



MEMORANDUM

TO: South Texas Water Authority Board of Directors  
FROM: Jose M Graveley, President  
DATE: September 17, 2025  
SUBJECT: Meeting Notice and Agenda for the South Texas Water Authority

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

**Wednesday, September 24, 2025**

**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. Approval of Minutes. (Attachment 1)
4. Treasurer's Report/Payment of Bills. (Attachment 2)
5. Operation and Maintenance Report. (Attachment 3)
6. Fiscal Year 2025 Budget Amendments. (Attachment 4)
7. Tax year 2025 tax roll/levy for the South Texas Water Authority's district in Kleberg County. (Attachment 5)
8. **Resolution 25-28.** Resolution adopting the tax roll/levy for the South Texas Water Authority's district in Kleberg County for tax year 2025. (Attachment 6)
9. Tax year 2025 tax roll/levy for the South Texas Water Authority's district in Nueces County. (Attachment 7)

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

STWA Agenda – 09/24/2025  
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Joe Morales  
Angela N. Pena  
Arturo Rodriguez  
Patsy A. Rodgers  
John Marex, Administrator

10. **Resolution 25-29.** Resolution adopting the tax roll/levy for the South Texas Water Authority's district in Nueces County for tax year 2025. (Attachment 8)
11. STWA Investment Policies: (Attachment 9)
  - a) South Texas Water Authority General Fund
  - b) South Texas Water Authority Debt Service Fund
  - c) South Texas Water Authority Capital Projects Fund
12. **Resolutions 25-30 through 25-32** Resolutions approving the following South Texas Water Authority Investment Policies: (Attachment 10)
  - a) South Texas Water Authority General Fund
  - b) South Texas Water Authority Debt Service Fund
  - c) South Texas Water Authority Capital Projects Fund
13. Extension of depository agreement with Prosperity Bank. (Attachment 11)
14. Mold remediation at STWA office building. (Attachment 12)
15. Discussion and Action proposed: Environmental Impact Study by Texas A&M University – Kingsville Engineering Department. (Attachment 13)
16. Discussion and action to determine the need for and appointment of members for an audit committee. (Attachment 14)
17. Authorization to purchase brush cutter attachment with FY 2025 funds. (Attachment 15)
18. Water Supply Contract with the City of Corpus Christi. (Attachment 16)
19. 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.
  19. a. Receive legal advice from counsel regarding alternate water sources. (§551.071)
20. 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.

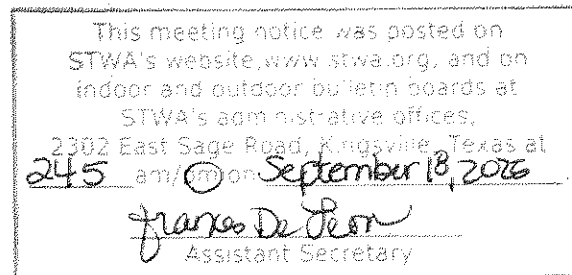
21. Administration Report.

- Upcoming Board Meeting Dates
- CCW/STWA Water Update

22. Adjournment.

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

JMG/JM/fdl  
Attachments



ATTACHMENT 1

Approval of Minutes

SOUTH TEXAS WATER AUTHORITY  
Minutes – Special Board of Directors Meeting  
September 3, 2025

Board Members Present:

Jose Graveley  
Imelda Garza  
Frances Garcia  
Tanya Lawhon  
Daniel Morales  
Joe Morales  
Arturo Rodriguez

Board Members Absent:

Patsy Rodgers  
Angela Pena

Staff Present:

John Marez  
Frances De Leon  
Jo Ella Wagner  
Patrick Sendejo  
August Patroelj

Guests Present:

Ivan Luna, I.C.E.  
Ansar Palakkal, I.C.E.  
Charles W. Zahn  
Kasy Stinson, Seven Seas  
Oliver Wiese, Seven Seas  
Terry Arnold, Seven Seas  
Andrew Mendez  
Roy De Los Santos  
Peggy De Los Santos  
Holly Bockholt

1. Call to Order.

Mr. Jose Graveley, Board President, called the Special Meeting of the STWA Board of Directors to order at 12:00 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. No comments were made.

3. 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.

3.a. Receive legal advice from counsel regarding a Water Supply Agreement with the City of Corpus Christi.

Mr. Graveley announced that the Board would convene in Closed Session at 12:01 p.m. pursuant to Section 551.071 of the Government Code to receive legal advice from counsel regarding a Water Supply Agreement with the City of Corpus Christi.

The Board reconvened in Open Session at 12:50 p.m. No action was taken during Closed Session.

4. 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.

- 4a. Discuss and take action to authorize staff to negotiate a Water Supply Agreement describing the terms and conditions for South Texas Water Authority to sell a quantity of potable water to the City of Corpus Christi, Texas.

Mr. J. Morales made a motion to authorize STWA Management to negotiate a Water Supply Agreement describing the terms and conditions for South Texas Water Authority to sell a quantity of potable water to the City of Corpus Christi. Mr. Graveley seconded the motion. The motion passed with Mr. Rodriguez, Mr. J. Morales, Mr. Graveley, Ms. Garcia, Ms. Garza and Mr. D. Morales voting in favor and Dr. Lawhon voting against the motion.


- 4b. Discuss and take action to authorize staff to negotiate an amendment to the Water Supply Agreement by and between Seven Seas Water (STWA) USA, LLC and the South Texas Water Authority.

Mr. Zahn explained to Mr. Graveley that the Board can choose to table action on negotiating an amendment to the Water Supply Agreement with Seven Seas Water pending receipt of an agreement between the City of Corpus Christi and South Texas Water Authority. Mr. Rodriguez made a motion to table the amendment to the Water Supply Agreement with Seven Seas Water pending receipt of an agreement between the City of Corpus Christi and South Texas Water Authority. Mr. J. Morales seconded the motion and all voted in favor.

5. Adjournment.

With no further business to discuss, Mr. Rodriguez moved to adjourn the meeting at 12:53 p.m. Mr. J. Morales seconded. The motion carried.

Respectfully submitted,

  
Frances De Leon  
Assistant Secretary

SOUTH TEXAS WATER AUTHORITY  
Public Hearing Minutes  
September 9, 2025

Board Members Present:

Jose Graveley  
Frances Garcia  
Imelda Garza  
Daniel Morales  
Joe Morales  
Patsy Rodgers  
Arturo Rodriguez

Board Members Absent:

Tanya Lawhon  
Angela Pena

Staff Present:

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

Guests Present:

Baldemar Garcia, RWSC President  
Rogelio Rodriguez, Water Finance Exchange  
Charles W. Zahn

1. Call to Order.

Mr. Jose Graveley, Board President, called the Public Hearing of the STWA Board of Directors to order at 5:30 p.m. A quorum was present.

2. Public Hearing on **proposed** \$0.059699 per \$100 valuation tax rate for Fiscal Year 2026/Tax Year 2025.

Mr. Graveley announced the opening of the Public Hearing on the proposed \$0.059699 per \$100 valuation tax rate for Fiscal Year 2026/Tax Year 2025.

3. Public Comment.

No guests were present and no public comments were made.

4. Adjournment.

With no further business to discuss, Mr. J. Morales made a motion to adjourn the public hearing at 5:33 p.m. Mr. Rodriguez seconded. All voted in favor.

Respectfully submitted,

  
Frances De Leon  
Assistant Secretary

SOUTH TEXAS WATER AUTHORITY  
Minutes – Regular Board of Directors Meeting  
September 9, 2025

Board Members Present:

Jose Graveley  
Frances Garcia  
Imelda Garza  
Daniel Morales  
Joe Morales  
Patsy Rodgers  
Arturo Rodriguez

Board Members Absent:

Tanya Lawhon  
Angela Pena

Staff Present:

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

Guests Present:

Baldemar Garcia, RWSC President  
Rogelio Rodriguez, Water Finance Exchange  
Charles W. Zahn

1. Call to Order.

Mr. Jose Graveley, Board President, called the Special Meeting of the STWA Board of Directors to order at 5:35 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. Rogelio Rodriguez of Water Finance Exchange provided an update on their efforts to secure funding for STWA. He reported that STWA's most recent application for additional funding was ranked 13 out of 355 applications and is included in the 31 applications which were invited for funding. The funding amount is \$60 million and includes 70% of forgivable loan funds. He expects funding to become available in about 18 months. He also reported that another grant from the Municipal Investment Fund is available in the amount of \$250,000 to research the feasibility of solar projects and could be followed by a \$1.2 million grant for engineering.

3. Approval of Minutes

Ms. Rodgers made a motion to approve the minutes of the August 5, 2025 Regular Meeting and August 19, 2025 Special Meeting as presented. Mr. Rodriguez seconded. The motion passed by unanimous vote.



4. Treasurer's Report/Payment of Bills.

The following reports were presented for Board approval:

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

No invoices were presented for Board approval. Mr. Patroelj directed attention to an additional report, STWA Income Statement – Comparison to Prior Year, that he included to address a previous request for a more summarized version of financial reports. He stated that he plans to include this in the future in addition to the usual financial statements. He also noted that the Special Services reports show a loss and he is looking to remedy the loss for a breakeven in the next fiscal year. He asked for the Board's direction moving forward and Mr. D. Morales said the reporting is moving in the right direction. Ms. Garza made a motion to approve the Treasurer's Report as presented. Mr. Rodriguez seconded. The motion passed unanimously.

5. Operation and Maintenance Report.

Mr. Sendejo reported that Cathodic Protection Technician Hector Barbosa resigned but left a plan in place to continue cathodic protection work. Additionally, a Field Technician II has been terminated but two Field Technicians are working on obtaining their water license.

6. Fiscal Year 2026 budget, revenues and rates.

Mr. Marez and Ms. Wagner presented the proposed budget and stated that the budget is based on an increased Handling Charge of \$0.60/1,000 gallons and a total sales volume of approximately 545 million gallons comprised of a contracted amount for the City of Kingsville and five-year averages for the remaining customers. Additionally the Corpus Christi cost of water decreased by about \$0.09/1,000 gallons. The proposed budget was sent to the wholesale customers for a 30-day review and comment period and no comments were received. Mr. J. Morales commented that he is ok with the presented budget and noted that the loss is due primarily to capital expenditures which are necessary and important to maintaining the pipeline. Mr. D. Morales questioned the accuracy of the beginning balances shown on the budget worksheets. Ms. Wagner explained that she worked off the ending balance from the previous year but the net change illustrates the correct activity. Mr. D. Morales said that for next year, he would like to see trends showing the previous year versus the current year.

7. **Resolution 25-25. Resolution adopting the recommended Fiscal Year 2026 budget.**

Ms. Garza made a motion to approve Resolution 25-25 adopting the FY 2026 budget as presented. Ms. Rodgers seconded. All voted in favor.

8. **Resolution 25-26. Resolution adopting the Fiscal Year 2026/Tax Year 2025 tax rate.**

Ms. Garza made a motion to approve Resolution 25-26 adopting the Fiscal Year 2026/Tax Year 2025 M&O tax rate of \$0.049557 per \$100 assessed valuation and the I&S tax rate of \$0.010142 per \$100 assessed valuation for a total tax rate of \$0.059699 per \$100 of taxable value. The motion was seconded by Ms. Rodgers and passed by unanimous vote.

9. **Authorization to solicit bids for Fiscal Year 2026 truck purchase.**

Mr. Marez presented a specification sheet for a 2025 or 2026 work truck and requested authorization to solicit bids. He explained that staff is attempting to get ahead on the process and the bids will be brought before the Board at a later meeting. The purchase will occur in FY 2026. Mr. Graveley made a motion to authorize staff to proceed with submitting a bid proposal to dealerships based on the recommended specifications. Ms. Garcia seconded the motion and all voted in favor.

10. **Resolution 25-27. Resolution Amending Authorized South Texas Water Authority Representatives for TexPool Accounts.**

Ms. Wagner presented Resolution 25-27 amending authorized representatives on STWA's TexPool accounts. She explained that approval of the resolution would authorize Mr. Marez, Ms. Wagner, Ms. De Leon, Mr. Patroelj, Mr. Graveley, Ms. Garcia and Ms. Garza as representatives. Mr. J. Morales made a motion to approve Resolution 25-27. Ms. Rodgers seconded and the motion passed by unanimous vote.

11. **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.**

11.a. **Receive legal advice from counsel regarding alternate water sources.**

Mr. Graveley announced that the Board would convene in Closed Session at 6:25 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.

12. 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.

The Board reconvened in Open Session at 6:50 p.m. No action was taken during Closed Session.


13. Administration Report.

Mr. Marez stated that the September 23<sup>rd</sup> meeting will need to be moved September 24<sup>th</sup> and the remaining meetings for the year are scheduled for October 28<sup>th</sup> and December 9<sup>th</sup>. He had nothing else to report.

14. Adjournment.

With no further business to discuss, Mr. Graveley moved to adjourn the meeting at 6:53 p.m. Ms. Rodgers seconded. The motion carried.

