUEZ

ATTACHMENT 7

Assistant Executive Director

Memo

TO: South Texas Water Authority Board of Directors
FROM: John Marez, Executive Director
DATE: March 6, 2026
Re: **Salary Recommendation for Assistant Executive Director**

Background:

In October 2021, the Board of Directors approved the designation of an Assistant Executive Director position within the organization. As part of that designation, the Board authorized a flat annual stipend of \$5,000 to be added to the base salary of the employee serving in this role. The stipend recognized the additional responsibilities associated with assisting the Executive Director in administrative leadership, operational coordination, and continuity of management functions. With the transition resulting from the designation of a new Assistant Executive Director, a salary adjustment recommendation is required for Board consideration.

Analysis:

The Assistant Executive Director position serves as an important component of organizational continuity and operational support. The role provides additional management capacity to assist with administrative oversight, operational coordination, and strategic initiatives, while also ensuring leadership continuity when the Executive Director is unavailable. The Board previously established a clear precedent in October 2021 by approving a flat annual stipend of \$5,000 to recognize these additional responsibilities. Maintaining the same compensation structure provides consistency with prior Board action and ensures equitable treatment for the individual serving in this role. The continuation of the previously approved stipend structure also maintains administrative simplicity by applying a fixed amount rather than adjusting salary grades or restructuring compensation levels.

Fiscal Impact:

The fiscal impact associated with this recommendation is \$5,000 annually, which will be incorporated into the employee's salary for the duration of their designation as Assistant Executive Director. This cost can be accommodated within the existing personnel budget.

Staff Recommendation:

Staff recommends that the Board of Directors approve the continuation of the \$5,000 annual stipend for the employee designated to serve as Assistant Executive Director, consistent with the compensation structure previously approved by the Board in October 2021.

Board Action

Consider and approve the addition of a \$5,000 annual stipend to the salary of the employee designated to serve as Assistant Executive Director.

Summary

The Assistant Executive Director designation carries additional responsibilities that support the overall management and operational continuity of the organization. Consistent with the Board's prior action in October 2021, staff recommends maintaining the previously approved \$5,000 annual stipend associated with this designation. Approval of this recommendation will maintain consistency with prior Board policy and recognize the additional duties associated with the role.

ATTACHMENT 8

Professional Services Contract – I.C.E.

Memo

TO: South Texas Water Authority Board of Directors
FROM: John Marez, Executive Director
DATE: March 6, 2026
Re: **Professional Services Contract with Jimenez Engineering Solutions LLC dba International Consulting Engineers for TWDB DRWSRF FY2026**

Background:

The South Texas Water Authority (STWA) continues to pursue funding opportunities through the Texas Water Development Board (TWDB) Drinking Water State Revolving Fund (DWSRF) Program for Fiscal Year 2026 to address critical infrastructure improvements within the regional water delivery system.

In order to prepare the necessary engineering analysis, planning documentation, design work, and permitting required for these projects, STWA must secure professional engineering services from a qualified engineering firm. Jimenez Engineering Solutions LLC, doing business as International Consulting Engineers (ICE), has extensive experience working with STWA and regional water infrastructure projects and has the professional capacity to assist in the development and implementation of the proposed improvements.

Attachment A outlines the professional engineering services that may be provided under this agreement.

Analysis:

Under the proposed professional services agreement, International Consulting Engineers (ICE) may provide a comprehensive range of engineering services in support of the South Texas Water Authority Regional Water Delivery System Improvements for Failing Infrastructure.

The scope of services may include project management, architectural design, civil engineering and design, structural engineering and design, environmental engineering and design, planning and engineering design, mechanical and electrical engineering including SCADA system integration, permitting through state and federal regulatory agencies, preparation of construction documents for a new Operations and Command Center, system water modeling for existing and new waterlines, design of water storage and conveyance infrastructure, design of interconnections and new transmission lines, design of new pumping facilities, inspection and evaluation of existing transmission lines and recommended repairs, geotechnical engineering and testing, surveying including topographical and aerial mapping, 3-D scanning and modeling, project inspection, administrative services, bidding assistance, and construction phase services.

These services will support the development of infrastructure improvements intended to strengthen the reliability and resilience of STWA's regional water delivery system.

Fiscal Impact:

Attachment B provides a Schedule of Values outlining the estimated engineering service costs associated with these activities.

Basic Engineering Services include planning estimated at \$833,295 and design estimated at \$3,333,183 for a subtotal of \$4,166,478.

Special Services include environmental services estimated at \$70,000, surveying estimated at \$416,647, geotechnical services estimated at \$140,000, permitting estimated at \$416,647, inspection estimated at \$833,295, preparation of an operations and maintenance manual estimated at \$80,000, and project management by the engineer estimated at \$416,647, for a subtotal of \$2,373,236.

Other services include administration estimated at \$250,000.

The total estimated cost for basic engineering services, special services, and administration is \$6,789,714.

These costs represent engineering, design, and professional services associated with preparing and implementing projects eligible for TWDB DWSRF funding in FY 2026. A portion of these costs may be eligible for reimbursement or financing through the TWDB program depending on final project approval and funding awards.

Staff Recommendation:

Staff recommends that the Board authorize the Executive Director to enter into a professional services agreement with Jimenez Engineering Solutions LLC dba International Consulting Engineers to provide engineering and related professional services necessary to support STWA's application and participation in the Texas Water Development Board Drinking Water State Revolving Fund Program for FY 2026.

Board Action

Consider and authorize the Executive Director to execute a professional services agreement with Jimenez Engineering Solutions LLC dba International Consulting Engineers for engineering services associated with the TWDB Drinking Water State Revolving Fund Program for FY 2026 in an amount not to exceed \$6,789,714, subject to project funding approvals and final contract terms.

Summary

The proposed professional services agreement with International Consulting Engineers will provide the engineering, design, permitting, and project support services necessary for STWA to pursue and implement critical infrastructure improvements through the TWDB Drinking Water State Revolving Fund Program for FY 2026.

These services will support the planning, design, and construction of improvements to the regional water delivery system and help ensure long-term system reliability and regulatory compliance.

PROFESSIONAL SERVICES CONTRACT

STATE OF TEXAS §

COUNTY OF KLEBERG §

THIS CONTRACT FOR PROFESSIONAL SERVICES is made by and between the SOUTH TEXAS WATER AUTHORITY; hereinafter called “STWA” and JIMENEZ ENGINEERING SOLUTIONS, LLC DBA INTERNATIONAL CONSULTING ENGINEERS, hereinafter called “ICE” for the TWDB DWSRF SFY 2026 Project No. _____; South Texas Water Authority Regional Water Delivery System Improvements for Failing Infrastructure.

WITNESSETH

WHEREAS, Local Government Code, Sec. 2254.003, provides for the procurement of professional engineering, design, planning, and construction management services; and

WHEREAS, the STWA desires to contract for professional services described as follows: South Texas Water Authority Regional Water Delivery System Improvements for Failing Infrastructure, Project Information Form (PIF) No. 16656, DWSRF Project No. _____;

NOW THEREFORE, the STWA and ICE, in consideration of the mutual covenants and agreements herein contained, do hereby mutually agree as follows:

AGREEMENT

**ARTICLE –1
SCOPE OF SERVICES TO BE PROVIDED**

ICE shall perform those professional services for the fulfillment of the contract as identified in Attachment A- Services to be provided by ICE, attached hereto and made a part thereof this contract.

**ARTICLE –2
CONTRACT PERIOD**

Execution of contract to begin this ____ day of _____, 2026 and ending on December 31, 2031 unless a termination is duly executed by ICE and the STWA (30) thirty days prior to the end of the calendar year, as provided in Article –8 Supplemental Agreements, or otherwise terminated, as provided in Article –15 Termination. Any work performed or cost incurred after the date of termination shall be ineligible for reimbursement.

**ARTICLE –3
COMPENSATION AND METHOD OF PAYMENT**

The method of compensation may include payment for time and materials based upon Attachment B – Schedule of Values. ICE shall prepare and submit an invoice to the STWA monthly. Attendance of consultant at all project meetings reasonably deemed necessary by the STWA and coordination of the

performance of the work is a critical component of the services. The Consultant is required to attend additional meetings to facilitate such coordination as requested by the STWA.

Payments will be made on a monthly basis.

ARTICLE –4 PROGRESS

ICE shall, from time to time during the progress of the work, confer with the STWA. ICE shall prepare and present such information as may be pertinent and necessary, or as may be requested by the STWA, in order to evaluate features of the work.

At the request of the STWA or ICE, conferences shall be held at ICE's office, the STWA office, or at other locations designated by the STWA. These conferences shall also include an evaluation of ICE's services and work when requested by the STWA.

Should the STWA determine that the progress in production of the work does not satisfy the work schedule, the STWA will review the work schedule with ICE to determine corrective action needed.

ICE shall promptly advise the STWA of events which have a significant impact upon the progress of work, including:

- 1) Problems, delays, or adverse conditions which will materially affect the ability to attain contract objectives, prevent the meeting of time schedules and goals, or preclude the attainment of project work units by established time periods; this disclosure will be accompanied by a statement of the action taken, or contemplated, and any STWA assistance needed to resolve the situation; and
- 2) Favorable developments or events which would enable meeting the work schedule goals sooner than anticipated.

ARTICLE –5 SUSPENSION

The STWA may suspend the work, but not terminate the contract, by giving written notice a minimum of five (5) calendar days prior to the date of suspension. The five (5) day notice may be waived if approved in writing by both parties.

The work will be reinstated and resumed in full force and effect within ten (10) calendar days of receipt of written notice from the STWA to resume the work. The ten (10) day notice may be waived if approved in writing by both parties.

If the STWA suspends the work, the contract period, as determined in Article –2 Contract Period, is not affected and the contract will terminate on the date specified unless the contract is amended as provided in Article –8 Supplemental Agreements.

**ARTICLE –6
ADDITIONAL WORK**

If ICE determines that any work it has been directed to perform is beyond the scope of this agreement or task order and constitutes extra work, it shall promptly notify the STWA in writing. In the event the STWA determines that such work constitutes extra work and exceeds the maximum amount payable, the STWA shall so advise ICE and a supplemental agreement may be executed, as provided in Article –8 Supplemental Agreements.

ICE shall not perform any additional work or incur additional costs prior to the execution, by both parties, of a supplemental agreement. The STWA shall not be responsible for actions by ICE or any costs incurred by ICE relating to additional work not directly associated with the performance of the work authorized in this contract or as amended.

**ARTICLE –7
CHANGES IN WORK**

If the STWA finds it necessary to request changes to previously satisfactorily completed work or parts thereof which involve changes to the original scope of services or character of work under the contract, ICE shall make such revisions if requested and as directed by the STWA. This will be considered additional work and aid for as specified under Article –6 Additional Work.

ICE shall make such revisions to the work to correct errors appearing therein, when required to do so by the STWA. No additional compensation will be paid for the correction of errors.

**ARTICLE –8
SUPPLEMENTAL AGREEMENTS**

The terms of this contract may be modified by supplemental agreement if the STWA determines that there has been a significant change in the scope, complexity, or character of the service to be performed, or the duration of the work. Additional compensation, if appropriate, shall be identified as provided in Article – 3 Compensation and Method of Payment.

Any supplemental agreement must be executed by both parties within the contract period specified in Article –2 Contract Period.

No claim for extra work done or materials furnished shall be made by ICE until full execution of the supplemental agreement and authorization to proceed is issued by the STWA. The STWA reserves the right to withhold payment pending verification of satisfactory work performed.

**ARTICLE –9
PUBLIC INFORMATION ACT**

All data, basic sketches, charts, calculations, plans, specifications, and other documents created or collected under the terms of this contract are the exclusive property of the STWA and shall be furnished to the STWA upon request. All documents prepared by ICE and all documents furnished to ICE by the STWA shall be delivered to the STWA upon completion or termination of this contract. ICE, at its own

expense, may retain copies of such documents or any other data which it has furnished the STWA under this contract. Release of information will be in accordance with the Texas Public Information Act. STWA is subject to Chapter 552 of the Texas Government Code (the "Public Information Act") and records that are confidential under the Public Information Act or under other laws may be exempt from release by STWA in response to a request under the Public Information Act. If ICE believes that information it has provided to STWA contains information that is confidential ("Confidential Information") and not subject to release under the Public Information Act, ICE shall be responsible for marking such information as "CONFIDENTIAL" on the first page, cover page, or in some other conspicuous manner. If STWA receives a request under the Public Information Act for Confidential Information that has been so marked, then, except as may be otherwise required by law, STWA shall not release any portion of the Confidential Information and shall give ICE immediate notice of the request. Pursuant to Section 552.305 of the Public Information Act, ICE may request an opinion from the Texas Attorney General that the Confidential Information is exempt from release, in whole or in part, by STWA under the Public Information Act. If such an opinion is timely requested by ICE, STWA agrees not to release any such Confidential Information until the Texas Attorney General makes his determination. STWA shall have no liability to ICE for the release of Confidential Information pursuant to request under the Public Information Act if the Confidential Information has not been marked as "CONFIDENTIAL" by ICE. In addition, ICE shall be responsible for all costs, including attorney's fees that may be incurred in connection with requests to the Texas Attorney General to withhold from release any Confidential Information.

ARTICLE -10 INSURANCE, PERSONNEL, EQUIPMENT AND MATERIAL

ICE agrees to maintain and provide evidence of the following insurance:

- a. Comprehensive General Liability insurance policy on Insurance Service Office (ISO)-CGL Form No. CG 00 01 11 85 or 88 in an amount of not less than \$1,000,000 per occurrence, \$2,000,000 aggregate for bodily injury, personal injury and property damage;
- b. Automobile Liability Insurance coverage, Insurance Services Office (ISO) code 1 (any auto) in the amount of \$1,000,000 combined single limit per accident for bodily injury and property damage;
- c. Worker's Compensation Insurance for ICE's employees and employees and agents of ICE's agents and subcontractors, as required by the Labor Code State and Employers Liability Insurance in the amount of, at least, \$1,000,000 per accident, for bodily injury and disease; and
- d. A policy of errors and omissions insurance in a minimum amount of \$1,000,000.00 per occurrence and \$2,000,000.00 aggregate, to cover any negligent acts or omissions committed by ICE, its employees and/or agents or ICE'S subcontractors and agents and their employees and/or agents in the performance of this Agreement.

ICE shall furnish and maintain, at its own expense, office space for the performance of all services, and adequate equipment to perform the services as required.

**ARTICLE –11
SUBCONTRACTING**

ICE shall not assign, subcontract or transfer any portion of the work under this contract. **All work under this contract shall be performed by ICE personally.** In the event specialized personnel or subject matter experts are required and subcontracting is deemed necessary. ICE will obtain approval from STWA prior to engaging any subcontractor.