Respectfully submitted,

  
Frances De Leon  
Assistant Secretary

ATTACHMENT 2

Treasurer's Report/Payment of Bills

**SOUTH TEXAS WATER AUTHORITY**  
**Treasurer's Report**  
**For Period Ending August 31, 2025**

**STWA Water Sales:**

<u>Entity</u>	<u>Water Usage (1,000 g)</u>	<u>Cost of Water from City of Corpus Christi \$3.279765 per 1000 g</u>	<u>Handling Charge @ \$0.50/1000g</u>	<u>Incremental Increase @ \$0.50/1000g</u>	<u>Out of District Surcharge and Pass- Thru Credit</u>	<u>Total Due</u>
Kingsville	7,071	\$23,189.98	\$3,535.31	\$0.00	\$0.00	\$26,725.29
Bishop	5,043	\$16,539.85	\$2,521.50	\$0.00	\$0.00	\$19,061.35
Agua Dulce	2,490	\$8,165.73	\$1,244.87	\$0.00	\$0.00	\$9,410.60
RWSC	10,648	\$34,922.94	\$5,324.00	\$0.00	\$0.00	\$40,246.94
Driscoll	2,606	\$8,547.07	\$1,303.00	\$0.00	\$0.00	\$9,850.07
NCWCID #5	1,864	\$6,112.08	\$931.79	\$931.79	\$1,020.39	\$8,996.04
NWSC	15,527	\$50,926.53	\$7,763.75	\$0.00	\$0.00	\$58,690.28
<b>TOTAL</b>	<b>45,248</b>	<b>\$148,404.18</b>	<b>\$22,624.21</b>	<b>\$931.79</b>	<b>\$1,020.39</b>	<b>\$172,980.57</b>

**Water Cost and Usage for Period of:**

**07/31/25**

**09/01/25**

City of Corpus Christi Invoice for Cost of Water Purchased:	\$156,215.22
Gallons of Water Recorded by City of Corpus Christi:	47,630,000
Gallons of Water Recorded by STWA from Customer's Master Meters:	45,248,000
Water Loss Percentage:	<u><u>5.00%</u></u>

**Annual Usage for FY25**

**Annual**

Gallons of Water Recorded by City of Corpus Christi:	500,490,000
Gallons of Water Recorded by STWA from Customer's Master Meters:	495,751,738
Water Loss Percentage: (year to date)	<u><u>0.95%</u></u>

09/18/25

## SOUTH TEXAS WATER AUTHORITY

16:09:24

Income Statement - Comparison to Prior Year  
For the Accounting Period: 8 / 25

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Report ID: LB170

## Combined Funds

Account Object	Description	----- Current Year -----				----- Last Year -----	
		Current Month	Current YTD	Budget	Variance	Prior Year Month	Prior Year YTD
Revenue							
41100	Tax Revenue	2,772.85	1,999,962.96	2,033,123.00	-33,160.04	3,003.19	2,028,704.08
41120	Delinquent Tax Revenue	4,655.51	52,470.31	47,615.00	4,855.31	4,237.49	44,835.07
41150	Penalties & Interest - Tax	2,666.10	31,384.39	32,845.00	-1,460.61	1,772.68	32,957.93
41950	Miscellaneous - Taxes	-0.11	-25.68		-25.68	245.49	559.34
44100	Water Service Revenue	148,404.18	1,566,139.61	1,730,677.00	-164,537.39	156,462.28	1,322,945.43
44210	Handling Charge Revenue	22,624.21	247,876.53	272,771.00	-24,894.47	27,844.33	245,585.60
44230	Premium Incremental	931.79	9,353.94	10,750.00	-1,396.06	871.66	8,875.70
44240	Surcharge - Out-of-District	1,020.39	11,275.89	12,640.00	-1,364.11	1,071.99	11,791.88
44600	Operations & Maint Fees	49,905.09	630,175.42	933,479.00	-303,303.58	59,471.83	664,239.30
46000	MISCELLANEOUS REVENUE	32.50	6,916.79	135,000.00	-128,083.21		
46100	Miscellaneous Income		107,824.01		107,824.01	52.04	28,982.95
47100	Interest income	18,727.52	220,682.78	203,200.00	17,482.78	24,058.31	268,307.59
47110	Interest-Note		165.36	175.00	-9.64		
47300	Industrial Income		659,940.66		659,940.66		
	Total	251,740.03	5,544,142.97	5,412,275.00	131,867.97	279,091.29	4,657,784.87
Expenses							
601000	STWA						
50200	Purchased water	156,215.22	1,580,148.00	1,730,677.00	150,529.00	164,501.52	1,385,930.65
51100	Salaries/Wages	53,120.32	529,802.89	429,690.00	-100,112.89	49,717.77	499,212.79
51110	Salaries/Part-Time						509.00
51120	Overtime	1,945.47	25,677.78	30,000.00	4,322.22	1,354.85	22,975.71
51130	Stand-by	120.00	1,460.00	1,560.00	100.00	100.00	1,175.00
51160	Vacation Buyback		5,831.69	5,850.00	18.31		5,884.50
51200	Employee Retirement	9,476.00	113,044.93	75,000.00	-38,044.93	7,257.48	106,057.16
51201	Group Ins - Health	45,468.95	466,169.37	235,000.00	-231,169.37	33,727.98	346,656.30
51202	Group Ins - Life	697.36	7,338.54		-7,338.54	681.08	6,949.68
51203	Group Ins - Dental	672.27	6,906.28		-6,906.28	579.20	6,425.36
51300	Unemployment Ins	-58.92	1,316.86	1,450.00	133.14		-116.48
51400	Workers Compensation	-132.15	16,568.32	8,500.00	-8,068.32		16,928.24
51700	Medicare	1,031.75	11,645.20	6,247.00	-5,398.20	944.91	11,064.31
52110	Postage		4,091.90	8,500.00	4,408.10	17.60	6,049.90
52120	Printing/Office Supplies	9,694.58	37,179.53	37,500.00	320.47	3,281.69	32,189.63
52130	Janitorial/Site Maint	-751.84	18,951.01	24,200.00	5,248.99	761.16	10,982.84
52160	Small Tools	929.80	2,231.18	3,500.00	1,268.82	255.44	5,279.53
52380	Safety Equipment		5,042.09	6,000.00	957.91		1,244.85
53110	Legal	19,949.75	108,295.25	165,000.00	56,704.75	1,050.00	17,778.20
53120	Auditing		12,570.00	12,580.00	10.00		10,390.00
53130	Engineering	29,293.62	338,674.84	420,000.00	81,325.16	309.00	13,925.01
53140	Management & Consulting	11,093.33	144,069.13	152,000.00	7,930.87	8,333.33	144,908.43
53150	GIS Mapping						3,328.30
53210	Inspection Services		1,759.11	5,000.00	3,240.89		913.00
53260	Tax Collector Fees		52,396.78	68,980.00	16,583.22		53,951.83

09/18/25

## SOUTH TEXAS WATER AUTHORITY

16:09:24

Income Statement - Comparison to Prior Year  
For the Accounting Period: 8 / 25

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Report ID: LB170

## Combined Funds

Account Object	Description	----- Current Year -----				----- Last Year -----	
		Current Month	Current YTD	Budget	Variance	Prior Year Month	Prior Year YTD
53270	Appraisal District Fees	2,573.65	24,648.49	31,651.00	7,002.51	2,462.87	24,489.80
54110	General Repairs &	9,677.82	90,268.73	125,000.00	34,731.27	23,581.59	115,696.66
54111	General R&M - Central Tank		129,925.67	135,000.00	5,074.33		
54140	Fuel/Lubricants/Repairs	14,657.74	98,976.24	60,000.00	-38,976.24	9,537.93	91,464.95
54150	Chemicals/Water Samples	8,894.03	31,123.51	45,000.00	13,876.49	7,662.58	35,054.39
54250	Meter Expense		1,200.00	5,000.00	3,800.00		3,760.00
54260	Tank Repairs			35,000.00	35,000.00		7,000.00
54291	Major Repairs			25,000.00	25,000.00		
54720	Cathodic Protect Materials						2,078.03
55110	Telephone/Communications	2,483.22	31,736.18	40,000.00	8,263.82	2,297.66	32,690.89
55120	Utilities	8,785.77	88,875.37	122,500.00	33,624.63	8,587.29	100,070.73
55130	D & O Liability Insurance		3,332.03	4,500.00	1,167.97		2,082.70
55140	Property Insurance		61,492.06	61,600.00	107.94		52,133.06
55150	General Liability Ins		4,446.05	6,000.00	1,553.95		4,045.63
55160	Auto Insurance		4,717.72	4,750.00	32.28		4,770.06
55180	Travel/Training/Meetings	1,013.61	22,534.15	31,500.00	8,965.85	1,032.41	20,522.82
55610	Rental-Equip/Uniforms	2,087.09	10,260.41	11,000.00	739.59	957.29	17,334.02
55620	Dues/Subscriptions/Advert	313.00	15,277.40	20,000.00	4,722.60	329.61	16,522.18
55999	Bad Debt Expense		-5,771.27		5,771.27		
58130	Pass Through Costs		0.76	250.00	249.24		116.78
58200	PAYMENT TO SUB-ACCOUNT NWSC	47,122.50	47,122.50		-47,122.50		
58300	PAYMENT TO SUB-ACCOUNT RWSC	83,635.00	83,635.00		-83,635.00		
58790	Misc Expenditures	56.00	7,055.00	15,000.00	7,945.00	890.55	5,962.08
59600	Capital Acquisition		151,377.97	227,500.00	76,122.03	14,617.49	279,361.55
59700	Engineering-Capital			25,000.00	25,000.00		
	<b>Total Account</b>	<b>520,064.94</b>	<b>4,393,404.65</b>	<b>4,458,485.00</b>	<b>65,080.35</b>	<b>344,830.28</b>	<b>3,525,750.07</b>
601200	NWSC						
51100	Salaries/Wages	12,383.80	117,011.61		-117,011.61	8,710.51	101,354.32
51120	Overtime	2,013.74	28,202.33	15,000.00	-13,202.33	2,640.65	29,003.04
51130	Stand-by	120.00	1,460.00	3,900.00	2,440.00	100.00	1,175.00
	<b>Total Account</b>	<b>14,517.54</b>	<b>146,673.94</b>	<b>18,900.00</b>	<b>-127,773.94</b>	<b>11,451.16</b>	<b>131,532.36</b>
601300	RWSC						
51100	Salaries/Wages	9,338.68	89,602.92		-89,602.92	7,576.58	83,633.80
51120	Overtime	548.14	16,892.72	15,000.00	-1,892.72	801.50	18,498.98
51130	Stand-by	120.00	1,460.00	3,900.00	2,440.00	100.00	1,175.00
	<b>Total Account</b>	<b>10,006.82</b>	<b>107,955.64</b>	<b>18,900.00</b>	<b>-89,055.64</b>	<b>8,478.08</b>	<b>103,307.78</b>
603000	Debt Services						
53260	Tax Collector Fees		11,032.98	14,650.00	3,617.02	100.00	7,441.01
53270	Appraisal District Fees	542.35	5,190.58	6,723.00	1,532.42	515.13	8,127.01
56110	Bond Principal	260,000.00	260,000.00	260,000.00		255,000.00	255,000.00
56120	Bond Interest Expense	43,175.00	86,350.00	86,350.00		47,000.00	94,000.00
56130	Fiscal Agent's Fees	100.00	200.00	200.00			100.00
	<b>Total Account</b>	<b>303,817.35</b>	<b>362,773.56</b>	<b>367,923.00</b>	<b>5,149.44</b>	<b>302,615.13</b>	<b>364,668.02</b>
609010	Capital Projects						
51100	Salaries/Wages	8,236.15	71,953.90		-71,953.90	4,798.63	39,405.46
54720	Cathodic Protect Materials	1,849.97	257,142.16		-257,142.16	11,088.22	121,994.09

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Income Statement - Comparison to Prior Year  
For the Accounting Period: 8 / 25

## Combined Funds

Account Object	Description	----- Current Year -----				----- Last Year -----	
		Current Month	Current YTD	Budget	Variance	Prior Year Month	Prior Year YTD
<b>Total Account</b>		10,086.12	329,096.06		-329,096.06	15,886.85	161,399.55
	<b>Total</b>	858,492.77	5,339,903.85	4,864,208.00	-475,695.85	683,261.50	4,286,657.78
	Net Income from Operations	-606,752.74	204,239.12			-404,170.21	371,127.09
Other Revenue							
48120	Sale of Assets		16,500.60		16,500.60		
	<b>Total Other</b>	0.00	16,500.60	0.00	16,500.60	0.00	0.00
	Net Income	-606,752.74	220,739.72			-404,170.21	371,127.09