**ARTICLE –12
EVALUATION OF WORK**

The STWA and its authorized representatives shall have the right at all reasonable times to review or otherwise evaluate the work performed or being performed hereunder and the premises in which it is being performed. If a review or evaluation is being made on the premises of ICE, ICE shall provide all reasonable facilities and assistance for the safety and convenience of the STWA representatives in the performance of their duties. If funds by other agencies or entities are to be used for payment of the services under this contract, ICE's services and work may be subject to periodic review and approval by other agencies or entities, including STWA, county, state, and/or federal agencies.

**ARTICLE –13
COMPUTER DOCUMENTS AND INFORMATION EXCHANGE**

All computer files must be compatible with the STWA's computer systems without conversion or modifications and must plot consistent with any reproducible plots submitted.

All plots and graphic media provided by ICE shall be delivered to the STWA.

**ARTICLE –14
VIOLATION OF CONTRACT TERMS / BREACH OF CONTRACT**

Violation of the contract terms or breach of contract by ICE shall be grounds for termination of the contract and any increased cost arising from ICE's default, breach of contract, or violation of contract terms shall be paid by ICE. This agreement shall not be considered as specifying the exclusive remedy for any default, but all remedies existing at law and in equity may be availed of by either party and shall be cumulative.

**ARTICLE –15
TERMINATION**

This contract may be terminated before the stated termination date by any of the following conditions:

- 1) By mutual agreement and consent, in writing, of both parties;
- 2) By the STWA, by notice in writing to ICE as a consequence of failure by ICE to perform the services set forth herein in a satisfactory manner;
- 3) By either party, upon the failure of the other party to fulfill its obligations as set forth herein;
- 4) By the STWA, for reasons of its own and not subject to the mutual consent of ICE upon not less than thirty (30) calendar days written notice to ICE; and

5) By written notice from the STWA upon satisfactory completion of all services and obligations described herein.

Should the STWA terminate this contract as herein provided, no fees other than fees due and payable at the time of termination shall thereafter be paid to ICE. Compensation for work at termination will be based on a percentage of the work completed at that time. Should the STWA terminate this contract under Item 4 of the above paragraph, the amount charged during the thirty (30) calendar day notice period shall not exceed the amount charged during the preceding thirty (30) calendar days.

If ICE defaults in the performance of this contract or if the STWA terminates this contract for fault on the part of ICE, the STWA will give consideration to the actual costs incurred by ICE in performing the work to the date of default, the amount of work which was satisfactorily completed to the date of default, the value of the work which is usable to the STWA, the cost to the STWA of employing another to complete the work required and the time required to do so, and other factors which affect the value to the STWA of the work performed at the time of default.

The termination of this contract and payment of an amount in settlement as prescribed above shall extinguish all rights, duties, and obligations of the STWA and ICE under this contract except the obligations set forth in Articles 10, 13, 18, 19, 20, and 21 of this contract. If the termination of this contract is due to the failure of ICE to fulfill its contract obligations, the STWA may take over the project and prosecute the work to completion. In such case, ICE shall be liable to the STWA for any additional cost occasioned to the STWA.

**ARTICLE -16
COMPLIANCE WITH LAWS**

ICE shall comply with all applicable Federal, State, and local laws, statutes codes, ordinances, rules, and regulations, and the orders and decrees of any court, or administrative bodies or tribunals, in any manner affecting the performance of this contract, including, without limitation, worker's compensation laws, minimum salary and wage statues and regulations, and licensing laws and regulations. When required, ICE shall furnish the STWA with satisfactory proof of its compliance.

**ARTICLE -17
INDEMNIFICATION**

ICE SHALL SAVE HARMLESS THE STWA AND ITS OFFICERS AND EMPLOYEES FROM ALL CLAIMS AND LIABILITY DUE TO ACTIVITIES OF ITSELF, ITS AGENTS, OR EMPLOYEES PERFORMED UNDER THIS CONTRACT AND WHICH ARE CAUSED BY OR RESULT FROM ERROR, OMISSION, OR NEGLIGENT ACT OF ICE OR OF ANY PERSON EMPLOYED BY ICE. ICE SHALL ALSO SAVE HARMLESS THE STWA FROM ANY AND ALL EXPENSE, INCLUDING, BUT NOT LIMITED TO, ATTORNEY FEES WHICH MAY BE INCURRED BY THE STWA IN LITIGATION OR OTHERWISE RESISTING SAID CLAIM OR LIABILITIES WHICH MAY BE IMPOSED ON THE STWA AS A RESULT OF SUCH ERROR, OMISSION, OR NEGLIGENT ACTIVITY BY ICE, ITS AGENTS, OR EMPLOYEES.

**ARTICLE -18
ICE'S RESPONSIBILITY**

ICE shall be responsible for the accuracy of its work and shall promptly make necessary revisions or corrections resulting from its errors, omissions, or negligent acts without compensation.

**ARTICLE –19
RETENTION, AVAILABILITY OF RECORDS AND AUDIT REQUIREMENTS**

ICE shall maintain all books, documents, papers, accounting records, and other evidence pertaining to cost incurred and shall submit upon completion of this contract, all records utilized or produced to the STWA. ICE reserves the right to keep copies of any book, document, or papers, accounting records and other products produced or generated by ICE.

**ARTICLE –20
SUCCESSORS AND ASSIGNS**

ICE and the STWA do hereby bind themselves, their successors, executors, administrators, and assigns to each other party of this agreement and to the successors, executors, administrators, and assigns of such other party in respect to all covenants of this contract.

ICE shall not assign, subcontract, or transfer its interest in this contract.

**ARTICLE –21
SEVERABILITY**

In the event any one or more of the provisions contained in this contract, for any reason, shall be held to be invalid, illegal, or unenforceable in any respect, such invalidity, illegality, or unenforceability shall not affect any other provision thereof and; this contract shall be construed as if such invalid, illegal, or unenforceable provision had never been contained herein.

**ARTICLE –22
PRIOR CONTRACT SUPERSEDED**

This contract constitutes the sole agreement of the parties hereto and supersedes any prior understandings or written or oral contracts between the parties respecting the subject matter defined herein.

**ARTICLE -23
MEDIATION**

Mediation. If any dispute, controversy, or claim ("Dispute") arises out of or relating to this Agreement, or the breach thereof, whether asserted as in contract, tort or otherwise, or as a federal or state statutory claim, arising before, during or after the performance of this Agreement, the parties agree to attempt to resolve the Dispute through non-binding mediation prior to initiating litigation in a court of competent jurisdiction.

- (a) Mediation. The parties agree to use the following mediation procedures prior to any party pursuing litigation in court:
 - (i) A meeting shall be held promptly between the parties, attended by individuals with decision making authority

regarding the Dispute, to attempt in good faith to negotiate a resolution of the Dispute.

- (ii) If, within ten days after such meeting, the parties have not succeeded in negotiating a resolution of the Dispute, the parties shall agree to appoint one person from Kleberg County, Texas, as a mediator. Said mediator shall be an attorney licensed to practice law in the State of Texas and shall further be qualified to act as a mediator pursuant to the Alternate Dispute Resolution (ADR) statutes of the State of Texas. In the event the parties cannot agree upon a mediator, the Presiding Judge of Kleberg County, Texas, shall appoint the mediator. The fees of the mediator shall be shared equally by the parties.
 - (iii) The parties agree that the non-binding mediation shall be held within ten days after the selection of the mediator unless the parties agree otherwise or circumstances require otherwise.
 - (iv) The parties agree to participate in good faith in the non-binding mediation to its conclusion as designated by the mediator.
- (b) Litigation. If the parties are not successful in resolving the Dispute through non-binding mediation, then the parties may pursue litigation in a court of competent jurisdiction.

**ARTICLE -24
NOTICES**

All notices to either party by the other, required under this contract, shall be personally delivered or mailed to such party at the following respective address:

<u>International Consulting Engineers (ICE)</u>	<u>South Texas Water Authority (STWA)</u>
Jesus J. Jimenez, PE / Principal 261 Saratoga Blvd. Corpus Christi, Texas 78417 (361) 826-5805 Email: JJ@icengineers.net	Executive Director 2302 E. Sage Rd. Kingsville, TX 78363 (361) 592-9323 Email: Jmarez@stwa.org

**ARTICLE -25
GOVERNING LAW AND VENUE**

This Agreement shall be construed under and in accord with the law of the State of Texas. Venue shall be in Kleberg County, Texas.

**ARTICLE -26
ATTORNEY'S FEES**

If any legal action is brought by either of the parties hereto, it is expressly agreed that the prevailing party in such legal action shall be entitled to recovery from the other party reasonable attorney's fees, and expert witness fees, in addition to any other relief that may be awarded. For the purpose of this clause, the prevailing party is the party who obtains the net damage recovery, or the party in whose favor final judgment is entered. In the event that declaratory or injunctive relief alone is granted, the court may determine which, if either, of the parties shall be considered to be the prevailing party. The amount of reasonable attorney's fees shall be determined by the court, in the trial of such action or in a separate action brought for that purpose. Attorney's fees awarded under the provisions of this Article shall be in addition to any other relief that may be awarded.

IN WITNESS WHEREOF, the STWA and ICE have executed these presents in duplicate.

ICE

By: 

Jesus J. Jimenez, PE / Principal

Date: _____

STWA

By: _____
STWA Representative

Date: _____

ATTEST:

Seal:

List of Attachments:

Attachment –A Services to be provided by ICE
Attachment –B Schedule of Values

ATTACHMENT –A
SERVICES PROVIDED BY ICE

- 1) ICE may provide the following services but not limited to:
 - a. Professional Engineering Services in connection with the South Texas Water Authority Regional Water Delivery System Improvements for Failing Infrastructure
 - i. Project Management
 - ii. Architectural Design
 - iii. Civil Engineering and Design
 - iv. Permitting through state and federal agencies as required
 - v. Structural Engineering and Design
 - vi. Environmental Engineering and Design
 - vii. Planning and Design
 - viii. Mechanical/ Electrical Engineering / SCADA system integration
 - b. Prepare construction documents for a new Operation and Command Center
 - c. System water modeling existing and new waterlines
 - d. Water storage and water conveyance design
 - e. Design of interconnections and new transmission lines
 - f. Design of new pumping facilities
 - g. Existing transmission line inspection, evaluation, and recommend repairs
 - h. Geotechnical Engineering and Testing
 - i. Surveying (Topographical / Aerial Mapping)
 - j. 3-D Scanning / 3-D Modeling
 - k. Project Inspection
 - l. Administration
 - m. Bidding Assistance
 - n. Construction Phase Services

ATTACHMENT – B
Schedule of Values

Basic Engineering Fees	
Planning	\$833,295
Design	\$3,333,183
Subtotal Basic Engineering Fees	\$4,166,478
Special Services	
Environmental	\$70,000
Surveying	\$416,647
Geotechnical (Allowance)	\$140,000
Permits	\$416,647
Inspection	\$833,295
O&M Manual	\$80,000
Project Management (by Engineer)	\$416,647
Subtotal Special Services	\$2,373,236
Other	
Administration	\$250,000
Subtotal Other Services	\$250,000
Total Basic Engineering Fees, Special Services, and Administration	\$6,789,714

ATTACHMENT 9

Kleberg County Clerk Contract

Memo

TO: South Texas Water Authority, Board of Directors
FROM: John Marez, Executive Director
DATE: March 2, 2026
Re: Kleberg County Clerk Contract to conduction Bond Elections on behalf of STWA

Background:

The South Texas Water Authority Board previously approved an order calling a bond election to be held on May 2, 2026, for the purpose of submitting several bond propositions to voters within the Authority's jurisdiction. The election will be conducted in coordination with Nueces County and Kleberg County election officials in accordance with the Texas Election Code.

As part of the statutory election process, the Authority must contract with county election administrators to provide election services including ballot preparation, polling locations, early voting administration, and election day operations.

Winstead PC transmitted official notice of the Authority's bond election to the Kleberg County Elections Administrator along with the required election notices and documentation necessary for posting and administration of the election.

Analysis:

The election order adopted by the Authority includes four bond propositions intended to fund critical infrastructure improvements across the Authority's regional water system:

- Proposition A – \$14,635,000 for improvements and rehabilitation of the Authority's regional water transmission line.
- Proposition B – \$3,975,000 for rehabilitation and improvements to system infrastructure in the Kingsville service area, including a new emergency operations center.
- Proposition C – \$7,155,000 for improvements to the Authority's transmission line in the Banquete service area.
- Proposition D – \$34,235,000 for construction and equipping of improvements to a new secondary water source project, including storage and pumping facilities and interconnection lines.

Early voting is scheduled to begin April 20, 2026, and Election Day will be held May 2, 2026. Contracting with the Kleberg County Elections Administrator ensures the election will be properly administered within Kleberg County in compliance with the Texas Election Code.

Fiscal Impact:

Costs associated with the election will include fees charged by participating counties for election administration services, including ballot preparation, early voting administration, election day staffing, polling locations, equipment, and vote tabulation.

These costs will be paid from the Authority's professional services line item. This will be reflected during the Budget Amendments presented during our April Board Meeting. Final election administration costs will depend on turnout, polling locations, and services provided by each participating county. Estimated cost is ~\$40,000.

Staff Recommendation:

Staff recommends approval of the agreement with the Kleberg County Elections Administrator to conduct election services for the May 2, 2026 bond election as required under the Texas Election Code.

Board Action:

Approve and authorize the Executive Director to execute the election services agreement with the Kleberg County Elections Administrator for the administration of the South Texas Water Authority bond election scheduled for May 2, 2026.

Summary:

The South Texas Water Authority must coordinate with county election officials to conduct the May 2, 2026 bond election. The proposed agreement with Kleberg County ensures the election will be administered in compliance with state election law and allows the Authority to proceed with the voter authorization process for several critical infrastructure projects.

Approval of this agreement will allow election preparations to move forward in coordination with county officials.

**2026 Election Services Agreement
Between
South Texas Water Authority
And
Kleberg County Clerk**

This AGREEMENT is made and entered into by and between the South Texas Water Authority and the Kleberg County Clerk for the leasing and supervision of the Election System & Software Corp. (ES&S) DS200 Election Equipment/ Express Vote, providing services associated with the Election Reporting Manager/Central Counting Station, and tabulating ballots for the South Texas Water Authority Election.