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

91.67%

	MONTHLY	YEAR TO DATE	YEAR TO DATE WITH THIS MONTH	2025 AMENDED BUDGET	% OF 2025 ADOPTED BUDGET	2024 YEAR TO DATE	2024 FINAL BUDGET
<b>REVENUES</b>							
Water Service Revenue	148,404	1,417,735	1,566,140	1,730,677	90%	1,322,945	1,377,118
Handling Charge Revenue	22,624	225,252	247,877	272,771	91%	245,586	298,250
Premium Incremental Increase	932	8,422	9,354	10,750	87%	8,876	10,900
Surcharge - Out of District	843	8,658	9,501	12,850	74%	9,726	9,972
Interest Income	17,337	183,537	200,875	182,000	110%	238,777	215,200
Interest - Note	0	165	165	0	0%	0	3,750
<b>Other Revenue</b>		0	0				
Operating & Maintenance Fees	49,905	7,101	8,421	8,250	102%	1,632	10,700
Miscellaneous Revenues	33	129,924	129,957	12,000	1083%	28,930	46,500
Industry Revenues	0	659,941	659,941	0	0%	0	625,710
<b>TOTAL REVENUES</b>	<b>240,078</b>	<b>2,640,737</b>	<b>2,832,230</b>	<b>2,229,298</b>	<b>127%</b>	<b>1,856,472</b>	<b>2,598,100</b>
<b>EXPENDITURES</b>							
<b>Water Service Expenditures:</b>							
Bulk Water Purchases	156,215	1,423,933	1,580,148	1,730,677	91%	1,385,931	1,489,786
<b>Payroll Costs</b>			0				
Salaries & Wages - Perm. Employees	74,843	329,776	364,681	429,690	85%	354,825	406,135
Salaries & Wages - Vacation Buyback	0	5,832	5,832	5,850	100%	5,885	4,368
Overtime - NWSC	2,014	0	0	0	0%	1,516	0
Stand-by Pay - NWSC	120	0	0	0	0%	0	0
Overtime - RWSC	548	0	0	0	0%	(4,609)	0
Stand-by Pay - RWSC	120	0	0	0	0%	0	0
Overtime - STWA	1,945	23,732	25,678	30,000	86%	22,976	15,000
Stand-by Pay - STWA	120	1,340	1,460	1,560	94%	1,175	1,300
Employee Retirement Premiums	9,476	59,895	64,874	75,000	86%	63,030	68,713
Group Insurance Premium	46,839	209,266	230,805	235,000	98%	140,618	243,522
Unemployment Compensation	(59)	(1,101)	(1,672)	1,450	-115%	(2,087)	70
Workers' Compensation	(132)	8,762	7,904	8,500	93%	10,593	6,436
Medicare	1,032	4,844	5,256	6,247	84%	5,508	6,029
<b>Supplies &amp; Materials</b>							
Repairs & Maintenance	9,678	80,591	90,269	125,000	72%	117,775	150,000
Meter Expense	0	1,200	1,200	5,000	24%	3,760	5,000
Tank Repairs	0	0	0	35,000	0%	7,000	30,000
Major Repairs	0	129,926	129,926	135,000	96%	0	25,000
<b>Other Operating Expenditures:</b>							
<b>Professional Fees</b>							
Legal	19,950	88,346	108,295	165,000	66%	17,778	40,000
Auditing	0	12,570	12,570	12,580	100%	10,390	10,500
Engineering	29,294	309,381	338,675	420,000	81%	13,925	50,000
Management & Consulting	2,760	49,643	52,403	82,000	64%	53,242	25,000
JMAR Management Consulting LLC	8,333	58,333	64,166	70,000	92%	64,167	70,000
Inspection/GIS Mapping	0	1,759	1,759	5,000	35%	4,241	7,500
<b>Consum Supplies/Materials</b>							
Postage	0	914	861	8,500	10%	1,726	8,500
Printing/Office Supplies	9,695	21,151	30,290	37,500	81%	26,196	37,500
Janitorial/Site Maintenance	(752)	19,703	18,951	24,200	78%	10,983	19,000
Fuel/Lubricants/Repairs	14,658	44,413	58,063	60,000	97%	53,576	85,000
Chemicals/Water Samples	8,894	22,229	31,124	45,000	69%	35,054	60,000
Safety Equipment	0	5,042	5,042	6,000	84%	1,245	2,000
Small Tools	930	1,302	2,232	3,500	64%	5,280	3,000
<b>Recurring Operating Costs</b>							
Telephone/Communications	2,483	23,966	25,570	40,000	64%	27,198	40,000
Utilities	8,786	80,090	88,875	122,500	73%	100,073	122,500
D & O Liability Insurance	0	3,332	3,332	4,500	74%	2,083	3,500

	MONTHLY	YEAR TO	YEAR TO	2025	% OF 2025	2024	2024
Property Insurance	0	61,492	61,492	61,600	100%	52,133	48,000
General Liability	0	4,446	4,446	6,000	74%	4,046	5,500
Auto Insurance	0	4,718	4,718	4,750	99%	4,770	3,100
Travel/Training/Meetings-Staff	364	17,244	17,608	20,000	88%	16,955	15,000
Travel/Training/Meetings-Board of Dir.	650	4,275	4,925	10,000	49%	3,568	10,000
Travel/Training/Meetings-Legislation		0	0	1,500	0%	0	0
Rental-Equipment/Uniforms	2,087	8,173	10,260	11,000	93%	17,334	6,000
Dues/Subscriptions/Publication	313	14,964	15,277	20,000	76%	16,522	17,500
Pass Through Cost	0	1	1	250	1%	118	400
Bad Debt Expense	0	(5,771)	(5,771)	0		0	0
Payment to Sub-Account NWSC	47,123	0	47,123				
Payment to Sub-Account RWSC	83,635	0	83,635				
Miscellaneous			0				
Miscellaneous Expenditures	56	6,999	7,055	15,000	47%	6,028	15,000
<b>Total Administrative &amp; Operations Exp.</b>	<b>542,016</b>	<b>3,136,710</b>	<b>3,599,337</b>	<b>3,537,227</b>	<b>102%</b>	<b>2,662,527</b>	<b>3,155,859</b>
<b>Capital Outlay</b>							
Capital Acquisition	0	151,378	151,378	227,500	67%	279,362	230,500
Engineering	0	0	0	25,000	0%	0	50,000
<b>TOTAL EXPENDITURES (w/o D.S. exp.)</b>	<b>0</b>	<b>151,378</b>	<b>151,378</b>	<b>3,814,727</b>	<b>4%</b>	<b>2,941,889</b>	<b>3,436,359</b>
Excess (Deficiencies) of Revenue Over Expenditures	(301,938)	(647,352)	(918,486)	(1,585,429)	58%	(1,085,417)	(1,402,682)
<b>OTHER FINANCE SOURCE (USES)</b>							
Transfer to Other Funds							
Transfer from Tax Account	0	0	0	1,630,025	0%	1,549,017	1,650,724
Extra Ordinary Income							
Disposition of Assets (Surplus Sale)	0	0	0	3,500	0%	0	1,500
<b>TOTAL OTHER FINANCING SOURCES (USES)</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>1,633,525</b>	<b>0%</b>	<b>1,549,017</b>	<b>1,652,224</b>
<b>SPECIAL SERVICES</b>							
<b>CATHODIC PROTECTION</b>							
<b>EXCESS (DEFICIENCIES) OF REVENUES OVER OTHER SOURCES (USES)</b>	<b>(301,938)</b>	<b>(647,352)</b>	<b>(918,486)</b>	<b>48,096</b>		<b>463,600</b>	<b>813,965</b>
<b>NET INCOME</b>	<b>(301,938)</b>	<b>(647,352)</b>	<b>(918,486)</b>	<b>48,096</b>		<b>463,600</b>	<b>249,542</b>

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SOUTH TEXAS WATER AUTHORITY  
Trial Balance with Revenues and Expenditures  
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101 Water

		Opening Balance	Change	Closing Balance
Assets				
101. 10100	STWA - Operations	29,593.01 (	24,724.26)	4,868.75
101. 10200	STWA - General	908,374.93 (	293,682.66)	614,692.27
101. 10210	STWA - General Money Market	981.59	0.58	982.17
101. 10400	STWA - Payroll	8,357.90	1,844.53	10,202.43
101. 10800	Petty Cash	150.00		150.00
101. 11300	TexPool	4,675,032.26	25,629.33	4,700,661.59
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	3,069.90 (	96.54)	2,973.36
101. 12201	Agua Dulce-Water	13,927.32	1,849.03	15,776.35
101. 12202	Bishop - Water	14,125.38	4,935.55	19,060.93
101. 12203	Driscoll - Water	36,252.35 (	150.15)	36,102.20
101. 12204	Kingsville - Water	25,448.69	26,725.29	52,173.98
101. 12205	NCWCID 5 - Water	41,532.48	1,880.16	43,412.64
101. 12206	Ricardo WSC - Water	39,023.82	1,223.11	40,246.93
101. 12207	Nueces WSC - Water	56,699.56	58,690.28	115,389.84
101. 12208	Ricardo WSC - General & Admin	19,087.15	162.57	19,249.72
101. 12209	Nueces WSC - General & Admin	19,044.04 (	56,742.77) (	37,698.73)
101. 12500	Interlocal Rec-Bishop	( 0.03)		( 0.03)
101. 12700	Interlocal Rec-Driscoll	4,844.60	730.46	5,575.06
101. 12900	Interlocal Rec-Ricardo	4,681.08	4,708.61	9,389.69
101. 12901	RWSC-Credit Card	607.32	5.25	612.57
101. 13000	Interlocal Rec-Nueces	39,333.06 (	8,512.98)	30,820.08
101. 13001	NWSC Credit Card	936.27	83.16	1,019.43
101. 13510	Due From Capital Projects Fund	349,958.18	10,086.12	360,044.30
101. 13520	Due from Debt Service Fund	2,621.41	542.35	3,163.76
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	42,053.92 (	4,947.52)	37,106.40
101. 15500	Inventory	42,276.74		42,276.74
Total Assets		6,505,085.47 (	249,760.50)	6,255,324.97
Liabilities and Fund Equity				
101. 20300	Trade Accounts Payable	215,016.05	37,955.82	252,971.87
101. 20310	Conversion Trade Accounts Payable	333.16		333.16
101. 20400	Salaries & Wages Payable	26,255.36	8,319.04	34,574.40

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101 Water

		Opening Balance	Change	Closing Balance
101. 20501	Due to NWSC	27,795.00		27,795.00
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	Emphy Loan WH Payble	( 594.42)		( 594.42)
101. 21064	Emphy Insurance WH Payble	( 19,847.77)	626.00)	( 20,473.77)
101. 21065	Emphy AFLAC Ins WH Payble	( 120.94)		( 120.94)
101. 21067	Emphy Nationwide WH Payble	200.00		200.00
101. 21068	Emphy Advance WH Payble	( 539.46)		( 539.46)
101. 21069	Emphy Other WH Payble	4,069.43	189.98)	3,879.45
101. 21100	Miscellaneous Payables	31,928.72	694.98	32,623.70
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	4,025.05	177.49	4,202.54
101. 28400	Retained Earnings	5,203,157.19		5,203,157.19
101. 28410	Assigned Fund Bal. - Inventory	41,746.65		41,746.65
101. 28999	Net Income Current Year	824,173.02	296,091.85)	528,081.17

Total Liabilities and Fund Equity	6,505,085.47	( 249,760.50)	6,255,324.97
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Revenue

101. 41100	Tax Revenue	1,650,883.51	2,290.49	1,653,174.00
101. 41120	Delinquent Tax Revenue	39,286.22	3,865.66	43,151.88
101. 41150	Penalties & Interest - Tax	23,567.62	2,263.50	25,831.12
101. 41950	Miscellaneous - Taxes	( 25.57)	0.11)	( 25.68)
101. 44100	Water Service Revenue	1,417,735.43	148,404.18	1,566,139.61
101. 44210	Handling Charge Revenue	225,252.32	22,624.21	247,876.53
101. 44230	Premium Incremental Increase	8,422.15	931.79	9,353.94
101. 44240	Surcharge - Out-of-District	8,658.09	842.90	9,500.99
101. 44600	Operations & Maint Fees	580,270.33	49,905.09	630,175.42
101. 46000	MISCELLANEOUS REVENUE	6,884.29	32.50	6,916.79
101. 46100	Miscellaneous Income	106,539.58		106,539.58
101. 47100	Interest income	183,537.36	17,337.24	200,874.60
101. 47110	Interest-Note	165.36		165.36
101. 47300	Industrial Income	659,940.66		659,940.66
101. 48120	Sale of Assets	16,500.60		16,500.60

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101 Water

		Opening Balance	Change	Closing Balance
Total Revenue		4,927,617.95	248,497.45	5,176,115.40
Expenditures				
101.601000.50200	Purchased water	1,423,932.78	156,215.22	1,580,148.00
101.601000.51100	Salaries/Wages	476,682.57	53,120.32	529,802.89
101.601000.51120	Overtime	23,732.31	1,945.47	25,677.78
101.601000.51130	Stand-by	1,340.00	120.00	1,460.00
101.601000.51160	Vacation Buyback	5,831.69		5,831.69
101.601000.51200	Employee Retirement	103,568.93	9,476.00	113,044.93
101.601000.51201	Group Ins - Health	420,700.42	45,468.95	466,169.37
101.601000.51202	Group Ins - Life	6,641.18	697.36	7,338.54
101.601000.51203	Group Ins - Dental	6,234.01	672.27	6,906.28
101.601000.51300	Unemployment Ins	1,375.78 (	58.92)	1,316.86
101.601000.51400	Workers Compensation	16,700.47 (	132.15)	16,568.32
101.601000.51700	Medicare	10,613.45	1,031.75	11,645.20
101.601000.52110	Postage	4,091.90		4,091.90
101.601000.52120	Printing/Office Supplies	27,484.95	9,694.58	37,179.53
101.601000.52130	Janitorial/Site Maint	19,702.85 (	751.84)	18,951.01
101.601000.52160	Small Tools	1,301.38	929.80	2,231.18
101.601000.52380	Safety Equipment	5,042.09		5,042.09
101.601000.53110	Legal	88,345.50	19,949.75	108,295.25
101.601000.53120	Auditing	12,570.00		12,570.00
101.601000.53130	Engineering	309,381.22	29,293.62	338,674.84
101.601000.53140	Management & Consulting	132,975.80	11,093.33	144,069.13
101.601000.53210	Inspection Services	1,759.11		1,759.11
101.601000.53260	Tax Collector Fees	52,396.78		52,396.78
101.601000.53270	Appraisal District Fees	22,074.84	2,573.65	24,648.49
101.601000.54110	General Repairs & Maintenance	80,590.91	9,677.82	90,268.73
101.601000.54111	General R&M - Central Tank	129,925.67		129,925.67
101.601000.54140	Fuel/Lubricants/Repairs	84,318.50	14,657.74	98,976.24
101.601000.54150	Chemicals/Water Samples	22,229.48	8,894.03	31,123.51
101.601000.54250	Meter Expense	1,200.00		1,200.00
101.601000.55110	Telephone/Communications	29,252.96	2,483.22	31,736.18
101.601000.55120	Utilities	80,089.60	8,785.77	88,875.37
101.601000.55130	D & O Liability Insurance	3,332.03		3,332.03
101.601000.55140	Property Insurance	61,492.06		61,492.06
101.601000.55150	General Liability Ins	4,446.05		4,446.05
101.601000.55160	Auto Insurance	4,717.72		4,717.72
101.601000.55180	Travel/Training/Meetings	21,520.54	1,013.61	22,534.15
101.601000.55610	Rental-Equip/Uniforms	8,173.32	2,087.09	10,260.41
101.601000.55620	Dues/Subscriptions/Advert	14,964.40	313.00	15,277.40
101.601000.55999	Bad Debt Expense	( 5,771.27)		( 5,771.27)
101.601000.58130	Pass Through Costs	0.76		0.76
101.601000.58200	PAYMENT TO SUB-ACCOUNT NWSC		47,122.50	47,122.50
101.601000.58300	PAYMENT TO SUB-ACCOUNT RWSC		83,635.00	83,635.00

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101 Water

		Opening Balance	Change	Closing Balance
101.601000.58790	Misc Expenditures	6,999.00	56.00	7,055.00
101.601000.59600	Capital Acquisition	151,377.97		151,377.97
	<b>Total STWA</b>	<b>3,873,339.71</b>	<b>520,064.94</b>	<b>4,393,404.65</b>
101.601200.51100	Salaries/Wages	104,627.81	12,383.80	117,011.61
101.601200.51120	Overtime	26,188.59	2,013.74	28,202.33
101.601200.51130	Stand-by	1,340.00	120.00	1,460.00
	<b>Total NWSC</b>	<b>132,156.40</b>	<b>14,517.54</b>	<b>146,673.94</b>
101.601300.51100	Salaries/Wages	80,264.24	9,338.68	89,602.92
101.601300.51120	Overtime	16,344.58	548.14	16,892.72
101.601300.51130	Stand-by	1,340.00	120.00	1,460.00
	<b>Total RWSC</b>	<b>97,948.82</b>	<b>10,006.82</b>	<b>107,955.64</b>
	<b>Total Expenditures</b>	<b>4,103,444.93</b>	<b>544,589.30</b>	<b>4,648,034.23</b>

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SOUTH TEXAS WATER AUTHORITY  
Balance Sheet  
For the Accounting Period: 8 / 25

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101 Water

Assets

Current Assets

STWA - Operations	4,868.75	
STWA - General	614,692.27	
STWA - General Money Market	982.17	
STWA - Payroll	10,202.43	
Petty Cash	150.00	
TexPool	4,700,661.59	
Tax Accounts Receivable	211,473.78	
Allowance for Uncollect Taxes	( 88,575.35)	
Allowance for doubtful Accounts	( 12,483.96)	
Interlocal Rec - Tax Assessor	2,973.36	
Agua Dulce-Water	15,776.35	
Bishop - Water	19,060.93	
Driscoll - Water	36,102.20	
Kingsville - Water	52,173.98	
NCWCID 5 - Water	43,412.64	
Ricardo WSC - Water	40,246.93	
Nueces WSC - Water	115,389.84	
Ricardo WSC - General & Admin	19,249.72	
Nueces WSC - General & Admin	( 37,698.73)	
Interlocal Rec-Bishop	( 0.03)	
Interlocal Rec-Driscoll	5,575.06	
Interlocal Rec-Ricardo	9,389.69	
RWSC-Credit Card	612.57	
Interlocal Rec-Nueces	30,820.08	
NWSC Credit Card	1,019.43	
Due From Capital Projects Fund	360,044.30	
Due from Debt Service Fund	3,163.76	
Due from D.S .-Collect Service	16,505.60	
Notes Receivable - Current	152.47	
Prepaid Expenses	37,106.40	
Inventory	42,276.74	
	-----	
Total Current Assets		6,255,324.97

Total Assets

-----  
6,255,324.97

Liabilities and Equity

Current Liabilities

Trade Accounts Payable	252,971.87
Conversion Trade Accounts Payable	333.16
Salaries & Wages Payable	34,574.40
Due to NWSC	27,795.00

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SOUTH TEXAS WATER AUTHORITY  
Balance Sheet  
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101 Water

Federal WH Taxes Payable	150.77
Medicare Payable	665.32
Unemployment Ins Payable	9,949.26
Emply Loan WH Payble	( 594.42)
Emply Insurance WH Payble	( 20,473.77)
Emply AFLAC Ins WH Payble	( 120.94)
Emply Nationwide WH Payble	200.00
Emply Advance WH Payble	( 539.46)
Emply Other WH Payble	3,879.45
Miscellaneous Payables	32,623.70
Compensated Absences	13,824.65
Deferred Tax Revenue	122,898.43

<b>Total Current Liabilities</b>	<b>478,137.42</b>
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Other Liabilities	
Due to Debt Service Fund	4,202.54

<b>Total Other Liabilities</b>	<b>4,202.54</b>
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<b>Total Liabilities</b>	<b>482,339.96</b>
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Equity	
Retained Earnings	5,203,157.19
Assigned Fund Bal. - Inventory	41,746.65
CURRENT YEAR INCOME/(LOSS)	528,081.17

<b>Total Equity</b>	<b>5,772,985.01</b>
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<b>Total Liabilities &amp; Equity</b>	<b>6,255,324.97</b>
---------------------------------------	---------------------



**TAX FUND  
INCOME STATEMENT  
FOR PERIOD ENDING AUGUST 31, 2025**

91.67%

	MONTHLY	YEAR TO DATE	2025 ADOPTED BUDGET	2025 ADOPTED BUDGET	2024 YEAR TO DATE	2024 FINAL BUDGET
<b>REVENUES</b>						
Ad-Valorem - Current	2,290	1,653,174	1,665,196	99.3%	1,673,277	1,659,615
Delinquent Tax Revenue	3,866	43,152	38,115	113.2%	36,672	37,000
Penalty & Interest - Tax Accounts	2,264	25,831	27,345	94.5%	27,092	26,000
Miscellaneous	0	-25	0	0%	559	0
<b>TOTAL TAXES &amp; INTEREST</b>	<b>8,419</b>	<b>1,722,132</b>	<b>1,730,656</b>	<b>99.5%</b>	<b>1,737,600</b>	<b>1,722,615</b>
<b>EXPENDITURES</b>						
Tax Collector Fees	0	52,396	68,980	76%	53,952	60,627.00
Appraisal Districts	2,574	24,649	31,651	78%	24,490	11,264.00
<b>TOTAL EXPENDITURES</b>	<b>2,574</b>	<b>77,045</b>	<b>100,631</b>	<b>76.6%</b>	<b>78,442</b>	<b>71,891</b>
 Transfer to General Fund	 0	 0	 1,630,025	 0%	 1,549,017	 1,650,724
 <b>EXCESS REVENUES &amp; OTHER FINANCING SOURCES OVER(UNDER) EXPENDITURES AND OTHER USES</b>	 <b>5,846</b>	 <b>1,645,087</b>	 <b>0</b>		 <b>110,141</b>	 <b>0</b>

**SPECIAL SERVICES  
INCOME STATEMENT  
FOR PERIOD ENDING August 31, 2025**

**91.67%**

	MONTHLY	YEAR TO DATE	2025 ADOPTED BUDGET	% OF 2025 ADOPTED BUDGET	2024 YEAR TO DATE	2024 FINAL BUDGET
<b>REVENUES</b>						
Ricardo Water Supply Corporation	23,368	289,397	449,088	64%	292,545	463,829
General & Administration	19,250					
Taps & Repairs	4,119					
Part time employee	0					
Standby Pay	0					
Fiber optic phone line	0					
Nueces Water Supply Corporation	25,216	332,357	439,152	76%	314,656	457,150
General & Administration	19,001					
Taps & Repairs	6,215					
Part time employee	0					
Standby Pay	0					
Fiber optic phone line	0					
<b>TOTAL REVENUES</b>	<b>48,585</b>	<b>621,754</b>	<b>888,240</b>	<b>70%</b>	<b>607,201</b>	<b>920,979</b>
<b>EXPENDITURES</b>						
Personnel	42,739	420,904	454,994	93%	381,422	460,842
Administrator	2,500	27,500	30,000	92%	27,500	30,000
Overhead	34,150	371,870	403,246	92%	311,741	408,138
<b>TOTAL EXPENDITURES *</b>	<b>79,389</b>	<b>820,274</b>	<b>888,240</b>	<b>92%</b>	<b>720,663</b>	<b>898,980</b>
<b>EXCESS REVENUES &amp; OTHER FINANCING SOURCES OVER(UNDER) EXPENDITURES AND OTHER USES</b>	<b>(30,803)</b>	<b>(198,520)</b>	<b>0</b>		<b>(113,462)</b>	<b>21,999</b>

**DEBT SERVICE FUND  
INCOME STATEMENT  
FOR PERIOD ENDING August 31, 2025**

**91.67%**

	MONTHLY	YEAR TO DATE	2025 ADOPTED BUDGET	% OF 2025 ADOPTED BUDGET	2024 YEAR TO DATE	2024 FINAL BUDGET
<b>REVENUES</b>						
Ad-Valorem - Current	482	346,789	367,927	94%	355,427	369,941
Delinquent Tax Revenue	790	9,319	9,500	98%	8,163	9,000
Penalty & Interest - Tax Accounts	403	5,553	2,220	250%	5,866	5,000
Out-of-District Surcharge	177	1,597	5,500	29%	2,066	1,370
Interest on Temporary Investments	809	13,438	13,200	102%	15,550	9,000
Miscellaneous	0	1,285	0	0%	54	0
TOTAL TAXES & INTEREST	<b>2,662</b>	<b>377,981</b>	<b>398,347</b>	<b>95%</b>	<b>387,126</b>	<b>394,311</b>
<b>OTHER FINANCING SOURCES</b>						
Excess Bond Proceeds	0	0	0	0%	0	0
TOTAL OTHER FINANCE SOURCES	<b>0</b>	<b>0</b>	<b>0</b>	<b>0%</b>	<b>0</b>	<b>0</b>
<b>TOTAL REVENUE AND OTHER FINANCE SOURCES</b>						
	<b>2,662</b>	<b>377,981</b>	<b>398,347</b>	<b>95%</b>	<b>387,126</b>	<b>394,311</b>
<b>EXPENDITURES</b>						
Fiscal Agent Fees	100	200	200	100%	200	200
Bond Interest Expense	43,175	86,350	86,350	100%	94,000	94,000
Bond Principal Payments	260,000	260,000	260,000	100%	255,000	255,000
Tax Collector Fees	0	11,033	14,650	75%	5,781	14,927
Appraisal District Fees	542	5,191	6,723	77%	9,687	6,014
Miscellaneous	0	0	0	0%	0	0
TOTAL EXPENDITURES	<b>303,817</b>	<b>362,774</b>	<b>367,923</b>	<b>99%</b>	<b>364,668</b>	<b>370,141</b>
<b>EXCESS REVENUES OVER(UNDER) EXPENDITURES AND OTHER USES</b>						
	<b>(301,156)</b>	<b>15,208</b>	<b>30,424</b>		<b>22,458</b>	<b>24,170</b>