This AGREEMENT is entered into in consideration of the mutual covenants and agreements hereinafter set out. IT IS AGREED AS FOLLOWS:

I. ADMINISTRATION

Under the legislative Help America Vote Act (HAVA) compliancy requirement for Texas School and City elections, ES&S has set standard requirements implementing new procedures. Kleberg County having ownership of the HAVA-required voting machines, ES&S has requested that when under contract with other county jurisdictions Kleberg County coordinate all of the South Texas Water Authority elections through the entire election information process cycle, including ballot and programming needs with ES&S. The Kleberg County Clerk and/or the Staff designee are assigned to be the point of contact for Kleberg County with ES&S during all election cycles. Kleberg County Clerk agrees to lease equipment for the election and tabulate the election with the Central Counting Station, aka Election Reporting Manager, located in the Kleberg County Clerk's office and by the provisions of the Texas Election Code and as outlined in this agreement. The South Texas Water Authority agrees to pay Kleberg County Clerk's office for all costs associated with this election, including supplies, programming, and ballot production costs, and to pay the Kleberg County Clerk for the lease of equipment, services, administrative fees, and other costs. Kleberg County Clerk and staff will only serve as administrators for the Central Counting Station and the supervision of the ES&S DS200, Express Vote, and KnowInk Poll Pads; however, The South Texas Water Authority remains responsible for the lawful conduct of its election.

II. LEGAL DOCUMENTS

The South Texas Water Authority will provide copies of pertinent orders and/or resolutions to the Kleberg County Clerk. The South Texas Water Authority will be responsible for the preparation, adoption, and publication of all required election orders, resolutions, notices, and any other pertinent documents required by their respective governing body.

III. DIRECT RECORDING ELECTRONIC VOTING MACHINES

Paper ballots are used as the primary way of voting in Kleberg County. Votes from hand-

marked paper ballots are entered into precinct electronic voting devices. South Texas Water Authority agrees that voting will be by use of preprinted paper ballots. ES&S DS200 will be used for the tabulation of paper ballots. The system must be approved by the Secretary of State in accordance with the Texas Election Code.

The Kleberg County Clerk will be responsible for the creation of the District's general election on the Texas Election Administration Management System (TEAMS), entering Application for Ballot by Mail (ABBM) information into TEAMS (date application was received, ballot mailed, and ballot received and/or rejected, etc..). The Kleberg County Clerk shall post all District election notices provided by South Texas Water Authority on the Kleberg County Clerk's website. The Kleberg County Clerk will be responsible for the programming of election equipment, hash validation process, and testing of election equipment.

The Kleberg County Clerk's office will be responsible for the pick-up and delivery of the voting equipment to each polling place a day before Election Day. The Kleberg County Clerk's office will be responsible for the return of the voting equipment on the next business day after Election Day.

The Kleberg County Clerk will be responsible for providing technical support during early voting, election day, and any required recount of votes for this election. If repairs of the voting equipment are needed during early voting or election day, Kleberg County Clerk will provide South Texas Water Authority with the necessary repairs. If a repair is not possible, Kleberg County Clerk will replace the machine as soon as possible.

IV. VOTING LOCATIONS

The South Texas Water Authority will solely select and arrange for the use of and payment for all voting locations.

V. ELECTION JUDGES, CLERKS AND OTHER ELECTION PERSONNEL

The Kleberg County Clerk's office will solely be responsible for the appointment of the presiding judge and alternate for each polling location. The Kleberg County Clerk's office shall arrange for the training and compensation of all presiding judges and clerks.

The Kleberg County Clerk's office will solely be responsible for the preparation of all election supplies and delivery of such supplies to its election at the time and place determined by Kleberg County Clerk's office.

VI. RETURNS OF ELECTIONS

Kleberg County Clerk will be responsible for establishing and operating the Central Counting Station to receive and tabulate the voted ballots in accordance with the provisions of the Texas Election Code and this agreement.

The participating authorities hereby, in accordance with Sections 127.002, 127.003, and

127.005 of the Texas Election Code, appoint the following central counting station officials:

Manager: Salvador "Sonny" Barrera III or designee
Kleberg County Clerk/Staff Deputy

Tabulating Supervisor: Delma Trevino/Clarissa Moreno or designee
Kleberg County Clerk/Staff Deputy

South Texas Water Authority : Frances De Leon or designee
South Texas Water Authority Business Mgr.

The manager or his/her representative will deliver timely cumulative reports of the election results as polling locations are tabulated. The manager will be responsible for releasing cumulative totals and polling location returns from the election to the Presiding Judge appointed by South Texas Water Authority. Tabulation information will only be released by the South Texas Water Authority.

Kleberg County Clerk will prepare the unofficial canvass report after all polling locations have been counted and will provide a copy of the unofficial canvass to South Texas Water Authority as soon as possible after all returns have been tabulated, but not later than 10:00 a.m. the 3rd day following the election. South Texas Water Authority will be responsible for the official canvass of their respective election.

VII. ELECTION EXPENSES

Costs incurred for paper ballots and programming will be paid to ES&S by South Texas Water Authority. The Kleberg County Commissioners Court set the leasing fee of the ES&S DS200 and Express Vote voting equipment at \$575.00 per machine for leasing to any and other county jurisdictions. Kleberg County assures that this rate is compliant with the election code stipulation stating the maximum amount that a county in which a political subdivision is wholly or partly situated may charge the political subdivision for leasing county-owned equipment is 10 percent of the purchase price of the equipment for each day the equipment is leased. South Texas Water Authority shall pay to Kleberg County Clerk the rental fee set forth for voting equipment. If staff is needed to complete the job during early voting, election day, and any required recount of votes for this election, together with an additional administrative fee not to exceed ten percent (10%) of the total amount of the contract, as allowed by Texas Election Code, Section 31.100(d).

- a. KnowInk Poll Pad Non-Maintenance Cost: Any non-maintenance repairs are to be paid by the other jurisdiction(s) that damaged the Poll Pad.
- b. Pad Locks: Pad Locks and Keys will be provided to secure the ballot box in which the M100 sits on. Pad Locks and/or Keys lost are to be replaced by the jurisdiction(s) that misplaced them.

A final bill and copies of invoices will be provided to South Texas Water Authority as

soon as all invoices are collected from ES&S and copies given to the Kleberg County Clerk or within thirty (30) days following election day.

VIII. PAYMENT OF FUNDS

South Texas Water Authority agrees to pay the Kleberg County Clerk within thirty (30) days of receipt of the final bill from the Kleberg County Clerk.

Final payment should be delivered within the mandatory time frames to:

Salvador "Sonny" Barrera III
County Clerk
Kleberg County
P.O. Box 1327
Kingsville, Texas 78364

IX. CONTRACT WITHDRAWAL

If South Texas Water Authority certifies its election by Sections 2.051, 2.052, and 2.053 of the Texas Election Code, it may withdraw from this contract. Any share of their expenditure incurred before withdrawal shall be billed to South Texas Water Authority.

X. NOTICE

Whenever this agreement requires any consent, approval notice, request, or demand, it must be in writing to be effective and shall be delivered to the party intended to receive it. Any notice required to be given by the terms of this Agreement shall be deemed to have been given when the same is received by the receiving party via certified mail - return receipt requested, facsimile, or hand-delivery with signature confirmation of receipt by an authorized employee of the receiving party. The parties to this contract are as follows:

Kleberg County Clerk's Office:
Salvador "Sonny" Barrera III, County Clerk
P.O. Box 1327
Kingsville, Texas 78364
361.595.8548

South Texas Water Authority:
Frances De Leon, Business Manager
2302 E. Sage Rd.
Kingsville, Texas 78363
361.592.9323

ACCEPTED AND AGREED TO BY SOUTH TEXAS WATER AUTHORITY :

APPROVED:

Frances De Leon , Business Manager
South Texas Water Authority

ATTEST:

Tina Garza, Attorney
South Texas Water Authority

ACCEPTED AND AGREED TO BY THE KLEBERG COUNTY CLERK:

APPROVED:

Salvador "Sonny" Barrera III , Kleberg County Clerk

ATTEST:

Delma Trevino, Chief Deputy



WINSTEAD

112 East Pecan Street, Suite 725
San Antonio, Texas 78205
phone: 210.277.6800
fax: 210.277.6810

MEMORANDUM

TO: Mr. Salvador “Sonny” Barrera, Elections Administrator, Kleberg County, Texas

FROM: Daniel M. Martinez
Winstead PC

DATE: March 4, 2026

RE: South Texas Water Authority – May 2, 2026 Bond Election

Pursuant to the requirements of Section 4.008 of the Texas Election Code, notice is hereby given that the Board of Directors of the South Texas Water Authority (the “Authority”) has duly ordered that a bond election be held on May 2, 2026.

Winstead PC serves as bond counsel to the Authority. Please email Daniel Martinez (dmartinez@winstead.com) with any questions.

Thank you.

Enclosures: Notices of Election (English and Spanish versions)

AFFIDAVIT OF POSTING

I, THE UNDERSIGNED, do hereby certify that I am an authorized official of Kleberg County, Texas (the "County") and further certify that:

1. I (or my authorized agents) posted or caused to be posted a copy of the attached NOTICE OF ELECTION, in English and Spanish, which was provided to the County by the South Texas Water Authority (the "Authority"), on the County's website pursuant to Section 4.003(b), Texas Election Code, not later than twenty-one (21) days prior to May 2, 2026 (the "Election Day"), being the date of the Authority's bond election.

2. The above-described notices remained posted during the twenty-one (21) days prior to and including Election Day.

Dated: _____
(after the election)

Signed: _____
Authorized Representative of Kleberg County

SWORN TO AND SUBSCRIBED before me this _____ day of _____, 2026.

Notary Public in and for the State of Texas

(SEAL)

OFFICIAL BALLOT

South Texas Water Authority
Bond Election

Proposition A

THIS IS A TAX INCREASE

<input type="checkbox"/> For	The issuance of \$14,635,000 of bonds for improvements and rehabilitation of the Authority's regional water transmission line and the levy of taxes sufficient to provide for the payment of the principal and interest on the bonds by the South Texas Water Authority
<input type="checkbox"/> Against	

Proposition B

THIS IS A TAX INCREASE

<input type="checkbox"/> For	The issuance of \$3,975,000 of bonds for rehabilitation and improvements to the Authority's system infrastructure in the Kingsville service area, including a new emergency operation center and the levy of taxes sufficient to provide for the payment of the principal and interest on the bonds by the South Texas Water Authority
<input type="checkbox"/> Against	

Proposition C

THIS IS A TAX INCREASE

<input type="checkbox"/> For	The issuance of \$7,155,000 of bonds for improvements to the Authority's transmission line in the Banquete service area and the levy of taxes sufficient to provide for the payment of the principal and interest on the bonds by the South Texas Water Authority
<input type="checkbox"/> Against	

Proposition D

THIS IS A TAX INCREASE

<input type="checkbox"/> For	The issuance of \$34,235,000 of bonds for construction and equipping of and improvements to a new secondary water source project including storage and pumping facilities, interconnection lines and transmission lines and the levy of taxes sufficient to provide for the payment of the principal and interest on the bonds by the South Texas Water Authority
<input type="checkbox"/> Against	

BOLETA OFICIAL

Autoridad del Agua del Sur de Texas
elección de bonos

Proposición A

ESTO ES UN AUMENTO DE IMPUESTOS

<input type="checkbox"/> Para	La Autoridad del Agua del Sur de Texas emitió bonos por un valor de \$14,635,000 dólares para la mejora y rehabilitación de la línea regional de transmisión de agua de la Autoridad, y estableció impuestos suficientes para cubrir el pago del capital e intereses de dichos bonos.
<input type="checkbox"/> Contra	

Proposición B

ESTO ES UN AUMENTO DE IMPUESTOS

<input type="checkbox"/> Para	La emisión de bonos por un monto de \$3,975,000 dólares para la rehabilitación y mejora de la infraestructura del sistema de la Autoridad en el área de servicio de Kingsville, incluyendo un nuevo centro de operaciones de emergencia, y el establecimiento de impuestos suficientes para cubrir el pago del capital e intereses de dichos bonos por parte de la Autoridad de Agua del Sur de Texas
<input type="checkbox"/> Contra	

Proposición C

ESTO ES UN AUMENTO DE IMPUESTOS

<input type="checkbox"/> Para	La Autoridad de Agua del Sur de Texas emitió bonos por un valor de \$7,155,000 dólares para mejoras en la línea de transmisión de la Autoridad en el área de servicio de Banquete y estableció los impuestos necesarios para cubrir el pago del capital e intereses de dichos bonos
<input type="checkbox"/> Contra	

Proposición D

ESTO ES UN AUMENTO DE IMPUESTOS

<input type="checkbox"/> Para	La Autoridad del Agua del Sur de Texas emitió bonos por un monto de \$34,235,000 para la construcción, equipamiento y mejoras de un nuevo proyecto de fuente de agua secundaria, que incluye instalaciones de almacenamiento y bombeo, líneas de interconexión y líneas de transmisión, y estableció impuestos suficientes para garantizar el pago del capital e intereses de dichos bonos
<input type="checkbox"/> Contra	

NOTICE OF ELECTION

TO THE RESIDENT, QUALIFIED ELECTORS OF THE SOUTH TEXAS WATER AUTHORITY:

TAKE NOTICE that an election will be held in the South Texas Water Authority on May 2, 2026, as provided in an ORDER CALLING A BOND ELECTION duly passed by the Board of Directors of said District on February 10, 2026 which Order is substantially as follows:

AN ORDER CALLING A BOND ELECTION FOR THE SOUTH TEXAS WATER AUTHORITY, MAKING PROVISION FOR THE CONDUCT OF THE ELECTION, AND RESOLVING OTHER MATTERS INCIDENT AND RELATED TO SUCH ELECTION

WHEREAS, SOUTH TEXAS WATER AUTHORITY (the "Authority") is a duly created and existing water authority created pursuant to Chapter 436, Acts of the 66th Texas Legislature, Regular Session, 1979 (the "Authority Act"). The Authority operates under and is governed by the provisions of the Authority Act, Article XVI, Section 59 of the Texas Constitution and Chapter 49 of the Texas Water Code and is located in Nueces County, Texas ("Nueces County") and Kleberg County, Texas ("Kleberg County" and together with Nueces County, the "Counties"); and

WHEREAS, there has been filed with the Authority, open to inspection by the public, an engineer's report covering the utility works, improvements, facilities, plants, equipment and appliances to be purchased, constructed or otherwise acquired and constructed by the Authority and as well as the estimated cost of all the foregoing, together with maps, plats, profiles and data showing and explaining the report, and the report has been considered by the Board and has been fully approved by the Board; and

WHEREAS, said utility works, improvements, facilities, plants, equipment, appliances, property, contract rights, rights of use and interests in property are designed and intended to furnish a water system; and

WHEREAS, the District will contract with the Elections Administrator of Nueces County and Kleberg County (the "Election Administrator or Administrator") to conduct all aspects of the Election in each of the Counties; and

WHEREAS, the Election will be held jointly with other political subdivisions for which the Counties are also conducting their elections (such other political subdivisions, collectively, the Participants), as provided pursuant to the provisions of an election agreement and/or a joint election or similar agreement between or among (as applicable) the Authority, each of the Counties, and/or any Participants, entered into in accordance with the provisions of Section 271.002, as amended, Texas Election Code (the "Code"); and

WHEREAS, this Board of Directors of the Authority has determined that pursuant to the engineer's report an election should be held for the purpose of submitting propositions on the issuance of the Authority's bonds in the total aggregate amount of \$60,000,000 and the levying and collecting of an annual ad valorem tax to support the issuance of such bonds; and

WHEREAS, the Board hereby finds and determines that the necessity to construct various capital improvements within the Authority dictates that it is in the public interest to call and hold the Election at the earliest possible date to authorize the issuance of bonds for the purposes hereinafter identified; and

WHEREAS, the Board hereby finds and determines that the actions hereinbefore described are in the best interests of the residents of the Authority; and

BE IT ORDERED BY THE BOARD OF DIRECTORS OF THE SOUTH TEXAS WATER AUTHORITY THAT:

Section 1: The matters and facts set out in the preamble of this Order are hereby found and declared to be true and complete.