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SOUTH TEXAS WATER AUTHORITY  
Trial Balance with Revenues and Expenditures  
For the Accounting Period: 8 / 25

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310 Debt Service

		Opening Balance	Change	Closing Balance
Assets				
310. 11300	TexPool	464,788.44 (	300,665.84)	164,122.60
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	647.63 (	124.98)	522.65
310. 13511	Due from General Fund	4,025.05	177.49	4,202.54
Total Assets		513,443.49 (	300,613.33)	212,830.16
Liabilities and Fund Equity				
310. 21700	Deferred Tax Revenue	43,982.37		43,982.37
310. 24300	Due to General Fund	19,127.01	542.35	19,669.36
310. 28300	Fund Balance	133,793.77		133,793.77
310. 28999	Net Income Current Year	316,540.34 (	301,155.68)	15,384.66
Total Liabilities and Fund Equity		513,443.49 (	300,613.33)	212,830.16
Revenue				
310. 41100	Tax Revenue	346,306.60	482.36	346,788.96
310. 41120	Delinquent Tax Revenue	8,528.58	789.85	9,318.43
310. 41150	Penalties & Interest - Tax	5,150.67	402.60	5,553.27
310. 44240	Surcharge - Out-of-District	1,597.41	177.49	1,774.90
310. 46100	Miscellaneous Income	1,284.43		1,284.43
310. 47100	Interest income	12,628.86	809.37	13,438.23
Total Revenue		375,496.55	2,661.67	378,158.22

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SOUTH TEXAS WATER AUTHORITY  
Trial Balance with Revenues and Expenditures  
For the Accounting Period: 8 / 25

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310 Debt Service

		Opening Balance	Change	Closing Balance
Expenditures				
310.603000.53260	Tax Collector Fees	11,032.98		11,032.98
310.603000.53270	Appraisal District Fees	4,648.23	542.35	5,190.58
310.603000.56110	Bond Principal		260,000.00	260,000.00
310.603000.56120	Bond Interest Expense	43,175.00	43,175.00	86,350.00
310.603000.56130	Fiscal Agent's Fees	100.00	100.00	200.00
	<b>Total Debt Services</b>	<b>58,956.21</b>	<b>303,817.35</b>	<b>362,773.56</b>
<b>Total Expenditures</b>		<b>58,956.21</b>	<b>303,817.35</b>	<b>362,773.56</b>

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SOUTH TEXAS WATER AUTHORITY  
Balance Sheet  
For the Accounting Period: 8 / 25

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310 Debt Service

Assets

Current Assets

TexPool	164,122.60
Tax Accounts Receivable	55,352.98
Allowance for Uncollect Taxes	( 11,370.61)
Interlocal Rec - Tax Assessor	522.65
Due from General Fund	4,202.54

Total Current Assets	212,830.16
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Total Assets	212,830.16
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Liabilities and Equity

Current Liabilities

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

Total Current Liabilities	43,982.37
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Other Liabilities

Due to General Fund	19,669.36
---------------------	-----------

Total Other Liabilities	19,669.36
-------------------------	-----------

Total Liabilities	63,651.73
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Equity

Fund Balance	133,793.77
CURRENT YEAR INCOME/(LOSS)	15,384.66

Total Equity	149,178.43
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Total Liabilities & Equity	212,830.16
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**CAPITAL PROJECTS FUND  
INCOME STATEMENT  
FOR PERIOD ENDING August 31, 2025**

**91.67%**

	MONTHLY	YEAR TO DATE	2025 ADOPTED BUDGET	% OF 2025 ADOPTED BUDGET	2024 YEAR TO DATE	2024 FINAL BUDGET
<b>REVENUES</b>						
Bond Proceeds	0	0	0	0%	0	0
Interest Income	581	6,370	6,000	106%	13,980	15,200
Other Income	0	0	0	0%	0	0
<b>TOTAL REVENUE AND OTHER     FINANCE SOURCES</b>	<b>581</b>	<b>6,370</b>	<b>6,000</b>	<b>106%</b>	<b>13,980</b>	<b>15,200</b>
<b>EXPENDITURES</b>						
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	10,086	329,096	135,305	243%	161,400	180,000
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
Miscellaneous Fees	0	0	0	0%	0	0
<b>TOTAL EXPENDITURES</b>	<b>10,086</b>	<b>329,096</b>	<b>135,305</b>	<b>243%</b>	<b>161,400</b>	<b>180,000</b>
<b>EXCESS REVENUES OVER(UNDER) EXPENDITURES AND OTHER USES</b>	<b>(9,505)</b>	<b>(322,726)</b>	<b>(129,305)</b>		<b>(147,420)</b>	<b>(164,800)</b>

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SOUTH TEXAS WATER AUTHORITY  
Trial Balance with Revenues and Expenditures  
For the Accounting Period: 8 / 25

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Report ID: LB200

410 Capital Projects

		Opening Balance	Change	Closing Balance
Assets				
410. 11400	TexStar	159,582.78	580.91	160,163.69
Total Assets		159,582.78	580.91	160,163.69
Liabilities and Fund Equity				
410. 24300	Due to General Fund	349,958.15	10,086.12	360,044.27
410. 28300	Fund Balance	122,845.53		122,845.53
410. 28999	Net Income Current Year	( 313,220.90) (	9,505.21) (	322,726.11)
Total Liabilities and Fund Equity		159,582.78	580.91	160,163.69
Revenue				
410. 47100	Interest income	5,789.04	580.91	6,369.95
Total Revenue		5,789.04	580.91	6,369.95
Expenditures				
410.609010.51100	Salaries/Wages	63,717.75	8,236.15	71,953.90
410.609010.54720	Cathodic Protect Materials	255,292.19	1,849.97	257,142.16
Total Capital Projects		319,009.94	10,086.12	329,096.06



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SOUTH TEXAS WATER AUTHORITY  
Trial Balance with Revenues and Expenditures  
For the Accounting Period: 8 / 25

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410 Capital Projects

	Opening Balance	Change	Closing Balance
Total Expenditures	319,009.94	10,086.12	329,096.06

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SOUTH TEXAS WATER AUTHORITY  
Balance Sheet  
For the Accounting Period: 8 / 25

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410 Capital Projects

Assets

Current Assets  
TexStar

160,163.69

Total Current Assets

160,163.69

Total Assets

160,163.69

Liabilities and Equity

Other Liabilities  
Due to General Fund

360,044.27

Total Other Liabilities

360,044.27

Total Liabilities

360,044.27

Equity

Fund Balance  
CURRENT YEAR INCOME/(LOSS)

122,845.53  
( 322,726.11)

Total Equity

( 199,880.58)

Total Liabilities & Equity

160,163.69

**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  
September 11, 2025

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

Re: Bill for services rendered through August 31, 2025

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**FOR SERVICES RENDERED AS FOLLOWS:**

08/01/2025 CWZ Conference with Wes Strickland; Conference with City of Corpus Christi (Drew Molley, Estaban Ramsey, Janet Whitehead, Miles Risley, Nick Winklemann, John Marez, Ryan Skrobarczyk, Naria Corona, Lisa Aquilar, Ivan Luna, Ansar Palakal; Jesus Jimenez, Francis DeLeon Oliver Weise and Rosanna Ramirez); Receipt and review of correspondence from Joshua Kawinski; Receipt and review of Public Information Request from R.L. Wilson; Preparation of Third-Party Notice – R.L. Wilson	6.40
08/02/2025 CWZ Preparation of Third-Party Notice – Adrian Mendez; Preparation of correspondence to Michael Noone; Preparation of correspondence to Alan Ozuna; Receipt and review of correspondence from Adrian Mendez; Preparation of correspondence to Adrian Mendez	2.00
08/04/2025 CWZ Receipt and review of correspondence from John Marez; Receipt and review of correspondence from John Marez; Telephone conference with John Marez	.60
08/05/2025 CWZ Receipt and review of correspondence from John Marez; Prepare for, travel to and attend Regular Meeting of the Board of Directors	5.00
08/06/2025 CWZ Preparation of correspondence to Alan Ozuna; Receipt and review of correspondence from Alan Ozuna; Telephone conference with Alan Ozna; Receipt and review of correspondence from Alan Ozuna; Receipt and review of correspondence from Wes Strickland; Preparation of correspondence to Wes Strickland; Receipt and review of correspondence from Alan Ozuna; Receipt and review of correspondence from Wes Strickland to Perales, Allman and Ice;	

Clarification	.60
08/18/2025 CWZ Conference call with John Marez, Seven Seas and ICE	1.60
08/19/2025 CWZ Preparation of Water Supply Agreement with City of Corpus Christi; Travel to and attend Regular Meeting of the Board of Directors	7.40
08/20/2025 CWZ Telephone conference with John Marez	.20
08/21/2025 CWZ Preparation of correspondence to John Marrez; Receipt and review of Seven Seas Water (STWA) USA, LLC Response to Third Party Notice – Mendez	.60
08/27/2025 CWZ Telephone conference with John Marez; Telephone conference with Jose Graveley; Preparation of Agenda for the September 3, 2025 Special Called Meeting of the Board of Directors; Preparation of correspondence to John Marrez; Telephone conference with John Marez; Revise Agenda for the September 3, 2025 Special Called Meeting of the Board of Directors; Preparation of correspondence to John Marez and Francis DeLeon	1.80
08/29/2025 CWZ Receipt and review of correspondence from Greg Suzman; Preparation of correspondence to Greg Suzman; Receipt and review of correspondence from Greg Suzman; Preparation of correspondence to Greg Suzman	.80
38.2 hours @ \$450.00 per hour = \$17,190.00	

**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  
September 11, 2025

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

Re: Bill for services rendered through August 31, 2025

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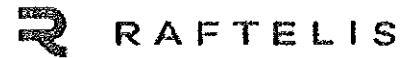
**FOR SERVICES RENDERED AS FOLLOWS:**

08/01/2025 CWZ Conference with Wes Strickland; Conference with City of Corpus Christi (Drew Molley, Estaban Ramsey, Janet Whitehead, Miles Risley, Nick Winklemann, John Marez, Ryan Skrobarczyk, Naria Corona, Lisa Aguilar, Ivan Luna, Ansar Palakal; Jesus Jimenez, Francis DeLeon Oliver Weise and Rosanna Ramirez); Receipt and review of correspondence from Joshua Kawinski; Receipt and review of Public Information Request from R.L. Wilson; Preparation of Third-Party Notice – R.L. Wilson	6.40
08/02/2025 CWZ Preparation of Third-Party Notice – Adrian Mendez; Preparation of correspondence to Michael Noone; Preparation of correspondence to Alan Ozuna; Receipt and review of correspondence from Adrian Mendez; Preparation of correspondence to Adrian Mendez	2.00
08/04/2025 CWZ Receipt and review of correspondence from John Marez; Receipt and review of correspondence from John Marez; Telephone conference with John Marez	.60
08/05/2025 CWZ Receipt and review of correspondence from John Marez; Prepare for, travel to and attend Regular Meeting of the Board of Directors	5.00
08/06/2025 CWZ Preparation of correspondence to Alan Ozuna; Receipt and review of correspondence from Alan Ozuna; Telephone conference with Alan Ozuna; Receipt and review of correspondence from Alan Ozuna; Receipt and review of correspondence from Wes Strickland; Preparation of correspondence to Wes Strickland; Receipt and review of correspondence from Alan Ozuna; Receipt and review of correspondence from Wes Strickland to Perales, Allman and Ice;	

Strickland; Preparation of correspondence to Wes Strickland; Receipt and review of correspondence from Alan Ozuna; Receipt and review of correspondence from Wes Strickland; Receipt and review of correspondence from Alan Ozuna; Receipt and review of correspondence from Alan Ozuna	2.60
08/07/2025 CWZ Receipt and review of Seven Seas Water (STWA) USA, LLC Response to Third Party Notice - Perales, Almon and Ice; Preparation of Opinion on Open Meetings Notice requirements; Receipt and review of Seven Seas Water (STWA) USA, LLC Response to Third Party Notice – Harkins; Receipt and review of Public Information Request Adrian Mendez; Preparation of Third-Party Notice – Adrian Mendez; Receipt and review of correspondence from Adrian Mendez; Receipt and review of correspondence from Rachel Clow; Telephone conference with John Marez	4.20
08/09/2025 CWZ Receipt and review of correspondence from John Marez	.20
08/11/2025 CWZ Review of Water Supply Agreement with Seven Seas Water (STWA) USA, LLC; Telephone conference with John Marez; Receipt and review of correspondence from John Marez; Preparation of correspondence to John Marez; Receipt and review of correspondence from Jesus Jimenez	1.80
08/12/2025 CWZ Telephone conference with John Marez	.20
08/13/2025 CWZ Receipt and review of Agenda for the August 19, 2025 Special Called Meeting of the Board of Directors; Telephone conference with John Marez; Revise Agenda for the August 19, 2025 Special Called Meeting of the Board of Directors; Preparation of correspondence to John Marez	1.00
08/14/2025 CWZ Conference with John Marez and Jose Graveley; Preparation of correspondence to John Marez; receipt and review of correspondence from Jose Graveley	.80
08/15/2025 CWZ Telephone conference with John Marez	.20
08/16/2025 CWZ Receipt and review of Seven Seas Water (STWA) USA, LLC Response to Third Party Notice – Wilson); Receipt and review of Seven Seas Water (STWA) USA, LLC Response to Third Party Notice – Mendez-	

Clarification	.60
08/18/2025 CWZ Conference call with John Marez, Seven Seas and ICE	1.60
08/19/2025 CWZ Preparation of Water Supply Agreement with City of Corpus Christi; Travel to and attend Regular Meeting of the Board of Directors	7.40
08/20/2025 CWZ Telephone conference with John Marez	.20
08/21/2025 CWZ Preparation of correspondence to John Marrez; Receipt and review of Seven Seas Water (STWA) USA, LLC Response to Third Party Notice – Mendez	.60
08/27/2025 CWZ Telephone conference with John Marez; Telephone conference with Jose Graveley; Preparation of Agenda for the September 3, 2025 Special Called Meeting of the Board of Directors; Preparation of correspondence to John Marrez; Telephone conference with John Marez; Revise Agenda for the September 3, 2025 Special Called Meeting of the Board of Directors; Preparation of correspondence to John Marez and Francis DeLeon	1.80
08/29/2025 CWZ Receipt and review of correspondence from Greg Suzman; Preparation of correspondence to Greg Suzman; Receipt and review of correspondence from Greg Suzman; Preparation of correspondence to Greg Suzman	.80
38.2 hours @ \$450.00 per hour = \$17,190.00	

RAFTELIS  
PO Box 96261  
Charlotte, NC 28296-6261



Joella Wagner  
Assistant Executive Director/Finance Manager  
South Texas Water Authority  
2302 E. Sage Road  
Kingsville, TX 78363

September 15, 2025  
Invoice No: 41597

Project R-09129TX23.01 South Texas Water Authority - Water Rate and Financial Planning Study  
Professional Services from August 01, 2025 to August 31, 2025

**Professional Personnel**

	Hours	Rate	Amount	
Vice-President				
Flores, Angie	9.00	295.00	2,655.00	
Totals	9.00		2,655.00	
Total Professional Fees				2,655.00

Technology & Communications Charge			90.00	
			90.00	90.00

Total this Invoice \$2,745.00

	Current	Prior	Total	Received	A/R Balance
Billings to Date	2,745.00	87,308.75	90,053.75	87,308.75	2,745.00



# Billing Backup

Monday, September 15, 2025

Raftelis Financial Consultants

Invoice 41597 Dated 9/15/2025

1:23:47 PM

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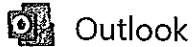
Project	R-09129TX23.01	South Texas Water Authority - Water Rate and Financial Planning Study
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## Professional Personnel

			Hours	Rate	Amount
Vice-President					
223	3 - Flores, Angie	8/6/2025	2.00	295.00	590.00
223	3 - Flores, Angie	8/7/2025	3.00	295.00	885.00
223	3 - Flores, Angie	8/11/2025	1.00	295.00	295.00
223	3 - Flores, Angie	8/12/2025	1.00	295.00	295.00
223	3 - Flores, Angie	8/26/2025	1.00	295.00	295.00
223	3 - Flores, Angie	8/27/2025	1.00	295.00	295.00
	Totals		9.00		2,655.00
	Total Professional Fees				2,655.00

Total this Project \$2,655.00

Total this Report \$2,655.00



Re: Open Invoices - South Texas Water Authority - ( 103056 ) - Invoice Receipt Request - KLX Energy Services

From apatroelj@stwa.org <apatroelj@stwa.org>  
Date Wed 9/10/2025 4:16 PM  
To KLX Energy Services <klxcredit@cashlinesolutions.com>

I have located the invoices and will start the process of getting these paid hopefully no later than the end of the week. With Hector being gone they got set on his desk and were doing nothing. Thanks for reaching out to me

**August Patroelj**

**Finance Manager**

From: KLX Energy Services <klxcredit@cashlinesolutions.com>  
Sent: Wednesday, September 10, 2025 2:28 PM  
To: apatroelj@stwa.org <apatroelj@stwa.org>  
Subject: Open Invoices - South Texas Water Authority - ( 103056 ) - Invoice Receipt Request - KLX Energy Services



9/10/2025

Hi August/Accounts Payable,  
Please review the below invoices and confirm they have been received and entered into your payment system.

Invoice#	Invoice Date	Payment Terms	Due Date	Amount Due	Days Past Due
1405321	8/25/2025	30	9/24/2025	USD 19,480.97 ✓	-14
1405322	8/25/2025	30	9/24/2025	USD 13,893.76 ✓	-14
1405323	8/25/2025	30	9/24/2025	USD 16,499.02 ✓	-14
1405324	8/25/2025	30	9/24/2025	USD 11,504.02 ✓	-14
1407004	9/9/2025	30	10/9/2025	USD 12,540.03 ✓	-29
1407005	9/9/2025	30	10/9/2025	USD 11,082.03 ✓	-29

**Total: \$ 84,999.83**

Please let me know if you have any questions.

Thank you.  
Samuel Taylor \* Credit & Collections  
(713) 204-4761 \* klxcredit@cashlinesolutions.com

**Please make sure our remittance information is correct:**

**Account Title:**  
**KLX Energy Services**  
**3040 POST OAK BLVD, 15th Floor**  
**Houston, TX 77056**



**KLX**  
Energy Services  
3040 POST OAK BLVD  
15TH FLOOR  
HOUSTON, TX 77056  
Phone: (832) 844-1015  
Email: AR@klx.com

## Invoice: 1407004

Invoice Date: 09/09/2025  
Terms: NET 30  
Due Date: 10/09/2025  
Office ID: 430-PLEASANTON  
Field Ticket: 535743  
Sales Person:  
Alt Field Ticket:

### Customer Info

Name: South Texas Water Authority (103056)  
Address: 2302 E. Sage Road  
Kingsville, TX 78363  
Phone:  
Fax:  
Contact: DAVID SENDEJO  
Contact Phone:  
Contact Email: cvargas@stwa.org

### Job Info

Job Number: \_NONE  
Job Type: 2210.TORQUE & TESTING-RENTAL  
Ship To: LOCATION  
Lease: -  
Rig: NA  
Well: -  
AFE:  
Cost Center  
Customer PO:

QTY	DESCRIPTION	START/STOP	MIN (DAYS)/SALE	DAILY	ADD DAYS	LINE TOTAL
1	TEST UNIT <i>Charge Code:</i> TESTUNIT <i>Detailed Description:</i> TEST UNIT, TRAILER MOUNTED	9/4/2025 9/4/2025	\$350.00 (1)	\$350.00	9	\$3,500.00
120	MILEAGE <i>Charge Code:</i> MILEAGE	9/4/2025 9/4/2025	\$3.00 (1)		0	\$360.00
1	FORKLIFT 10K <i>Charge Code:</i> FRL10K <i>Detailed Description:</i> LIFT, FORK, 12K	9/4/2025 9/4/2025	\$500.00 (0)		1	\$500.00
1	THIRD PARTY SUBRENTAL SERVICES, 3RD PARTY, SUBRENTAL <i>Charge Code:</i> SUBRENTAL <i>Detailed Description:</i> GENERATOR	9/4/2025 9/4/2025	\$242.03 (0)		1	\$242.03
1	THIRD PARTY SUBRENTAL SERVICES, 3RD PARTY, SUBRENTAL <i>Charge Code:</i> SUBRENTAL <i>Detailed Description:</i> THIRD PARTY CONFINED SPACE TEAM	9/4/2025 9/4/2025	\$2,430.00 (0)		1	\$2,430.00
1	THIRD PARTY SUBRENTAL SERVICES, 3RD PARTY, SUBRENTAL <i>Charge Code:</i> SUBRENTAL <i>Detailed Description:</i> THIRD PARTY VAC TRUCK	9/4/2025 9/4/2025	\$1,404.00 (0)		1	\$1,404.00
1	THIRD PARTY SUBRENTAL SERVICES, 3RD PARTY, SUBRENTAL <i>Charge Code:</i> SUBRENTAL <i>Detailed Description:</i> THIRD PARTY SAND BLAST & PAINT	9/4/2025 9/4/2025	\$4,050.00 (0)		1	\$4,050.00
1	GASKET, RING <i>Charge Code:</i> GASKETS	9/4/2025	\$54.00			\$54.00



3040 POST OAK BLVD  
15TH FLOOR  
HOUSTON, TX 77056  
Phone: (832) 844-1015  
Email: AR@klx.com

**Invoice: 1407004**

Invoice Date: 09/09/2025  
Terms: NET 30  
Due Date: 10/09/2025  
Office ID: 430-PLEASANTON  
Field Ticket: 535743  
Sales Person:  
Alt Field Ticket:

**Customer Info**

Name: South Texas Water Authority (103056)  
Address: 2302 E. Sage Road  
Kingsville, TX 78363  
Phone:  
Fax:  
Contact: DAVID SENDEJO  
Contact Phone:  
Contact Email: cvargas@stwa.org

**Job Info**

Job Number: NONE  
Job Type: 2210.TORQUE & TESTING-RENTAL  
Ship To: LOCATION  
Lease: -  
Rig: NA  
Well: -  
AFE:  
Cost Center  
Customer PO:

Invoice Subtotal:	\$12,540.03
TEXAS-ATASCOSA (0.00%)   TAXABLE AMOUNT (\$0.00) TAX TOTAL:	\$0.00
Invoice Total:	\$12,540.03

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**THANK YOU FOR YOUR BUSINESS!**

Please be advised our preferred payment method is electronically via ACH or Wire Transfer. Our Bank Information can be found below.  
KLX ENERGY SERVICES LLC • Account # 7029232241 • Fifth Third Bank • Routing # 042000314

If you are not able to remit payment electronically, please mail checks to:  
KLX ENERGY SERVICES LLC • Dept 730123 • PO Box 660919 • Dallas, TX • 75266-0919

Remittance Email: [Payments@klx.com](mailto:Payments@klx.com)



3040 POST OAK BLVD  
15TH FLOOR  
HOUSTON, TX 77056  
Phone: (832) 844-1015  
Email: AR@klx.com

**Invoice: 1407005**

Invoice Date: 09/09/2025  
Terms: NET 30  
Due Date: 10/09/2025  
Office ID: 430-PLEASANTON  
Field Ticket: 535745  
Sales Person:  
Alt Field Ticket:

**Customer Info**

Name: South Texas Water Authority (103056)  
Address: 2302 E. Sage Road  
Kingsville, TX 78363  
Phone:  
Fax:  
Contact: DAVID SENDEJO  
Contact Phone:  
Contact Email: cvargas@stwa.org

**Job Info**

Job Number: \_NONE  
Job Type: 2210.TORQUE & TESTING-RENTAL  
Ship To: LOCATION  
Lease: -  
Rig: NA  
Well: -  
AFE:  
Cost Center  
Customer PO:

QTY	DESCRIPTION	START/STOP	MIN (DAYS)/SALE	DAILY	ADD DAYS	LINE TOTAL
1	<b>TEST UNIT</b> <i>Charge Code:</i> TESTUNIT <i>Detailed Description:</i> TEST UNIT, TRAILER MOUNTED	9/5/2025 9/5/2025	\$350.00 (1)	\$350.00	9	\$3,500.00
120	<b>MILEAGE</b> <i>Charge Code:</i> MILEAGE	9/5/2025 9/5/2025	\$3.00 (0)		1	\$360.00
1	<b>FORKLIFT 10K</b> <i>Charge Code:</i> FRL10K <i>Detailed Description:</i> LIFT, FORK, 12K	9/5/2025 9/5/2025	\$500.00 (0)		1	\$500.00
1	<b>THIRD PARTY SUBRENTAL SERVICES, 3RD PARTY, SUBRENTAL</b> <i>Charge Code:</i> SUBRENTAL <i>Detailed Description:</i> GENERATOR	9/5/2025 9/5/2025	\$242.03 (0)		1	\$242.03
1	<b>THIRD PARTY SUBRENTAL SERVICES, 3RD PARTY, SUBRENTAL</b> <i>Charge Code:</i> SUBRENTAL <i>Detailed Description:</i> THIRD PARTY CONFINED SPACE TEAM	9/5/2025 9/5/2025	\$2,430.00 (0)		1	\$2,430.00
1	<b>THIRD PARTY SUBRENTAL SERVICES, 3RD PARTY, SUBRENTAL</b> <i>Charge Code:</i> SUBRENTAL <i>Detailed Description:</i> THIRO PARTY PAINT	9/5/2025 9/5/2025	\$4,050.00 (0)		1	\$4,050.00