Section 2: An election shall be held on May 2, 2026, between the hours of 7:00 a.m. and 7:00 p.m. at any County Wide Voter Center designated by the applicable Administrator as set out in the attached Exhibit "A" and as allowed by Section 43.007 of the Texas Election Code, at which time the following propositions shall be submitted to the voters:

THIS IS A TAX INCREASE

PROPOSITION A

SHALL THE BOARD OF DIRECTORS OF THE SOUTH TEXAS WATER AUTHORITY BE AUTHORIZED TO ISSUE THE BONDS OF SAID AUTHORITY IN ONE OR MORE ISSUES OR SERIES IN THE MAXIMUM AMOUNT OF \$14,635,000 MATURING SERIALY OR OTHERWISE IN SUCH INSTALLMENTS AS ARE FIXED BY SAID BOARD OVER A PERIOD OR PERIODS NOT EXCEEDING FORTY (40) YEARS FROM THEIR DATE OR DATES, BEARING INTEREST AT ANY RATE OR RATES (FIXED VARIABLE, FLOATING, ADJUSTABLE, OR OTHERWISE), AND TO SELL SAID BONDS AT ANY PRICE OR PRICES, PROVIDED THAT THE NET EFFECTIVE INTEREST RATE, ON ANY ISSUE OR SERIES OF SAID BONDS SHALL NOT EXCEED THE MAXIMUM LEGAL LIMIT NOW OR HEREAFTER AUTHORIZED BY LAW, ALL AS MAY BE DETERMINED BY THE BOARD OF DIRECTORS OF SAID AUTHORITY, FOR IMPROVEMENTS AND REHABILITATION OF THE AUTHORITY'S REGIONAL WATER TRANSMISSION LINE, AND SHALL THE BOARD BE AUTHORIZED TO LEVY AND PLEDGE, AND CAUSE TO BE ASSESSED AND COLLECTED, ANNUAL AD VALOREM TAXES ON ALL TAXABLE PROPERTY IN THE AUTHORITY SUFFICIENT, WITHOUT LIMIT AS TO RATE OR AMOUNT, TO PAY THE PRINCIPAL OF AND INTEREST ON THE BONDS AS THEY BECOME DUE, ALL AS AUTHORIZED BY THE CONSTITUTION AND LAWS OF THE STATE OF TEXAS

THIS IS A TAX INCREASE

PROPOSITION B

SHALL THE BOARD OF DIRECTORS OF THE SOUTH TEXAS WATER AUTHORITY BE AUTHORIZED TO ISSUE THE BONDS OF SAID AUTHORITY IN ONE OR MORE ISSUES OR SERIES IN THE MAXIMUM AMOUNT OF \$3,975,000 MATURING SERIALY OR OTHERWISE IN SUCH INSTALLMENTS AS ARE FIXED BY SAID BOARD OVER A PERIOD OR PERIODS NOT EXCEEDING FORTY (40) YEARS FROM THEIR DATE OR DATES, BEARING INTEREST AT ANY RATE OR RATES (FIXED VARIABLE, FLOATING, ADJUSTABLE, OR OTHERWISE), AND TO SELL SAID BONDS AT ANY PRICE OR PRICES, PROVIDED THAT THE NET EFFECTIVE INTEREST RATE, ON ANY ISSUE OR SERIES OF SAID BONDS SHALL NOT EXCEED THE MAXIMUM LEGAL LIMIT NOW OR HEREAFTER AUTHORIZED BY LAW, ALL AS MAY BE DETERMINED BY THE BOARD OF DIRECTORS OF SAID AUTHORITY, FOR REHABILITATION AND IMPROVEMENTS TO THE

AUTHORITY'S SYSTEM INFRASTRUCTURE IN THE KINGSVILLE SERVICE AREA, INCLUDING A NEW EMERGENCY OPERATION CENTER, AND SHALL THE BOARD BE AUTHORIZED TO LEVY AND PLEDGE, AND CAUSE TO BE ASSESSED AND COLLECTED, ANNUAL AD VALOREM TAXES ON ALL TAXABLE PROPERTY IN THE AUTHORITY SUFFICIENT, WITHOUT LIMIT AS TO RATE OR AMOUNT, TO PAY THE PRINCIPAL OF AND INTEREST ON THE BONDS AS THEY BECOME DUE, ALL AS AUTHORIZED BY THE CONSTITUTION AND LAWS OF THE STATE OF TEXAS

THIS IS A TAX INCREASE

PROPOSITION C

SHALL THE BOARD OF DIRECTORS OF THE SOUTH TEXAS WATER AUTHORITY BE AUTHORIZED TO ISSUE THE BONDS OF SAID AUTHORITY IN ONE OR MORE ISSUES OR SERIES IN THE MAXIMUM AMOUNT OF \$7,155,000 MATURING SERIALLY OR OTHERWISE IN SUCH INSTALLMENTS AS ARE FIXED BY SAID BOARD OVER A PERIOD OR PERIODS NOT EXCEEDING FORTY (40) YEARS FROM THEIR DATE OR DATES, BEARING INTEREST AT ANY RATE OR RATES (FIXED VARIABLE, FLOATING, ADJUSTABLE, OR OTHERWISE), AND TO SELL SAID BONDS AT ANY PRICE OR PRICES, PROVIDED THAT THE NET EFFECTIVE INTEREST RATE, ON ANY ISSUE OR SERIES OF SAID BONDS SHALL NOT EXCEED THE MAXIMUM LEGAL LIMIT NOW OR HEREAFTER AUTHORIZED BY LAW, ALL AS MAY BE DETERMINED BY THE BOARD OF DIRECTORS OF SAID AUTHORITY, FOR IMPROVEMENTS TO THE AUTHORITY'S TRANSMISSION LINE IN THE BANQUETE SERVICE AREA, AND SHALL THE BOARD BE AUTHORIZED TO LEVY AND PLEDGE, AND CAUSE TO BE ASSESSED AND COLLECTED, ANNUAL AD VALOREM TAXES ON ALL TAXABLE PROPERTY IN THE AUTHORITY SUFFICIENT, WITHOUT LIMIT AS TO RATE OR AMOUNT, TO PAY THE PRINCIPAL OF AND INTEREST ON THE BONDS AS THEY BECOME DUE, ALL AS AUTHORIZED BY THE CONSTITUTION AND LAWS OF THE STATE OF TEXAS

THIS IS A TAX INCREASE

PROPOSITION D

SHALL THE BOARD OF DIRECTORS OF THE SOUTH TEXAS WATER AUTHORITY BE AUTHORIZED TO ISSUE THE BONDS OF SAID AUTHORITY IN ONE OR MORE ISSUES OR SERIES IN THE MAXIMUM AMOUNT OF \$34,235,000 MATURING SERIALLY OR OTHERWISE IN SUCH INSTALLMENTS AS ARE FIXED BY SAID BOARD OVER A PERIOD OR PERIODS NOT EXCEEDING FORTY (40) YEARS FROM THEIR DATE OR DATES, BEARING INTEREST AT ANY RATE OR RATES (FIXED VARIABLE, FLOATING, ADJUSTABLE, OR OTHERWISE), AND TO SELL SAID BONDS AT ANY PRICE OR PRICES, PROVIDED THAT THE NET EFFECTIVE INTEREST RATE, ON ANY ISSUE OR SERIES OF SAID BONDS SHALL NOT EXCEED THE MAXIMUM LEGAL LIMIT NOW OR HEREAFTER AUTHORIZED BY LAW, ALL AS MAY BE DETERMINED BY THE BOARD OF DIRECTORS OF SAID AUTHORITY, FOR CONSTRUCTION AND EQUIPPING OF AND IMPROVEMENTS TO A NEW SECONDARY WATER SOURCE PROJECT INCLUDING STORAGE AND PUMPING FACILITIES, INTERCONNECTION LINES, AND TRANSMISSION LINES,

AND SHALL THE BOARD BE AUTHORIZED TO LEVY AND PLEDGE, AND CAUSE TO BE ASSESSED AND COLLECTED, ANNUAL AD VALOREM TAXES ON ALL TAXABLE PROPERTY IN THE AUTHORITY SUFFICIENT, WITHOUT LIMIT AS TO RATE OR AMOUNT, TO PAY THE PRINCIPAL OF AND INTEREST ON THE BONDS AS THEY BECOME DUE, ALL AS AUTHORIZED BY THE CONSTITUTION AND LAWS OF THE STATE OF TEXAS

Section 3: The Board of Directors have determined that in accordance with Texas Election Code, Section 3.009(b)(5), based on market conditions at the time of adoption of this Order, the estimated tax rate if the debt obligations are authorized is \$.0950 per \$100 valuation and the maximum interest rate of debt obligations or any series of debt obligations is 5.00%;

The Board of Directors have determined that in accordance with Texas Election Code, Section 3.009 (b)(7), the aggregate amount of the outstanding principal of the Authority's debt obligations as of the beginning of the Authority's fiscal year in which this election is ordered is \$2,405,000;

The Board of Directors have determined that in accordance with Texas Election Code, Section 3.009 (b)(8), the aggregate amount of outstanding interest on debt obligations of the Authority as of the beginning of the Authority's fiscal year in which this election is ordered is \$378,600;

The Board of Directors have determined that in accordance with Texas Election Code, Section 3.009 (b)(9), the ad valorem debt service tax rate for the Authority, as of the date of this Order, is \$.010142 per \$100 valuation of taxable property;

The statements contained in these findings above are based on information available to the Authority on the date of adoption of this Election order, including (i) information derived from projections obtained from the Authority's financial advisor, (ii) necessarily consist of estimates and projects that are subject to change based on facts, circumstances and conditions at the time that bonds approved pursuant to this Election Order are issued and (iii) are not intended to give rise to a contract with the voters or limit the authority of the Board to issue bonds in accordance with other terms contained in this Election Order. Accordingly, actual tax rates, interest rates, maturity dates, aggregate outstanding indebtedness and interest on such debt will vary and will be established after the bonds are issued. To the extent of any conflict between this subsection and other terms of this Election Order, such other terms control.

Section 4: Voting shall take place on Election Day between the hours of 7:00 A.M. and 7:00 P.M., at the polling places, as set forth in Exhibit "A" attached hereto and made a part hereof as if copied in full.

Section 5: (a) The early voting clerk for said election shall be the Administrator for each of the Counties. Early voting shall be conducted by personal appearance and by mail or other lawful means. Applications for ballots by mail must be received no later than Monday, April 20, 2026. Applications for ballots by mail for contract carrier delivery, as well as marked ballots, should be sent to the following addresses, as applicable:

Kara Sands, Nueces County Clerk
Attn: Elections Division
Post Office Box 2627
Corpus Christi, Texas 78403

Salvador "Sonny" Barrera, III
Attn: Election Official
Post Office Box 1327
Kingsville, Texas 78364

(b) Early voting by personal appearance shall begin on Monday, April 20, 2026 and continue through Tuesday, April 28, 2026 at the locations on the dates and during the hours indicated in Exhibit "B" attached hereto.

Section 6: The election will be conducted under an Election Agreement for Election Services with Nueces County and an Election Agreement for Election Services with Kleberg County with each of the Counties' Elections Officer.

Section 7: The ballots used in the election shall have printed thereon the following, in addition to instructions for making such ballot:

OFFICIAL BALLOT

South Texas Water Authority
Bond Election

Proposition A

THIS IS A TAX INCREASE

<input type="checkbox"/> For	The issuance of \$14,635,000 of bonds for improvements and rehabilitation of the Authority's regional water transmission line and the levy of taxes sufficient to provide for the payment of the principal and interest on the bonds by the South Texas Water Authority
<input type="checkbox"/> Against	

Proposition B

THIS IS A TAX INCREASE

<input type="checkbox"/> For	The issuance of \$3,975,000 of bonds for rehabilitation and improvements to the Authority's system infrastructure in the Kingsville service area, including a new emergency operation center and the levy of taxes sufficient to provide for the payment of the principal and interest on the bonds by the South Texas Water Authority
<input type="checkbox"/> Against	

Proposition C

THIS IS A TAX INCREASE

<input type="checkbox"/> For	The issuance of \$7,155,000 of bonds for improvements to the Authority's transmission line in the Banquete service area and the levy of taxes sufficient to provide for the payment of the principal and interest on the bonds by the South Texas Water Authority
<input type="checkbox"/> Against	

Proposition D

THIS IS A TAX INCREASE

<input type="checkbox"/> For	The issuance of \$34,235,000 of bonds for construction and equipping of and improvements to a new secondary water source project including storage and pumping facilities, interconnection lines and transmission lines and the levy of taxes sufficient to provide for the payment of the principal and interest on the bonds by the South Texas Water Authority
<input type="checkbox"/> Against	

Section 8: A copy of this Order is on file and available for review in the Authority's office, 2302 E. Sage Road, Kingsville, Texas 78363.

Section 9: Notice of the election shall be provided and the election held and conducted and returns made to this Board of Directors and canvassed all in accordance with the Texas Election Code, as modified by the Texas Water Code.

Section 10: All qualified resident electors of the Authority shall be entitled to vote in the election.

Section 11: The Secretary of the Board is hereby directed to cause notice of this election to be posted within the Authority, on its website, and at such designated polling locations as required under the Texas Election Code.

Section 12: The Board authorizes the President of the Board, the Authority's Counsel, the Authority's General Manager, or the respective designee of either of such parties, to negotiate and enter into one or more joint election agreements, election services contracts, and/or similar contracts or agreements with the Counties, acting by and through the applicable Administrator, and any Participants if desired or if required to comply with applicable law, as permitted and in accordance with the provisions of the Texas Election Code, as amended. In addition, the Board authorizes the President of the Board, the Authority's Counsel, the Authority's General Manager, or the respective designee of either of such parties to make such technical modifications to this Order that are necessary for compliance with applicable Texas or federal law or to carry out the intent of the Board, including making changes or additions to polling places or procedures to the extent required or desirable or as may become necessary due to circumstances arising after the date of this Order. By incorporating all essential terms necessary for a joint election agreement, this Order is intended to satisfy Section 271.002(d) of the Texas Election Code, as amended, without further action of the Board of Trustees

Section 13: The recitals contained in the preamble hereof are hereby found to be true, and such recitals are hereby made a part of this Order for all purposes and are adopted as a part of the judgment and findings of the Court.

Section 14: All orders and resolutions, or parts thereof, which are in conflict or inconsistent with any provision of this Order are hereby repealed to the extent of such conflict, and the provisions of this Order shall be and remain controlling as to the matters ordered herein.

Section 15: This Order shall be construed and enforced in accordance with the laws of the State of Texas and the United States of America.

Section 16: If any provision of this Order or the application thereof to any person or circumstance shall be held to be invalid, the remainder of this Order and the application of such provision to other persons

and circumstances shall nevertheless be valid, and this Court hereby declares that this Order would have been enacted without such invalid provision.

Section 17: It is officially found, determined, and declared that the meeting at which this Order is adopted was open to the public and public notice of the time, place, and subject matter of the public business to be considered at such meeting, including this Order, was given, all as required by Chapter 551, Texas Government Code.

Section 18: This Order shall be in force and effect from and after the date of its adoption, and it is so ordered.

PASSED AND APPROVED, this the 10th day of February, 2026.

/s/ Jose M. Graveley
President, Board of Directors

/s/ Imelda Garza
Secretary, Board of Directors

Exhibit A

ELECTION DAY SITES

Election Day Voting in Kleberg and Nueces Counties shall be conducted on the 2nd day of May, 2026, between the hours of 7:00 a.m. and 7:00 p.m. at the polling locations listed below. Eligible voters shall vote at the locations listed below. All eligible voters of the Counties may vote in the Election.

Authority Website: www.stwa.org

Nueces County Elections Website: www.nuecesco.com/countyservices/county-clerk/elections-department

Kleberg County Elections Website: <https://www.co.kleberg.tx.us/page/kleberg.Elections>

<u>Kleberg County</u>		
<u>Location</u>	<u>Address</u>	<u>City</u>
American Legion	2502 East Kenedy	Kingsville
Knight of Columbus Hall, Council 3389	320 East General Cavazos Boulevard	Kingsville
Ricardo Senior Citizen Center	2160 Nix	Ricardo

<u>Nueces County</u>		
<u>Location</u>	<u>Address</u>	<u>City</u>

Exhibit B

EARLY VOTING POLLING PLACES AND TIMES

Authority Website: www.stwa.org

Nueces County Elections Website: www.nuecesco.com/countyservices/county-clerk/elections-department

Kleberg County Elections Website: <https://www.co.kleberg.tx.us/page/kleberg.Elections>

Early Voting in Kleberg and Nueces Counties shall be held at the locations and times below.

<u>Kleberg County</u>			
<u>Location</u>	<u>Address</u>	<u>Dates</u>	<u>Times</u>
Early Voting Annex Office	720 East King @ 12th Street Kingsville	Monday, April 20, 2026 through Friday, April 24, 2026 Saturday, April 25, 2026 Sunday, April 26, 2026 Monday, April 27, 2026 through Tuesday, April 28, 2026	

<u>Nueces County</u>			
<u>Location</u>	<u>Address</u>	<u>Dates</u>	<u>Times</u>
		Monday, April 20, 2026 through Friday, April 24, 2026 Saturday, April 25, 2026 Sunday, April 26, 2026 Monday, April 27, 2026 through Tuesday, April 28, 2026	

Early Voting By Mail

Applications for voting by mail should be received no later than the close of business (5:00 pm) on April 20, 2026. Applications should be sent to:

Kara Sands
Nueces County Clerk and Chief Elections Officer
Post Office Box 2627, Corpus Christi, Texas 78403
Attention: Elections Department
Phone: 361-888-0580
votebymail@nuecescountytexas.gov

Salvador "Sonny" Barrera, III
Election Official
Post Office Box 1327, Kingsville, Texas 78364
Attention: Election Official
Phone: 361-593-1335

If an application for ballot by mail is faxed or emailed (or if a federal postcard application is faxed), the applicant must also mail the original application so that the early voting clerk receives the original no later than four days after receiving the emailed or faxed copy.

EXHIBIT C
VOTER INFORMATION DOCUMENT
South Texas Water Authority - Proposition A
THIS IS A TAX INCREASE

[] FOR) The issuance of \$14,635,000 of bonds for improvements and rehabilitation of the
) Authority's regional water transmission line and the levy of taxes sufficient to
) provide for the payment of the principal and interest on the bonds by the South
) Texas Water Authority
))
[] AGAINST)

1. Principal of the debt obligations to be authorized	\$14,635,000.00
2. Estimated interest for the debt obligations to be authorized	\$7,726,441.00
3. Estimated combined principal and interest required to pay on time and in full the debt obligations to be authorized	\$22,361,441.00
4. As of the date of the adoption of the Authority's Election Order, the aggregate amount of outstanding principal of the Authority's outstanding Interest and Sinking Fund debt obligations	\$2,405,000.00
5. As of the date of the adoption of the Authority's Election Order, the aggregate amount of outstanding interest on the Authority's outstanding Interest and Sinking Fund debt obligations	\$378,600.00
6. As of the date of the adoption of the Authority's Election Order, the estimated combined principal and interest on the Authority's outstanding Interest and Sinking Fund debt obligations	\$2,783,600.00
7. Estimated maximum annual increase in the amount of taxes that would be imposed on a residence homestead in the Authority with an appraised value of \$100,000 to repay the debt obligations to be authorized, if approved, based upon assumptions made by the governing body of the Authority	\$23.00
8. Other information that the Authority considers relevant or necessary to explain the information	See assumptions below.

Assumptions:

*Assumes a 30-year amortization with a borrowing rate of 3.11%. Taxable assessed valuation growth as follows: 2027: 5% , 2028: 4%, 2029: 3%, 2030: 2%, 2031-2056: 1.00%

The estimates contained in this voter information document are (i) based on certain assumptions (including assumptions concerning prevailing market and economic conditions at the time(s) of issuance of the bonds) and derived from projections obtained from the Authority's financial advisor, (ii) subject to change to the extent that actual facts, circumstances and conditions prevailing at the time that the bonds are issued differ from such assumptions and projects, (iii) provided solely in satisfaction of the requirements of Section 1251.052, Texas Government Code, and for no other purpose, without any assurance that such projects will be realized, and (iv) not intended to and does not give rise to a contract with voters or limit the authority of the Authority to issue bonds in accordance with the Propositions submitted by the Authority's Election Order.

South Texas Water Authority - Proposition B

THIS IS A TAX INCREASE

- [] FOR) The issuance of \$3,975,000 of bonds for rehabilitation and improvements to the Authority's system infrastructure in the Kingsville service area, including a new emergency operation center and the levy of taxes sufficient to provide for the payment of the principal and interest on the bonds by the South Texas Water Authority
- [] AGAINST)

1. Principal of the debt obligations to be authorized	\$3,975,000.00
2. Estimated interest for the debt obligations to be authorized	\$2,097,932.00
3. Estimated combined principal and interest required to pay on time and in full the debt obligations to be authorized	\$6,072,932.00
4. As of the date of the adoption of the Authority's Election Order, the aggregate amount of outstanding principal of the Authority's outstanding Interest and Sinking Fund debt obligations	\$2,405,000.00
5. As of the date of the adoption of the Authority's Election Order, the aggregate amount of outstanding interest on the Authority's outstanding Interest and Sinking Fund debt obligations	\$378,600.00
6. As of the date of the adoption of the Authority's Election Order, the estimated combined principal and interest on the Authority's outstanding Interest and Sinking Fund debt obligations	\$2,783,600.00
7. Estimated maximum annual increase in the amount of taxes that would be imposed on a residence homestead in the Authority with an appraised value of \$100,000 to repay the debt obligations to be authorized, if approved, based upon assumptions made by the governing body of the Authority	\$7.00
8. Other information that the Authority considers relevant or necessary to explain the information	See assumptions below.

Assumptions:

*Assumes a 30-year amortization with a borrowing rate of 3.11%. Taxable assessed valuation growth as follows: 2027: 5% , 2028: 4%, 2029: 3%, 2030: 2%, 2031-2056: 1.00%

The estimates contained in this voter information document are (i) based on certain assumptions (including assumptions concerning prevailing market and economic conditions at the time(s) of issuance of the bonds) and derived from projections obtained from the Authority's financial advisor, (ii) subject to change to the extent that actual facts, circumstances and conditions prevailing at the time that the bonds are issued differ from such assumptions and projects, (iii) provided solely in satisfaction of the requirements of Section 1251.052, Texas Government Code, and for no other purpose, without any assurance that such projects will be realized, and (iv) not intended to and does not give rise to a contract with voters or limit the authority of the Authority to issue bonds in accordance with the Propositions submitted by the Authority's Election Order.

South Texas Water Authority - Proposition C

THIS IS A TAX INCREASE

- [] FOR) The issuance of \$7,155,000 of bonds for improvements to the Authority's transmission line in the Banquete service area and the levy of taxes sufficient to provide for the payment of the principal and interest on the bonds by the South Texas Water Authority)
- [] AGAINST)

1. Principal of the debt obligations to be authorized	\$7,155,000.00
2. Estimated interest for the debt obligations to be authorized	\$3,779,497.00
3. Estimated combined principal and interest required to pay on time and in full the debt obligations to be authorized	\$10,934,497.00
4. As of the date of the adoption of the Authority's Election Order, the aggregate amount of outstanding principal of the Authority's outstanding Interest and Sinking Fund debt obligations	\$2,405,000.00
5. As of the date of the adoption of the Authority's Election Order, the aggregate amount of outstanding interest on the Authority's outstanding Interest and Sinking Fund debt obligations	\$378,600.00
6. As of the date of the adoption of the Authority's Election Order, the estimated combined principal and interest on the Authority's outstanding Interest and Sinking Fund debt obligations	\$2,783,600.00
7. Estimated maximum annual increase in the amount of taxes that would be imposed on a residence homestead in the Authority with an appraised value of \$100,000 to repay the debt obligations to be authorized, if approved, based upon assumptions made by the governing body of the Authority	\$11.00
8. Other information that the Authority considers relevant or necessary to explain the information	See assumptions below.

Assumptions:

* Assumes a 30-year amortization with a borrowing rate of 3.11%. Taxable assessed valuation growth as follows: 2027: 5% , 2028: 4%, 2029: 3%, 2030: 2%, 2031-2056: 1.00%

The estimates contained in this voter information document are (i) based on certain assumptions (including assumptions concerning prevailing market and economic conditions at the time(s) of issuance of the bonds) and derived from projections obtained from the Authority's financial advisor, (ii) subject to change to the extent that actual facts, circumstances and conditions prevailing at the time that the bonds are issued differ from such assumptions and projects, (iii) provided solely in satisfaction of the requirements of Section 1251.052, Texas Government Code, and for no other purpose, without any assurance that such projects will be realized, and (iv) not intended to and does not give rise to a contract with voters or limit the authority of the Authority to issue bonds in accordance with the Propositions submitted by the Authority's Election Order.

South Texas Water Authority - Proposition D

THIS IS A TAX INCREASE

- [] FOR) The issuance of \$34,235,000 of bonds for construction and equipping of and improvements to a new secondary water source project including storage and pumping facilities, interconnection lines and transmission lines and the levy of taxes sufficient to provide for the payment of the principal and interest on the bonds by the South Texas Water Authority
- [] AGAINST)

9. Principal of the debt obligations to be authorized	\$34,235,000.00
10. Estimated interest for the debt obligations to be authorized	\$18,126,475.00
11. Estimated combined principal and interest required to pay on time and in full the debt obligations to be authorized	\$52,361,475.00
12. As of the date of the adoption of the Authority's Election Order, the aggregate amount of outstanding principal of the Authority's outstanding Interest and Sinking Fund debt obligations	\$2,405,000.00
13. As of the date of the adoption of the Authority's Election Order, the aggregate amount of outstanding interest on the Authority's outstanding Interest and Sinking Fund debt obligations	\$378,600.00
14. As of the date of the adoption of the Authority's Election Order, the estimated combined principal and interest on the Authority's outstanding Interest and Sinking Fund debt obligations	\$2,783,600.00
15. Estimated maximum annual increase in the amount of taxes that would be imposed on a residence homestead in the Authority with an appraised value of \$100,000 to repay the debt obligations to be authorized, if approved, based upon assumptions made by the governing body of the Authority	\$54.00
16. Other information that the Authority considers relevant or necessary to explain the information	See assumptions below.

Assumptions:

*Assumes a 30-year amortization with a borrowing rate of 3.11%. Taxable assessed valuation growth as follows: 2027: 5% , 2028: 4%, 2029: 3%, 2030: 2%, 2031-2056: 1.00%

The estimates contained in this voter information document are (i) based on certain assumptions (including assumptions concerning prevailing market and economic conditions at the time(s) of issuance of the bonds) and derived from projections obtained from the Authority's financial advisor, (ii) subject to change to the extent that actual facts, circumstances and conditions prevailing at the time that the bonds are issued differ from such assumptions and projects, (iii) provided solely in satisfaction of the requirements of Section 1251.052, Texas Government Code, and for no other purpose, without any assurance that such projects will be realized, and (iv) not intended to and does not give rise to a contract with voters or limit the authority of the Authority to issue bonds in accordance with the Propositions submitted by the Authority's Election Order.

ATTACHMENT 10

Nueces County Clerk Contract

Memo

TO: South Texas Water Authority, Board of Directors
FROM: John Marez, Executive Director
DATE: March 2, 2026
Re: Nueces County Clerk Contract to conduction Bond Elections on behalf of STWA

Background:

The South Texas Water Authority Board previously approved an order calling a bond election to be held on May 2, 2026, for the purpose of submitting several bond propositions to voters within the Authority's jurisdiction. The election will be conducted in coordination with Nueces County and Nueces County election officials in accordance with the Texas Election Code.

As part of the statutory election process, the Authority must contract with county election administrators to provide election services including ballot preparation, polling locations, early voting administration, and election day operations.

Winstead PC transmitted official notice of the Authority's bond election to the Nueces County Elections Administrator along with the required election notices and documentation necessary for posting and administration of the election.