3040 POST OAK BLVD  
15TH FLOOR  
HOUSTON, TX 77056  
Phone: (832) 844-1015  
Email: AR@klx.com

**Invoice: 1407005**

Invoice Date: 09/09/2025  
Terms: NET 30  
Due Date: 10/09/2025  
Office ID: 430-PLEASANTON  
Field Ticket: 535745  
Sales Person:  
Alt Field Ticket:

**Customer Info**

Name: South Texas Water Authority (103056)  
Address: 2302 E. Sage Road  
Kingsville, TX 78363  
Phone:  
Fax:  
Contact: DAVID SENDEJO  
Contact Phone:  
Contact Email: cvargas@stwa.org

**Job Info**

Job Number: \_NONE  
Job Type: 2210.TORQUE & TESTING-RENTAL  
Ship To: LOCATION  
Lease: -  
Rig: NA  
Well: -  
AFE:  
Cost Center  
Customer PO:

Invoice Subtotal:	\$11,082.03
TEXAS-ATASCOSA (0.00%)   TAXABLE AMOUNT (\$0.00) TAX TOTAL:	\$0.00
Invoice Total:	\$11,082.03

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3040 POST OAK BLVD  
15TH FLOOR  
HOUSTON, TX 77056  
Phone: (832) 844-1015  
Email: AR@klx.com

**Invoice: 1405321**

Invoice Date: 08/25/2025  
Terms: NET 30  
Due Date: 09/24/2025  
Office ID: 430-PLEASANTON  
Field Ticket: 534080  
Sales Person:  
Alt Field Ticket:

*Total*  
*73,495.81*

**Customer Info**

Name: South Texas Water Authority (103056)  
Address: 2302 E. Sage Road  
Kingsville, TX 78363  
Phone:  
Fax:  
Contact: HECTOR BARBOZA  
Contact Phone:  
Contact Email: cvargas@stwa.org

**Job Info**

Job Number: NONE  
Job Type: 2210.TORQUE & TESTING-RENTAL  
Ship To: LOCATION  
Lease:  
Rig:  
Well:  
AFE:  
Cost Center  
Customer PO:

QTY	DESCRIPTION	START/STOP	MIN (DAYS)/SALE	DAILY	ADD DAYS	LINE TOTAL
1	TEST UNIT	8/19/2025	\$700.00 (1)	\$700.00	9	\$7,000.00
	Charge Code: TESTUNIT	8/19/2025				
	Detailed Description: TEST UNIT, TRAILER MOUNTED					
120	MILEAGE	8/19/2025	\$3.00 (1)		0	\$360.00
	Charge Code: MILEAGE	8/19/2025				
1	FORKLIFT 10K	8/19/2025	\$500.00 (1)		0	\$500.00
	Charge Code: FRL10K	8/19/2025				
	Detailed Description: LIFT, FORK, 10K					
100	MILEAGE	8/19/2025	\$3.50 (1)		0	\$350.00
	Charge Code: MILEAGE	8/19/2025				
	Detailed Description: MILEAGE FORLIFT TRANSPORT					
1	TRAILER UTILITY	8/19/2025	\$650.00 (0)		1	\$650.00
	Charge Code: TRLRUT	8/19/2025				
	Detailed Description: TRAILER, AMERICAN CLEANING PRESSURE WASHER					
1	CONSUMABLES FOR RESELL	8/19/2025	\$3,149.73			\$3,149.73
	Charge Code: CSRESELL					
	Detailed Description: MATERIALS, FACE SHIELD, SHACKLES LIFTING EYES, SLINGS ETC					
1	THIRD PARTY SUBRENTAL SERVICES, 3RD PARTY, SUBRENTAL	8/19/2025	\$5,041.24 (1)		0	\$5,041.24
	Charge Code: SUBRENTAL	8/19/2025				
	Detailed Description: SUPER SUCKER					
1	THIRD PARTY SUBRENTAL SERVICES, 3RD PARTY, SUBRENTAL	8/19/2025	\$2,430.00 (1)		0	\$2,430.00
	Charge Code: SUBRENTAL	8/19/2025				
	Detailed Description: CONFINED SPACE SAFETY TEAM					



3040 POST OAK BLVD  
15TH FLOOR  
HOUSTON, TX 77056  
Phone: (832) 844-1015  
Email: AR@klx.com

**Invoice: 1405321**

Invoice Date: 08/25/2025  
Terms: NET 30  
Due Date: 09/24/2025  
Office ID: 430-PLEASANTON  
Field Ticket: 534080  
Sales Person:  
Alt Field Ticket:

**Customer Info**

Name: South Texas Water Authority (103056)  
Address: 2302 E. Sage Road  
Kingsville, TX 78363  
Phone:  
Fax:  
Contact: HECTOR BARBOZA  
Contact Phone:  
Contact Email: cvargas@stwa.org

**Job Info**

Job Number: \_NONE  
Job Type: 2210.TORQUE & TESTING-RENTAL  
Ship To: LOCATION  
Lease:  
Rig:  
Well:  
AFE:  
Cost Center  
Customer PO:

Invoice Subtotal:	\$19,480.97
TEXAS-ATASCOSA (0.00%)   TAXABLE AMOUNT (\$0.00) TAX TOTAL:	\$0.00
Invoice Total:	\$19,480.97

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3040 POST OAK BLVD  
15TH FLOOR  
HOUSTON, TX 77056  
Phone: (832) 844-1015  
Email: AR@klx.com

Invoice: 1405322

Invoice Date: 08/25/2025  
Terms: NET 30  
Due Date: 09/24/2025  
Office ID: 430-PLEASANTON  
Field Ticket: 534100  
Sales Person:  
Alt Field Ticket:

Customer Info

Name: South Texas Water Authority (103056)  
Address: 2302 E. Sage Road  
Kingsville, TX 78363  
Phone:  
Fax:  
Contact: HECTOR BARBOZA  
Contact Phone:  
Contact Email: cvargas@stwa.org

Job Info

Job Number: NONE  
Job Type: 2210.TORQUE & TESTING-RENTAL  
Ship To: LOCATION  
Lease:  
Rig:  
Well:  
AFE:  
Cost Center  
Customer PO:

QTY	DESCRIPTION	START/STOP	MIN (DAYS)/SALE	DAILY	ADD DAYS	LINE TOTAL
1	TEST UNIT Charge Code: TESTUNIT Detailed Description: TEST UNIT, TRAILER MOUNTED	8/20/2025 8/20/2025	\$700.00 (1)	\$700.00	9	\$7,000.00
120	MILEAGE Charge Code: MILEAGE	8/20/2025 8/20/2025	\$3.00 (1)		0	\$360.00
1	FORKLIFT 10K Charge Code: FRL10K Detailed Description: LIFT, FORK, 10K	8/20/2025 8/20/2025	\$500.00 (1)		0	\$500.00
100	MILEAGE Charge Code: MILEAGE	8/20/2025 8/20/2025	\$3.50 (1)		0	\$350.00
1	TRAILER UTILITY Charge Code: TRLRUT Detailed Description: TRAILER, AMERICAN CLEANING PRESSURE WASHER	8/20/2025 8/20/2025	\$650.00 (0)		1	\$650.00
1	THIRD PARTY SUBRENTAL SERVICES, 3RD PARTY, SUBRENTAL Charge Code: SUBRENTAL Detailed Description: NUTT SPLITTER	8/20/2025 8/20/2025	\$1,000.00 (1)		0	\$1,000.00
1	CONSUMABLES FOR RESELL Charge Code: CSRESELL Detailed Description: BOLTS GARLOCK GRINDER GRINDING WHEELS CHIPPERS,	8/20/2025	\$1,361.74			\$1,361.74
1	THIRD PARTY SUBRENTAL SERVICES, 3RD PARTY, SUBRENTAL Charge Code: SUBRENTAL Detailed Description: GENERATOR	8/20/2025 8/20/2025	\$242.02 (1)		0	\$242.02



3040 POST OAK BLVD  
15TH FLOOR  
HOUSTON, TX 77056  
Phone: (832) 844-1015  
Email: AR@klx.com

**Invoice: 1405322**

Invoice Date: 08/25/2025  
Terms: NET 30  
Due Date: 09/24/2025  
Office ID: 430-PLEASANTON  
Field Ticket: 534100  
Sales Person:  
Alt Field Ticket:

**Customer Info**

Name: South Texas Water Authority (103056)  
Address: 2302 E. Sage Road  
Kingsville, TX 78363  
Phone:  
Fax:  
Contact: HECTOR BARBOZA  
Contact Phone:  
Contact Email: cvargas@stwa.org

**Job Info**

Job Number: \_NONE  
Job Type: 2210.TORQUE & TESTING-RENTAL  
Ship To: LOCATION  
Lease:  
Rig:  
Well:  
AFE:  
Cost Center  
Customer PO:

QTY	DESCRIPTION	START/STOP	MIN (DAYS)/SALE	DAILY	ADD DAYS	LINE TOTAL
1	THIRD PARTY SUBRENTAL SERVICES, 3RD PARTY, SUBRENTAL	8/20/2025	\$2,430.00 (1)		0	\$2,430.00
	Charge Code: SUBRENTAL	8/20/2025				
	Detailed Description: CONFINED SPACE SAFETY TEAM					
						Invoice Subtotal: \$13,893.76
						TEXAS-ATASCOSA (0.00%)   TAXABLE AMOUNT (\$0.00) TAX TOTAL: \$0.00
						Invoice Total: \$13,893.76

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Remittance Email: [Payments@klx.com](mailto:Payments@klx.com)



3040 POST OAK BLVD  
15TH FLOOR  
HOUSTON, TX 77056  
Phone: (832) 844-1015  
Email: AR@klx.com

**Invoice: 1405323**

Invoice Date: 08/25/2025  
Terms: NET 30  
Due Date: 09/24/2025  
Office ID: 430-PLEASANTON  
Field Ticket: 534116  
Sales Person:  
Alt Field Ticket:

**Customer Info**

Name: South Texas Water Authority (103056)  
Address: 2302 E. Sage Road  
Kingsville, TX 78363  
Phone:  
Fax:  
Contact: HECTOR BARBOZA  
Contact Phone:  
Contact Email: cvargas@stwa.org

**Job Info**

Job Number: \_NONE  
Job Type: 2210.TORQUE & TESTING-RENTAL  
Ship To: LOCATION  
Lease:  
Rig:  
Well:  
AFE:  
Cost Center  
Customer PO:

QTY	DESCRIPTION	START/STOP	MIN (DAYS)/SALE	DAILY	ADD DAYS	LINE TOTAL
1	<b>TEST UNIT</b> <i>Charge Code:</i> TESTUNIT <i>Detailed Description:</i> TEST UNIT, TRAILER MOUNTED	8/21/2025 8/21/2025	\$700.00 (1)	\$700.00	9	\$7,000.00
120	<b>MILEAGE</b> <i>Charge Code:</i> MILEAGE	8/21/2025 8/21/2025	\$3.00 (1)		0	\$360.00
1	<b>FORKLIFT 10K</b> <i>Charge Code:</i> FRL10K <i>Detailed Description:</i> LIFT, FORK, 10K	8/21/2025 8/21/2025	\$500.00 (1)		0	\$500.00
1	<b>THIRD PARTY SUBRENTAL SERVICES, 3RD PARTY, SUBRENTAL</b> <i>Charge Code:</i> SUBRENTAL <i>Detailed Description:</i> GENERATOR	8/21/2025 8/21/2025	\$242.02 (1)		0	\$242.02
1	<b>THIRD PARTY SUBRENTAL SERVICES, 3RD PARTY, SUBRENTAL</b> <i>Charge Code:</i> SUBRENTAL <i>Detailed Description:</i> VACCUM TRUCK, SAND BLASTER & PAINTERS	8/21/2025 8/21/2025	\$5,967.00 (1)		0	\$5,967.00
1	<b>THIRD PARTY SUBRENTAL SERVICES, 3RD PARTY, SUBRENTAL</b> <i>Charge Code:</i> SUBRENTAL <i>Detailed Description:</i> CONFINED SPACE SAFETY TEAM	8/21/2025 8/21/2025	\$2,430.00 (1)		0	\$2,430.00



3040 POST OAK BLVD  
15TH FLOOR  
HOUSTON, TX 77056  
Phone: (832) 844-1015  
Email: AR@klx.com

**Invoice: 1405323**

Invoice Date: 08/25/2025  
Terms: NET 30  
Due Date: 09/24/2025  
Office ID: 430-PLEASANTON  
Field Ticket: 534116  
Sales Person:  
Alt Field Ticket:

**Customer Info**

Name: South Texas Water Authority (103056)  
Address: 2302 E. Sage Road  
Kingsville, TX 78363  
Phone:  
Fax:  
Contact: HECTOR BARBOZA  
Contact Phone:  
Contact Email: cvargas@stwa.org

**Job Info**

Job Number: \_NONE  
Job Type: 2210.TORQUE & TESTING-RENTAL  
Ship To: LOCATION  
Lease:  
Rig:  
Well:  
AFE:  
Cost Center  
Customer PO:

Invoice Subtotal:	\$16,499.02
TEXAS-ATASCOSA (0.00%)   TAXABLE AMOUNT (\$0.00) TAX TOTAL:	\$0.00
Invoice Total:	\$16,499.02

Absent a separately executed master services or similar agreement between the parties, KLX Energy Services LLC's ("KLX") General Terms and Conditions apply to all services and equipment provided to the customer by KLX; and by executing this document or by accepting such services and equipment, customer agrees to be bound by those terms. KLX's General Terms and Conditions are available at [klxenergy.com/terms](http://klxenergy.com/terms) and conditions. Any different or additional terms or conditions in customer's purchase order or in any subsequent communication by customer shall not be binding on KLX and are hereby rejected.