Analysis:

The election order adopted by the Authority includes four bond propositions intended to fund critical infrastructure improvements across the Authority's regional water system:

- Proposition A – \$14,635,000 for improvements and rehabilitation of the Authority's regional water transmission line.
- Proposition B – \$3,975,000 for rehabilitation and improvements to system infrastructure in the Kingsville service area, including a new emergency operations center.
- Proposition C – \$7,155,000 for improvements to the Authority's transmission line in the Banquete service area.
- Proposition D – \$34,235,000 for construction and equipping of improvements to a new secondary water source project, including storage and pumping facilities and interconnection lines.

Early voting is scheduled to begin April 20, 2026, and Election Day will be held May 2, 2026. Contracting with the Nueces County Elections Administrator ensures the election will be properly administered within Nueces County in compliance with the Texas Election Code.

Fiscal Impact:

Costs associated with the election will include fees charged by participating counties for election administration services, including ballot preparation, early voting administration, election day staffing, polling locations, equipment, and vote tabulation.

These costs will be paid from the Authority's professional services line item. This will be reflected during the Budget Amendments presented during our April Board Meeting. Final election administration costs will depend on turnout, polling locations, and services provided by each participating county. Estimated cost is ~\$40,000.

Staff Recommendation:

Staff recommends approval of the agreement with the Nueces County Elections Administrator to conduct election services for the May 2, 2026 bond election as required under the Texas Election Code.

Board Action:

Approve and authorize the Executive Director or designee to execute the election services agreement with the Nueces County Elections Administrator for the administration of the South Texas Water Authority bond election scheduled for May 2, 2026.

Summary:

The South Texas Water Authority must coordinate with county election officials to conduct the May 2, 2026 bond election. The proposed agreement with Nueces County ensures the election will be administered in compliance with state election law and allows the Authority to proceed with the voter authorization process for several critical infrastructure projects.

Approval of this agreement will allow election preparations to move forward in coordination with county officials.



WINSTEAD

112 East Pecan Street, Suite 725
San Antonio, Texas 78205
phone: 210.277.6800
fax: 210.277.6810

MEMORANDUM

TO: Ms. Kara Sands, Elections Administrator, Nueces County, Texas

FROM: Daniel M. Martinez
Winstead PC

DATE: March 4, 2026

RE: South Texas Water Authority – May 2, 2026 Bond Election

Pursuant to the requirements of Section 4.008 of the Texas Election Code, notice is hereby given that the Board of Directors of the South Texas Water Authority (the “Authority”) has duly ordered that a bond election be held on May 2, 2026.

Winstead PC serves as bond counsel to the Authority. Please email Daniel Martinez (dmartinez@winstead.com) with any questions.

Thank you.

Enclosures: Notices of Election (English and Spanish versions)

OFFICIAL BALLOT

South Texas Water Authority
Bond Election

Proposition A

THIS IS A TAX INCREASE

<input type="checkbox"/> For	The issuance of \$14,635,000 of bonds for improvements and rehabilitation of the Authority's regional water transmission line and the levy of taxes sufficient to provide for the payment of the principal and interest on the bonds by the South Texas Water Authority
<input type="checkbox"/> Against	

Proposition B

THIS IS A TAX INCREASE

<input type="checkbox"/> For	The issuance of \$3,975,000 of bonds for rehabilitation and improvements to the Authority's system infrastructure in the Kingsville service area, including a new emergency operation center and the levy of taxes sufficient to provide for the payment of the principal and interest on the bonds by the South Texas Water Authority
<input type="checkbox"/> Against	

Proposition C

THIS IS A TAX INCREASE

<input type="checkbox"/> For	The issuance of \$7,155,000 of bonds for improvements to the Authority's transmission line in the Banquete service area and the levy of taxes sufficient to provide for the payment of the principal and interest on the bonds by the South Texas Water Authority
<input type="checkbox"/> Against	

Proposition D

THIS IS A TAX INCREASE

<input type="checkbox"/> For	The issuance of \$34,235,000 of bonds for construction and equipping of and improvements to a new secondary water source project including storage and pumping facilities, interconnection lines and transmission lines and the levy of taxes sufficient to provide for the payment of the principal and interest on the bonds by the South Texas Water Authority
<input type="checkbox"/> Against	

BOLETA OFICIAL

Autoridad del Agua del Sur de Texas
elección de bonos

Proposición A

ESTO ES UN AUMENTO DE IMPUESTOS

<input type="checkbox"/> Para	La Autoridad del Agua del Sur de Texas emitió bonos por un valor de \$14,635,000 dólares para la mejora y rehabilitación de la línea regional de transmisión de agua de la Autoridad, y estableció impuestos suficientes para cubrir el pago del capital e intereses de dichos bonos.
<input type="checkbox"/> Contra	

Proposición B

ESTO ES UN AUMENTO DE IMPUESTOS

<input type="checkbox"/> Para	La emisión de bonos por un monto de \$3,975,000 dólares para la rehabilitación y mejora de la infraestructura del sistema de la Autoridad en el área de servicio de Kingsville, incluyendo un nuevo centro de operaciones de emergencia, y el establecimiento de impuestos suficientes para cubrir el pago del capital e intereses de dichos bonos por parte de la Autoridad de Agua del Sur de Texas
<input type="checkbox"/> Contra	

Proposición C

ESTO ES UN AUMENTO DE IMPUESTOS

<input type="checkbox"/> Para	La Autoridad de Agua del Sur de Texas emitió bonos por un valor de \$7,155,000 dólares para mejoras en la línea de transmisión de la Autoridad en el área de servicio de Banquete y estableció los impuestos necesarios para cubrir el pago del capital e intereses de dichos bonos
<input type="checkbox"/> Contra	

Proposición D

ESTO ES UN AUMENTO DE IMPUESTOS

<input type="checkbox"/> Para	La Autoridad del Agua del Sur de Texas emitió bonos por un monto de \$34,235,000 para la construcción, equipamiento y mejoras de un nuevo proyecto de fuente de agua secundaria, que incluye instalaciones de almacenamiento y bombeo, líneas de interconexión y líneas de transmisión, y estableció impuestos suficientes para garantizar el pago del capital e intereses de dichos bonos
<input type="checkbox"/> Contra	

NOTICE OF ELECTION

TO THE RESIDENT, QUALIFIED ELECTORS OF THE SOUTH TEXAS WATER AUTHORITY:

TAKE NOTICE that an election will be held in the South Texas Water Authority on May 2, 2026, as provided in an ORDER CALLING A BOND ELECTION duly passed by the Board of Directors of said District on February 10, 2026 which Order is substantially as follows:

AN ORDER CALLING A BOND ELECTION FOR THE SOUTH TEXAS WATER AUTHORITY, MAKING PROVISION FOR THE CONDUCT OF THE ELECTION, AND RESOLVING OTHER MATTERS INCIDENT AND RELATED TO SUCH ELECTION

WHEREAS, SOUTH TEXAS WATER AUTHORITY (the "Authority") is a duly created and existing water authority created pursuant to Chapter 436, Acts of the 66th Texas Legislature, Regular Session, 1979 (the "Authority Act"). The Authority operates under and is governed by the provisions of the Authority Act, Article XVI, Section 59 of the Texas Constitution and Chapter 49 of the Texas Water Code and is located in Nueces County, Texas ("Nueces County") and Kleberg County, Texas ("Kleberg County" and together with Nueces County, the "Counties"); and

WHEREAS, there has been filed with the Authority, open to inspection by the public, an engineer's report covering the utility works, improvements, facilities, plants, equipment and appliances to be purchased, constructed or otherwise acquired and constructed by the Authority and as well as the estimated cost of all the foregoing, together with maps, plats, profiles and data showing and explaining the report, and the report has been considered by the Board and has been fully approved by the Board; and

WHEREAS, said utility works, improvements, facilities, plants, equipment, appliances, property, contract rights, rights of use and interests in property are designed and intended to furnish a water system; and

WHEREAS, the District will contract with the Elections Administrator of Nueces County and Kleberg County (the "Election Administrator or Administrator") to conduct all aspects of the Election in each of the Counties; and

WHEREAS, the Election will be held jointly with other political subdivisions for which the Counties are also conducting their elections (such other political subdivisions, collectively, the Participants), as provided pursuant to the provisions of an election agreement and/or a joint election or similar agreement between or among (as applicable) the Authority, each of the Counties, and/or any Participants, entered into in accordance with the provisions of Section 271.002, as amended, Texas Election Code (the "Code"); and

WHEREAS, this Board of Directors of the Authority has determined that pursuant to the engineer's report an election should be held for the purpose of submitting propositions on the issuance of the Authority's bonds in the total aggregate amount of \$60,000,000 and the levying and collecting of an annual ad valorem tax to support the issuance of such bonds; and

WHEREAS, the Board hereby finds and determines that the necessity to construct various capital improvements within the Authority dictates that it is in the public interest to call and hold the Election at the earliest possible date to authorize the issuance of bonds for the purposes hereinafter identified; and

WHEREAS, the Board hereby finds and determines that the actions hereinbefore described are in the best interests of the residents of the Authority; and

BE IT ORDERED BY THE BOARD OF DIRECTORS OF THE SOUTH TEXAS WATER AUTHORITY THAT:

Section 1: The matters and facts set out in the preamble of this Order are hereby found and declared to be true and complete.

Section 2: An election shall be held on May 2, 2026, between the hours of 7:00 a.m. and 7:00 p.m. at any County Wide Voter Center designated by the applicable Administrator as set out in the attached Exhibit "A" and as allowed by Section 43.007 of the Texas Election Code, at which time the following propositions shall be submitted to the voters:

THIS IS A TAX INCREASE

PROPOSITION A

SHALL THE BOARD OF DIRECTORS OF THE SOUTH TEXAS WATER AUTHORITY BE AUTHORIZED TO ISSUE THE BONDS OF SAID AUTHORITY IN ONE OR MORE ISSUES OR SERIES IN THE MAXIMUM AMOUNT OF \$14,635,000 MATURING SERIALLY OR OTHERWISE IN SUCH INSTALLMENTS AS ARE FIXED BY SAID BOARD OVER A PERIOD OR PERIODS NOT EXCEEDING FORTY (40) YEARS FROM THEIR DATE OR DATES, BEARING INTEREST AT ANY RATE OR RATES (FIXED VARIABLE, FLOATING, ADJUSTABLE, OR OTHERWISE), AND TO SELL SAID BONDS AT ANY PRICE OR PRICES, PROVIDED THAT THE NET EFFECTIVE INTEREST RATE, ON ANY ISSUE OR SERIES OF SAID BONDS SHALL NOT EXCEED THE MAXIMUM LEGAL LIMIT NOW OR HEREAFTER AUTHORIZED BY LAW, ALL AS MAY BE DETERMINED BY THE BOARD OF DIRECTORS OF SAID AUTHORITY, FOR IMPROVEMENTS AND REHABILITATION OF THE AUTHORITY'S REGIONAL WATER TRANSMISSION LINE, AND SHALL THE BOARD BE AUTHORIZED TO LEVY AND PLEDGE, AND CAUSE TO BE ASSESSED AND COLLECTED, ANNUAL AD VALOREM TAXES ON ALL TAXABLE PROPERTY IN THE AUTHORITY SUFFICIENT, WITHOUT LIMIT AS TO RATE OR AMOUNT, TO PAY THE PRINCIPAL OF AND INTEREST ON THE BONDS AS THEY BECOME DUE, ALL AS AUTHORIZED BY THE CONSTITUTION AND LAWS OF THE STATE OF TEXAS

THIS IS A TAX INCREASE

PROPOSITION B

SHALL THE BOARD OF DIRECTORS OF THE SOUTH TEXAS WATER AUTHORITY BE AUTHORIZED TO ISSUE THE BONDS OF SAID AUTHORITY IN ONE OR MORE ISSUES OR SERIES IN THE MAXIMUM AMOUNT OF \$3,975,000 MATURING SERIALLY OR OTHERWISE IN SUCH INSTALLMENTS AS ARE FIXED BY SAID BOARD OVER A PERIOD OR PERIODS NOT EXCEEDING FORTY (40) YEARS FROM THEIR DATE OR DATES, BEARING INTEREST AT ANY RATE OR RATES (FIXED VARIABLE, FLOATING, ADJUSTABLE, OR OTHERWISE), AND TO SELL SAID BONDS AT ANY PRICE OR PRICES, PROVIDED THAT THE NET EFFECTIVE INTEREST RATE, ON ANY ISSUE OR SERIES OF SAID BONDS SHALL NOT EXCEED THE MAXIMUM LEGAL LIMIT NOW OR HEREAFTER AUTHORIZED BY LAW, ALL AS MAY BE DETERMINED BY THE BOARD OF DIRECTORS OF SAID AUTHORITY, FOR REHABILITATION AND IMPROVEMENTS TO THE

AUTHORITY'S SYSTEM INFRASTRUCTURE IN THE KINGSVILLE SERVICE AREA, INCLUDING A NEW EMERGENCY OPERATION CENTER, AND SHALL THE BOARD BE AUTHORIZED TO LEVY AND PLEDGE, AND CAUSE TO BE ASSESSED AND COLLECTED, ANNUAL AD VALOREM TAXES ON ALL TAXABLE PROPERTY IN THE AUTHORITY SUFFICIENT, WITHOUT LIMIT AS TO RATE OR AMOUNT, TO PAY THE PRINCIPAL OF AND INTEREST ON THE BONDS AS THEY BECOME DUE, ALL AS AUTHORIZED BY THE CONSTITUTION AND LAWS OF THE STATE OF TEXAS

THIS IS A TAX INCREASE

PROPOSITION C

SHALL THE BOARD OF DIRECTORS OF THE SOUTH TEXAS WATER AUTHORITY BE AUTHORIZED TO ISSUE THE BONDS OF SAID AUTHORITY IN ONE OR MORE ISSUES OR SERIES IN THE MAXIMUM AMOUNT OF \$7,155,000 MATURING SERIALLY OR OTHERWISE IN SUCH INSTALLMENTS AS ARE FIXED BY SAID BOARD OVER A PERIOD OR PERIODS NOT EXCEEDING FORTY (40) YEARS FROM THEIR DATE OR DATES, BEARING INTEREST AT ANY RATE OR RATES (FIXED VARIABLE, FLOATING, ADJUSTABLE, OR OTHERWISE), AND TO SELL SAID BONDS AT ANY PRICE OR PRICES, PROVIDED THAT THE NET EFFECTIVE INTEREST RATE, ON ANY ISSUE OR SERIES OF SAID BONDS SHALL NOT EXCEED THE MAXIMUM LEGAL LIMIT NOW OR HEREAFTER AUTHORIZED BY LAW, ALL AS MAY BE DETERMINED BY THE BOARD OF DIRECTORS OF SAID AUTHORITY, FOR IMPROVEMENTS TO THE AUTHORITY'S TRANSMISSION LINE IN THE BANQUETE SERVICE AREA, AND SHALL THE BOARD BE AUTHORIZED TO LEVY AND PLEDGE, AND CAUSE TO BE ASSESSED AND COLLECTED, ANNUAL AD VALOREM TAXES ON ALL TAXABLE PROPERTY IN THE AUTHORITY SUFFICIENT, WITHOUT LIMIT AS TO RATE OR AMOUNT, TO PAY THE PRINCIPAL OF AND INTEREST ON THE BONDS AS THEY BECOME DUE, ALL AS AUTHORIZED BY THE CONSTITUTION AND LAWS OF THE STATE OF TEXAS

THIS IS A TAX INCREASE

PROPOSITION D

SHALL THE BOARD OF DIRECTORS OF THE SOUTH TEXAS WATER AUTHORITY BE AUTHORIZED TO ISSUE THE BONDS OF SAID AUTHORITY IN ONE OR MORE ISSUES OR SERIES IN THE MAXIMUM AMOUNT OF \$34,235,000 MATURING SERIALLY OR OTHERWISE IN SUCH INSTALLMENTS AS ARE FIXED BY SAID BOARD OVER A PERIOD OR PERIODS NOT EXCEEDING FORTY (40) YEARS FROM THEIR DATE OR DATES, BEARING INTEREST AT ANY RATE OR RATES (FIXED VARIABLE, FLOATING, ADJUSTABLE, OR OTHERWISE), AND TO SELL SAID BONDS AT ANY PRICE OR PRICES, PROVIDED THAT THE NET EFFECTIVE INTEREST RATE, ON ANY ISSUE OR SERIES OF SAID BONDS SHALL NOT EXCEED THE MAXIMUM LEGAL LIMIT NOW OR HEREAFTER AUTHORIZED BY LAW, ALL AS MAY BE DETERMINED BY THE BOARD OF DIRECTORS OF SAID AUTHORITY, FOR CONSTRUCTION AND EQUIPPING OF AND IMPROVEMENTS TO A NEW SECONDARY WATER SOURCE PROJECT INCLUDING STORAGE AND PUMPING FACILITIES, INTERCONNECTION LINES, AND TRANSMISSION LINES,

AND SHALL THE BOARD BE AUTHORIZED TO LEVY AND PLEDGE, AND CAUSE TO BE ASSESSED AND COLLECTED, ANNUAL AD VALOREM TAXES ON ALL TAXABLE PROPERTY IN THE AUTHORITY SUFFICIENT, WITHOUT LIMIT AS TO RATE OR AMOUNT, TO PAY THE PRINCIPAL OF AND INTEREST ON THE BONDS AS THEY BECOME DUE, ALL AS AUTHORIZED BY THE CONSTITUTION AND LAWS OF THE STATE OF TEXAS

Section 3: The Board of Directors have determined that in accordance with Texas Election Code, Section 3.009(b)(5), based on market conditions at the time of adoption of this Order, the estimated tax rate if the debt obligations are authorized is \$.0950 per \$100 valuation and the maximum interest rate of debt obligations or any series of debt obligations is 5.00%;

The Board of Directors have determined that in accordance with Texas Election Code, Section 3.009 (b)(7), the aggregate amount of the outstanding principal of the Authority's debt obligations as of the beginning of the Authority's fiscal year in which this election is ordered is \$2,405,000;

The Board of Directors have determined that in accordance with Texas Election Code, Section 3.009 (b)(8), the aggregate amount of outstanding interest on debt obligations of the Authority as of the beginning of the Authority's fiscal year in which this election is ordered is \$378,600;

The Board of Directors have determined that in accordance with Texas Election Code, Section 3.009 (b)(9), the ad valorem debt service tax rate for the Authority, as of the date of this Order, is \$.010142 per \$100 valuation of taxable property;

The statements contained in these findings above are based on information available to the Authority on the date of adoption of this Election order, including (i) information derived from projections obtained from the Authority's financial advisor, (ii) necessarily consist of estimates and projects that are subject to change based on facts, circumstances and conditions at the time that bonds approved pursuant to this Election Order are issued and (iii) are not intended to give rise to a contract with the voters or limit the authority of the Board to issue bonds in accordance with other terms contained in this Election Order. Accordingly, actual tax rates, interest rates, maturity dates, aggregate outstanding indebtedness and interest on such debt will vary and will be established after the bonds are issued. To the extent of any conflict between this subsection and other terms of this Election Order, such other terms control.

Section 4: Voting shall take place on Election Day between the hours of 7:00 A.M. and 7:00 P.M., at the polling places, as set forth in Exhibit "A" attached hereto and made a part hereof as if copied in full.

Section 5: (a) The early voting clerk for said election shall be the Administrator for each of the Counties. Early voting shall be conducted by personal appearance and by mail or other lawful means. Applications for ballots by mail must be received no later than Monday, April 20, 2026. Applications for ballots by mail for contract carrier delivery, as well as marked ballots, should be sent to the following addresses, as applicable:

Kara Sands, Nueces County Clerk
Attn: Elections Division
Post Office Box 2627
Corpus Christi, Texas 78403

Salvador "Sonny" Barrera, III
 Attn: Election Official
 Post Office Box 1327
 Kingsville, Texas 78364

(b) Early voting by personal appearance shall begin on Monday, April 20, 2026 and continue through Tuesday, April 28, 2026 at the locations on the dates and during the hours indicated in Exhibit "B" attached hereto.

Section 6: The election will be conducted under an Election Agreement for Election Services with Nueces County and an Election Agreement for Election Services with Kleberg County with each of the Counties' Elections Officer.

Section 7: The ballots used in the election shall have printed thereon the following, in addition to instructions for making such ballot:

OFFICIAL BALLOT

South Texas Water Authority
 Bond Election

Proposition A

THIS IS A TAX INCREASE

<input type="checkbox"/> For	The issuance of \$14,635,000 of bonds for improvements and rehabilitation of the Authority's regional water transmission line and the levy of taxes sufficient to provide for the payment of the principal and interest on the bonds by the South Texas Water Authority
<input type="checkbox"/> Against	

Proposition B

THIS IS A TAX INCREASE

<input type="checkbox"/> For	The issuance of \$3,975,000 of bonds for rehabilitation and improvements to the Authority's system infrastructure in the Kingsville service area, including a new emergency operation center and the levy of taxes sufficient to provide for the payment of the principal and interest on the bonds by the South Texas Water Authority
<input type="checkbox"/> Against	

Proposition C

THIS IS A TAX INCREASE

<input type="checkbox"/> For	The issuance of \$7,155,000 of bonds for improvements to the Authority's transmission line in the Banquete service area and the levy of taxes sufficient to provide for the payment of the principal and interest on the bonds by the South Texas Water Authority
<input type="checkbox"/> Against	

Proposition D

THIS IS A TAX INCREASE

<input type="checkbox"/> For	The issuance of \$34,235,000 of bonds for construction and equipping of and improvements to a new secondary water source project including storage and pumping facilities, interconnection lines and transmission lines and the levy of taxes sufficient to provide for the payment of the principal and interest on the bonds by the South Texas Water Authority
<input type="checkbox"/> Against	

Section 8: A copy of this Order is on file and available for review in the Authority's office, 2302 E. Sage Road, Kingsville, Texas 78363.

Section 9: Notice of the election shall be provided and the election held and conducted and returns made to this Board of Directors and canvassed all in accordance with the Texas Election Code, as modified by the Texas Water Code.

Section 10: All qualified resident electors of the Authority shall be entitled to vote in the election.

Section 11: The Secretary of the Board is hereby directed to cause notice of this election to be posted within the Authority, on its website, and at such designated polling locations as required under the Texas Election Code.

Section 12: The Board authorizes the President of the Board, the Authority's Counsel, the Authority's General Manager, or the respective designee of either of such parties, to negotiate and enter into one or more joint election agreements, election services contracts, and/or similar contracts or agreements with the Counties, acting by and through the applicable Administrator, and any Participants if desired or if required to comply with applicable law, as permitted and in accordance with the provisions of the Texas Election Code, as amended. In addition, the Board authorizes the President of the Board, the Authority's Counsel, the Authority's General Manager, or the respective designee of either of such parties to make such technical modifications to this Order that are necessary for compliance with applicable Texas or federal law or to carry out the intent of the Board, including making changes or additions to polling places or procedures to the extent required or desirable or as may become necessary due to circumstances arising after the date of this Order. By incorporating all essential terms necessary for a joint election agreement, this Order is intended to satisfy Section 271.002(d) of the Texas Election Code, as amended, without further action of the Board of Trustees

Section 13: The recitals contained in the preamble hereof are hereby found to be true, and such recitals are hereby made a part of this Order for all purposes and are adopted as a part of the judgment and findings of the Court.

Section 14: All orders and resolutions, or parts thereof, which are in conflict or inconsistent with any provision of this Order are hereby repealed to the extent of such conflict, and the provisions of this Order shall be and remain controlling as to the matters ordered herein.

Section 15: This Order shall be construed and enforced in accordance with the laws of the State of Texas and the United States of America.

Section 16: If any provision of this Order or the application thereof to any person or circumstance shall be held to be invalid, the remainder of this Order and the application of such provision to other persons

and circumstances shall nevertheless be valid, and this Court hereby declares that this Order would have been enacted without such invalid provision.

Section 17: It is officially found, determined, and declared that the meeting at which this Order is adopted was open to the public and public notice of the time, place, and subject matter of the public business to be considered at such meeting, including this Order, was given, all as required by Chapter 551, Texas Government Code.

Section 18: This Order shall be in force and effect from and after the date of its adoption, and it is so ordered.

PASSED AND APPROVED, this the 10th day of February, 2026.

/s/ Jose M. Graveley
President, Board of Directors

/s/ Imelda Garza
Secretary, Board of Directors

Exhibit A

ELECTION DAY SITES

Election Day Voting in Kleberg and Nueces Counties shall be conducted on the 2nd day of May, 2026, between the hours of 7:00 a.m. and 7:00 p.m. at the polling locations listed below. Eligible voters shall vote at the locations listed below. All eligible voters of the Counties may vote in the Election.

Authority Website: www.stwa.org

Nueces County Elections Website: www.nuecesco.com/countyservices/county-clerk/elections-department

Kleberg County Elections Website: <https://www.co.kleberg.tx.us/page/kleberg.Elections>

<u>Kleberg County</u>		
<u>Location</u>	<u>Address</u>	<u>City</u>
American Legion	2502 East Kenedy	Kingsville
Knight of Columbus Hall, Council 3389	320 East General Cavazos Boulevard	Kingsville
Ricardo Senior Citizen Center	2160 Nix	Ricardo

<u>Nueces County</u>		
<u>Location</u>	<u>Address</u>	<u>City</u>

Exhibit B

EARLY VOTING POLLING PLACES AND TIMES

Authority Website: www.stwa.org

Nueces County Elections Website: www.nuecesco.com/countyservices/county-clerk/elections-department

Kleberg County Elections Website: <https://www.co.kleberg.tx.us/page/kleberg.Elections>

Early Voting in Kleberg and Nueces Counties shall be held at the locations and times below.

<u>Kleberg County</u>			
<u>Location</u>	<u>Address</u>	<u>Dates</u>	<u>Times</u>
Early Voting Annex Office	720 East King @ 12th Street Kingsville	Monday, April 20, 2026 through Friday, April 24, 2026 Saturday, April 25, 2026 Sunday, April 26, 2026 Monday, April 27, 2026 through Tuesday, April 28, 2026	

<u>Nueces County</u>			
<u>Location</u>	<u>Address</u>	<u>Dates</u>	<u>Times</u>
		Monday, April 20, 2026 through Friday, April 24, 2026 Saturday, April 25, 2026 Sunday, April 26, 2026 Monday, April 27, 2026 through Tuesday, April 28, 2026	

Early Voting By Mail

Applications for voting by mail should be received no later than the close of business (5:00 pm) on April 20, 2026. Applications should be sent to:

Kara Sands
Nueces County Clerk and Chief Elections Officer
Post Office Box 2627, Corpus Christi, Texas 78403
Attention: Elections Department
Phone: 361-888-0580
votebymail@nuecescountytexas.gov

Salvador "Sonny" Barrera, III
Election Official
Post Office Box 1327, Kingsville, Texas 78364
Attention: Election Official
Phone: 361-593-1335

If an application for ballot by mail is faxed or emailed (or if a federal postcard application is faxed), the applicant must also mail the original application so that the early voting clerk receives the original no later than four days after receiving the emailed or faxed copy.

EXHIBIT C
VOTER INFORMATION DOCUMENT
South Texas Water Authority - Proposition A
THIS IS A TAX INCREASE

[] FOR) The issuance of \$14,635,000 of bonds for improvements and rehabilitation of the
) Authority's regional water transmission line and the levy of taxes sufficient to
) provide for the payment of the principal and interest on the bonds by the South
) Texas Water Authority
))
[] AGAINST)

1. Principal of the debt obligations to be authorized	\$14,635,000.00
2. Estimated interest for the debt obligations to be authorized	\$7,726,441.00
3. Estimated combined principal and interest required to pay on time and in full the debt obligations to be authorized	\$22,361,441.00
4. As of the date of the adoption of the Authority's Election Order, the aggregate amount of outstanding principal of the Authority's outstanding Interest and Sinking Fund debt obligations	\$2,405,000.00
5. As of the date of the adoption of the Authority's Election Order, the aggregate amount of outstanding interest on the Authority's outstanding Interest and Sinking Fund debt obligations	\$378,600.00
6. As of the date of the adoption of the Authority's Election Order, the estimated combined principal and interest on the Authority's outstanding Interest and Sinking Fund debt obligations	\$2,783,600.00
7. Estimated maximum annual increase in the amount of taxes that would be imposed on a residence homestead in the Authority with an appraised value of \$100,000 to repay the debt obligations to be authorized, if approved, based upon assumptions made by the governing body of the Authority	\$23.00
8. Other information that the Authority considers relevant or necessary to explain the information	See assumptions below.

Assumptions:

*Assumes a 30-year amortization with a borrowing rate of 3.11%. Taxable assessed valuation growth as follows: 2027: 5% , 2028: 4%, 2029: 3%, 2030: 2%, 2031-2056: 1.00%

The estimates contained in this voter information document are (i) based on certain assumptions (including assumptions concerning prevailing market and economic conditions at the time(s) of issuance of the bonds) and derived from projections obtained from the Authority's financial advisor, (ii) subject to change to the extent that actual facts, circumstances and conditions prevailing at the time that the bonds are issued differ from such assumptions and projects, (iii) provided solely in satisfaction of the requirements of Section 1251.052, Texas Government Code, and for no other purpose, without any assurance that such projects will be realized, and (iv) not intended to and does not give rise to a contract with voters or limit the authority of the Authority to issue bonds in accordance with the Propositions submitted by the Authority's Election Order.

South Texas Water Authority - Proposition B

THIS IS A TAX INCREASE

- FOR) The issuance of \$3,975,000 of bonds for rehabilitation and improvements to the
) Authority's system infrastructure in the Kingsville service area, including a new
) emergency operation center and the levy of taxes sufficient to provide for the
) payment of the principal and interest on the bonds by the South Texas Water
) Authority
 AGAINST)

1. Principal of the debt obligations to be authorized	\$3,975,000.00
2. Estimated interest for the debt obligations to be authorized	\$2,097,932.00
3. Estimated combined principal and interest required to pay on time and in full the debt obligations to be authorized	\$6,072,932.00
4. As of the date of the adoption of the Authority's Election Order, the aggregate amount of outstanding principal of the Authority's outstanding Interest and Sinking Fund debt obligations	\$2,405,000.00
5. As of the date of the adoption of the Authority's Election Order, the aggregate amount of outstanding interest on the Authority's outstanding Interest and Sinking Fund debt obligations	\$378,600.00
6. As of the date of the adoption of the Authority's Election Order, the estimated combined principal and interest on the Authority's outstanding Interest and Sinking Fund debt obligations	\$2,783,600.00
7. Estimated maximum annual increase in the amount of taxes that would be imposed on a residence homestead in the Authority with an appraised value of \$100,000 to repay the debt obligations to be authorized, if approved, based upon assumptions made by the governing body of the Authority	\$7.00
8. Other information that the Authority considers relevant or necessary to explain the information	See assumptions below.

Assumptions:

*Assumes a 30-year amortization with a borrowing rate of 3.11%. Taxable assessed valuation growth as follows: 2027: 5% , 2028: 4%, 2029: 3%, 2030: 2%, 2031-2056: 1.00%

The estimates contained in this voter information document are (i) based on certain assumptions (including assumptions concerning prevailing market and economic conditions at the time(s) of issuance of the bonds) and derived from projections obtained from the Authority's financial advisor, (ii) subject to change to the extent that actual facts, circumstances and conditions prevailing at the time that the bonds are issued differ from such assumptions and projects, (iii) provided solely in satisfaction of the requirements of Section 1251.052, Texas Government Code, and for no other purpose, without any assurance that such projects will be realized, and (iv) not intended to and does not give rise to a contract with voters or limit the authority of the Authority to issue bonds in accordance with the Propositions submitted by the Authority's Election Order.

South Texas Water Authority - Proposition C

THIS IS A TAX INCREASE

FOR) The issuance of \$7,155,000 of bonds for improvements to the Authority's
) transmission line in the Banquete service area and the levy of taxes sufficient to
) provide for the payment of the principal and interest on the bonds by the South
) Texas Water Authority
 AGAINST)

1. Principal of the debt obligations to be authorized	\$7,155,000.00
2. Estimated interest for the debt obligations to be authorized	\$3,779,497.00
3. Estimated combined principal and interest required to pay on time and in full the debt obligations to be authorized	\$10,934,497.00
4. As of the date of the adoption of the Authority's Election Order, the aggregate amount of outstanding principal of the Authority's outstanding Interest and Sinking Fund debt obligations	\$2,405,000.00
5. As of the date of the adoption of the Authority's Election Order, the aggregate amount of outstanding interest on the Authority's outstanding Interest and Sinking Fund debt obligations	\$378,600.00
6. As of the date of the adoption of the Authority's Election Order, the estimated combined principal and interest on the Authority's outstanding Interest and Sinking Fund debt obligations	\$2,783,600.00
7. Estimated maximum annual increase in the amount of taxes that would be imposed on a residence homestead in the Authority with an appraised value of \$100,000 to repay the debt obligations to be authorized, if approved, based upon assumptions made by the governing body of the Authority	\$11.00
8. Other information that the Authority considers relevant or necessary to explain the information	See assumptions below.

Assumptions:

* Assumes a 30-year amortization with a borrowing rate of 3.11%. Taxable assessed valuation growth as follows: 2027: 5% , 2028: 4%, 2029: 3%, 2030: 2%, 2031-2056: 1.00%

The estimates contained in this voter information document are (i) based on certain assumptions (including assumptions concerning prevailing market and economic conditions at the time(s) of issuance of the bonds) and derived from projections obtained from the Authority's financial advisor, (ii) subject to change to the extent that actual facts, circumstances and conditions prevailing at the time that the bonds are issued differ from such assumptions and projects, (iii) provided solely in satisfaction of the requirements of Section 1251.052, Texas Government Code, and for no other purpose, without any assurance that such projects will be realized, and (iv) not intended to and does not give rise to a contract with voters or limit the authority of the Authority to issue bonds in accordance with the Propositions submitted by the Authority's Election Order.

South Texas Water Authority - Proposition D

THIS IS A TAX INCREASE

- [] FOR) The issuance of \$34,235,000 of bonds for construction and equipping of and
) improvements to a new secondary water source project including storage and
) pumping facilities, interconnection lines and transmission lines and the levy of
) taxes sufficient to provide for the payment of the principal and interest on the
) bonds by the South Texas Water Authority
- [] AGAINST)

9. Principal of the debt obligations to be authorized	\$34,235,000.00
10. Estimated interest for the debt obligations to be authorized	\$18,126,475.00
11. Estimated combined principal and interest required to pay on time and in full the debt obligations to be authorized	\$52,361,475.00
12. As of the date of the adoption of the Authority's Election Order, the aggregate amount of outstanding principal of the Authority's outstanding Interest and Sinking Fund debt obligations	\$2,405,000.00
13. As of the date of the adoption of the Authority's Election Order, the aggregate amount of outstanding interest on the Authority's outstanding Interest and Sinking Fund debt obligations	\$378,600.00
14. As of the date of the adoption of the Authority's Election Order, the estimated combined principal and interest on the Authority's outstanding Interest and Sinking Fund debt obligations	\$2,783,600.00
15. Estimated maximum annual increase in the amount of taxes that would be imposed on a residence homestead in the Authority with an appraised value of \$100,000 to repay the debt obligations to be authorized, if approved, based upon assumptions made by the governing body of the Authority	\$54.00
16. Other information that the Authority considers relevant or necessary to explain the information	See assumptions below.

Assumptions:

*Assumes a 30-year amortization with a borrowing rate of 3.11%. Taxable assessed valuation growth as follows: 2027: 5% , 2028: 4%, 2029: 3%, 2030: 2%, 2031-2056: 1.00%

The estimates contained in this voter information document are (i) based on certain assumptions (including assumptions concerning prevailing market and economic conditions at the time(s) of issuance of the bonds) and derived from projections obtained from the Authority's financial advisor, (ii) subject to change to the extent that actual facts, circumstances and conditions prevailing at the time that the bonds are issued differ from such assumptions and projects, (iii) provided solely in satisfaction of the requirements of Section 1251.052, Texas Government Code, and for no other purpose, without any assurance that such projects will be realized, and (iv) not intended to and does not give rise to a contract with voters or limit the authority of the Authority to issue bonds in accordance with the Propositions submitted by the Authority's Election Order.

AFFIDAVIT OF POSTING

I, THE UNDERSIGNED, do hereby certify that I am an authorized official of Nueces County, Texas (the "County") and further certify that:

1. I (or my authorized agents) posted or caused to be posted a copy of the attached NOTICE OF ELECTION, in English and Spanish, which was provided to the County by the South Texas Water Authority (the "Authority"), on the County's website pursuant to Section 4.003(b), Texas Election Code, not later than twenty-one (21) days prior to May 2, 2026 (the "Election Day"), being the date of the Authority's bond election.

2. The above-described notices remained posted during the twenty-one (21) days prior to and including Election Day.

Dated: _____
(after the election)

Signed: _____
Authorized Representative of Nueces County

SWORN TO AND SUBSCRIBED before me this _____ day of _____, 2026.

Notary Public in and for the State of Texas

(SEAL)

ATTACHMENT 11

Seven Seas Project

Memo

TO: South Texas Water Authority Board of Directors
FROM: John Marez, Executive Director
DATE: March 6, 2026
Re: **Update on Seven Seas Project**

Background:

The South Texas Water Authority (STWA) has been working with Seven Seas Water Group to develop a desalination project intended to provide a long-term, drought-resilient water supply for the region. As part of the ongoing negotiations and project development process, revisions to the proposed contract have been prepared to address items discussed by the Board and STWA staff.

These revisions are reflected in a proposed contract amendment currently under review.

Analysis:

Several key updates have been incorporated into the amended agreement between Seven Seas Water Group and STWA.

First, injection wells have been added to the project scope at the direction of the Board. This addition ensures the project includes the necessary infrastructure to properly manage concentrate disposal associated with desalination operations.

Second, the contracted water rate has been revised. The proposed rate from Seven Seas Water Group to STWA has increased from \$4.45 per thousand gallons (kgal) to \$5.15 per thousand gallons (kgal). This adjustment reflects updated project scope elements and cost considerations.

Third, the water delivery timeline has been updated. Under the amended agreement, the project timeline will begin upon the signing of the contract amendment, establishing a new schedule for development and delivery of water from the facility.

Additionally, the land agreement between STWA and a third party has been clarified. The agreement was originally structured as a water royalty pass-through, meaning the associated payment obligations would not represent an additional cost to STWA.

Finally, payment security provisions have been updated in coordination with STWA staff to strengthen financial protection language within the amended contract.

Fiscal Impact:

The revised contract includes a change in the contracted water rate from \$4.45 per kgal to \$5.15 per kgal. The agreement being considered may extend for up to a 30-year term, meaning the long-term fiscal impact will depend on the total volume of water purchased over the life of the agreement.

Additionally, the land royalty arrangement associated with the project is structured as a pass-through and is not expected to create an additional financial obligation for STWA beyond the contracted water purchase rate.

Staff Recommendation:

Staff recommends that the Board review the updated contract amendment and the associated project modifications, including the revised project scope, updated rate structure, and strengthened contract provisions.

Following review and legal analysis, staff will return to the Board with a recommendation regarding approval of the amended agreement.

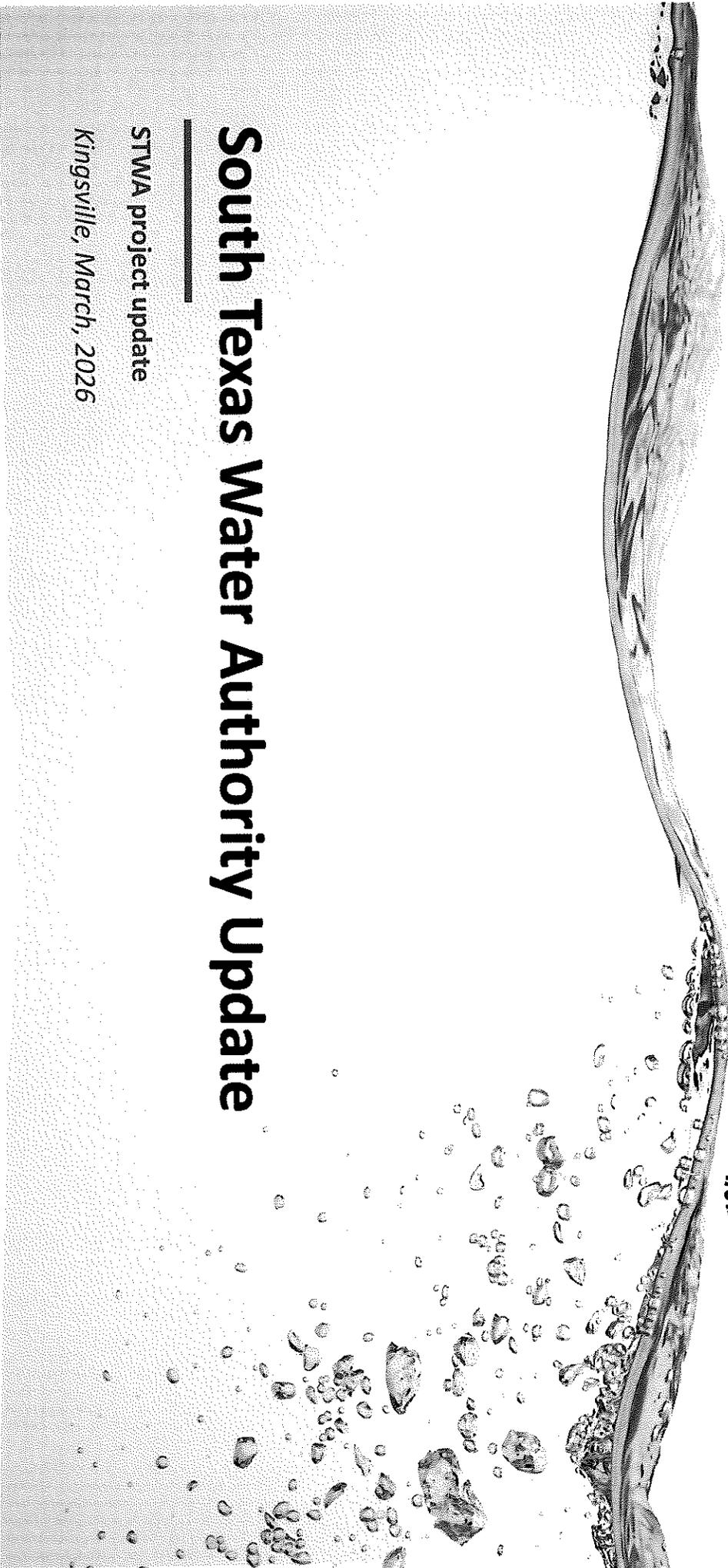
Board Action:

This item is presented for Board information and discussion regarding the current status of the Seven Seas project and the proposed contract amendment.

Summary:

The proposed amendment to the Seven Seas Water Group agreement incorporates several updates, including the addition of injection wells to the project scope, a revised water purchase rate, an updated project timeline beginning upon execution of the amendment, clarification of the land royalty arrangement, and enhanced payment security provisions.

These updates represent continued progress toward advancing the project and establishing a reliable long-term water supply for the region.



SEVEN SEAS WATER GROUP
Water-as-a-Service®



South Texas Water Authority Update

STWA project update

Kingsville, March, 2026

Contract Amendment

- Injection wells have been added into the scope at the direction of the board
- Contracted rate from SSW to STWA will change from \$4.45 to \$5.15 per kgal
- Updated water delivery date, timeline to begin at the signing of amendment.
- Land agreement between STWA and third party- Was originally a water royalty pass-through, so this should not be an additional cost to STWA
- Worked with STWA staff to update payment security language in the amended contract.



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