**THANK YOU FOR YOUR BUSINESS!**

Please be advised our preferred payment method is electronically via ACH or Wire Transfer. Our Bank Information can be found below.

KLX ENERGY SERVICES LLC • Account # 7029232241 • Fifth Third Bank • Routing # 042000314

If you are not able to remit payment electronically, please mail checks to:

KLX ENERGY SERVICES LLC • Dept 730123 • PO Box 660919 • Dallas, TX • 75266-0919

Remittance Email: [Payments@klx.com](mailto:Payments@klx.com)



3040 POST OAK BLVD  
15TH FLOOR  
HOUSTON, TX 77056  
Phone: (832) 844-1015  
Email: AR@klx.com

**Invoice: 1405324**

Invoice Date: 08/25/2025  
Terms: NET 30  
Due Date: 09/24/2025  
Office ID: 430-PLEASANTON  
Field Ticket: 534122  
Sales Person:  
Alt Field Ticket:

**Customer Info**

Name: South Texas Water Authority (103056)  
Address: 2302 E. Sage Road  
Kingsville, TX 78363  
Phone:  
Fax:  
Contact: HECTOR BARBOZA  
Contact Phone:  
Contact Email: cvargas@stwa.org

**Job Info**

Job Number: NONE  
Job Type: 2210.TORQUE & TESTING-RENTAL  
Ship To: LOCATION  
Lease:  
Rig:  
Well:  
AFE:  
Cost Center  
Customer PO:

QTY	DESCRIPTION	START/STOP	MIN (DAYS)/SALE	DAILY	ADD DAYS	LINE TOTAL
1	TEST UNIT <i>Charge Code:</i> TESTUNIT <i>Detailed Description:</i> TEST UNIT, TRAILER MOUNTED	8/22/2025 8/22/2025	\$700.00 (1)	\$700.00	9	\$7,000.00
120	MILEAGE <i>Charge Code:</i> MILEAGE	8/22/2025 8/22/2025	\$3.00 (1)		0	\$360.00
1	FORKLIFT 10K <i>Charge Code:</i> FRL10K <i>Detailed Description:</i> LIFT, FORK, 10K	8/22/2025 8/22/2025	\$500.00 (1)		0	\$500.00
1	THIRD PARTY SUBRENTAL SERVICES, 3RD PARTY, SUBRENTAL <i>Charge Code:</i> SUBRENTAL <i>Detailed Description:</i> GENERATOR	8/22/2025 8/22/2025	\$242.02 (1)		0	\$242.02
1	THIRD PARTY SUBRENTAL SERVICES, 3RD PARTY, SUBRENTAL <i>Charge Code:</i> SUBRENTAL <i>Detailed Description:</i> PRIME & PAINT	8/22/2025 8/22/2025	\$3,402.00 (0)		1	\$3,402.00



3040 POST OAK BLVD  
15TH FLOOR  
HOUSTON, TX 77056  
Phone: (832) 844-1015  
Email: AR@klx.com

**Invoice: 1405324**

Invoice Date: 08/25/2025  
Terms: NET 30  
Due Date: 09/24/2025  
Office ID: 430-PLEASANTON  
Field Ticket: 534122  
Sales Person:  
Alt Field Ticket:

**Customer Info**

Name: South Texas Water Authority (103056)  
Address: 2302 E. Sage Road  
Kingsville, TX 78363  
Phone:  
Fax:  
Contact: HECTOR BARBOZA  
Contact Phone:  
Contact Email: cvargas@stwa.org

**Job Info**

Job Number: NONE  
Job Type: 2210.TORQUE & TESTING-RENTAL  
Ship To: LOCATION  
Lease:  
Rig:  
Well:  
AFE:  
Cost Center  
Customer PO:

Invoice Subtotal:	\$11,504.02
TEXAS-ATASCOSA (0.00%)   TAXABLE AMOUNT (\$0.00) TAX TOTAL:	\$0.00
Invoice Total:	\$11,504.02

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KLX ENERGY SERVICES LLC • Account # 7029232241 • Fifth Third Bank • Routing # 042000314

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Remittance Email: [Payments@klx.com](mailto:Payments@klx.com)

## ATTACHMENT 3

### 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: September 22, 2025  
Re: O&M Technical Report

**During the Week of September 1<sup>st</sup> 2025:**

**Admin:**

- Review GPS Records
- Update Daily Water Loss
- City gallons report
- TRWA Apprenticeship Weekly Hours Update (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
- Weekly CL 17 Verification
- NWSC/RWSC Meter Readings
- Locates – STWA, RWSC & NWSC
- Completed service orders for NWSC & RWSC.
- Completed Taps – (scheduled for week of 9/15/2025)

**Safety & Maintenance:**

- Safety Meeting: **(Open 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/Monthly 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.
- Repaired ARV in Driscoll at the Youth City along HWY77.



**During the Week of September 8th 2025:**

**Admin:**

Review GPS records  
Update Daily Water Loss  
TRWA Apprenticeship Weekly Hours Update (Noe Moreno)  
Noe Moreno attended the TRWA Conference in Galveston TX (Credit Hours)  
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  
Weekly CL17 Verification  
Meter Readings – NWSC, RWSC  
Locates – STWA, RWSC, NWSC  
Completed Service Orders for NWSC and RWSC  
Completed Taps - (scheduled for week of 9/15/2025)

**Safety & Maintenance:**

**Safety Meeting:**

**(Open 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 September 15<sup>th</sup> 2025:**

**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 – (Scheduled for week 9/15/2025)

**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.)  
Training video on Heavy Equipment Safety (:30 min)**  
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

**Current Projects:**

- Working with ICE on Master plan surveys and preparations for repairs of Central Bishop East and Ricardo Pumps Stations.
- 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. ETA Update pending as of 10/1/2025
- Replaced check valve at NWSC Central pumpstation (for compliance with TCEQ)
- Placed Bishop West and Kingsville Cl2 and LAS booster online after 5 years of inactivity due to troubleshooting residuals at booster in Driscoll
- 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 9/18/2025).
- All field staff are pending water courses or testing  
Noe Moreno – Schedule to send for CSI test on 10/3/2025 Class C distribution needs elective course before testing scheduled for 9/22-9/25  
Victor Deleon – schedule Basic water test on 9/26/2025  
Joseph Lucas Perez – basic water virtual course on 9/29/2025  
Zack Elliott – basic water virtual course on 9/29/2025  
David Sendejo – pending TCEQ approval letter  
Joseph Lucas Perez – Schedule Resiliency course September 22, 2025.  
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 schedule for elective course in October
- 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. Currently looking to hire to replace 2 positions.
- Additional booster is needed at Kingsville Ricardo meter run to help maintain residual south into RWSC would be helpful to reduce TTHMs and to minimize flushing needed to stay in compliance with TCEQ.

**CP Report:**

Hector Barbosa left us with a budget and a scope of work to continue CP along 42" pipeline and ongoing projects which include potential rectifiers and ARV repairs. STWA has no plans to replace his position at this time.

**Contract bids**

50,000 deep well rectifiers  
65,000 per Repair of ARVs  
He also indicated utilizing him for consultation or contract work to assist in our efforts to provide an adequate CP program.  
His assistant David Sendejo will continue in his progress to maintain surveys and locates on 42" while also assisting O&M during his downtime.

ATTACHMENT 4

FY 2025 Budget Amendments

# SOUTH TEXAS WATER AUTHORITY

## GENERAL FUND

### FY 2025 FINAL BUDGET

0.054268      M & O RATE  
0.011427      I & S RATE  
0.500000      HANDLING CHARGE

	2025 ADOPTED BUDGET	2025 AMENDED BUDGET	2025 FINAL BUDGET REVENUE	2025 FINAL BUDGET SPEC. SERV.	2025 FINAL BUDGET TAX FUND	2025 FINAL BUDGET	VARIANCE	VARIANCE WITH AMENDMENT
<b>REVENUES</b>								
Water Service Revenue	\$1,730,677	\$1,730,677	\$1,700,677			\$1,700,677	-\$30,000	-\$30,000
Handling Charge Revenue	\$272,771	\$272,771	\$269,400			\$269,400	-\$3,371	-\$3,371
Premium Incremental Increase	\$10,750	\$10,750	\$10,100			\$10,100	-\$650	-\$650
Surcharge - Out of District	\$12,850	\$12,850	\$10,205			\$10,205	-\$2,645	-\$2,645
Ad Valorem (Current)	\$1,665,196	\$1,665,196			\$1,665,196	\$1,665,196	\$0	\$0
Delinquent Taxes	\$38,115	\$38,115			\$45,163	\$45,163	\$7,048	\$7,048
Penalty & Interest	\$27,345	\$27,345			\$27,821	\$27,821	\$476	\$476
Interest Earnings	\$182,000	\$182,000	\$216,150			\$216,150	\$34,150	\$34,150
Interest Note	\$0	\$0	\$165			\$165	\$165	\$165
<b>Other Revenue</b>								
Operating & Maintenance Fees	\$896,490	\$896,490	\$8,550	\$668,638		\$677,188	-\$219,302	-\$219,302
Miscellaneous Revenues	\$12,000	\$12,000	\$130,000			\$130,000	\$118,000	\$118,000
Industry Revenues	\$0	\$0	\$659,941			\$659,941	\$659,941	\$659,941
<b>TOTAL REVENUES</b>	<b>\$4,848,194</b>	<b>\$4,848,194</b>	<b>\$3,005,188</b>	<b>\$668,638</b>	<b>\$1,738,180</b>	<b>\$5,412,006</b>	<b>\$563,812</b>	<b>\$563,812</b>

	2025 ADOPTED BUDGET	2025 AMENDED BUDGET	2025 FINAL BUDGET EXPENSES	2025 FINAL BUDGET SPEC. SERV.	2025 FINAL BUDGET TAX FUND	2025 FINAL BUDGET	VARIANCE	VARIANCE WITH AMENDMENT
<b>EXPENDITURES</b>								
Water Service Expenditures:								
Bulk Water Purchases	\$1,730,677	\$1,730,677	\$1,700,677			\$1,700,677	\$30,000	\$30,000
Water Loss	\$0	\$0	\$0			\$0	\$0	\$0
<b>TOTAL WATER SERVICE</b>	<b>\$1,730,677</b>	<b>\$1,730,677</b>	<b>\$1,700,677</b>			<b>\$1,700,677</b>	<b>\$30,000</b>	<b>\$30,000</b>
<b>Payroll Costs</b>								
Salaries & Wages -								
Permanent Employees	\$847,350	\$847,350	\$397,834	\$463,700		\$861,534	-\$14,184	-\$14,184
Vacation Buy back	\$5,500	\$5,850	\$5,850	\$0		\$5,850	-\$350	\$0
Overtime - NWSC	\$15,000	\$15,000		\$30,500		\$30,500	-\$15,500	-\$15,500
Stand-by Pay - NWSC	\$3,900	\$3,900		\$1,580		\$1,580	\$2,320	\$2,320
Overtime - RWSC	\$15,000	\$15,000		\$17,900		\$17,900	-\$2,900	-\$2,900
Stand-by Pay - RWSC	\$3,900	\$3,900		\$1,580		\$1,580	\$2,320	\$2,320
Overtime - STWA	\$22,500	\$30,000	\$30,000			\$30,000	-\$7,500	\$0
Stand-by Pay - STWA	\$1,560	\$1,560	\$1,620			\$1,620	-\$60	-\$60
Employee Retirement Premiums	\$123,500	\$127,300	\$76,772	\$52,300		\$129,072	-\$5,572	-\$1,772
Group Insurance Premium	\$521,240	\$530,000	\$251,790	\$274,900		\$526,690	-\$5,450	\$3,310
Unemployment Compensation	\$3,060	\$1,450	-\$1,731	\$3,500		\$1,769	\$1,291	-\$319
Workers' Compensation	\$22,655	\$23,480	\$8,625	\$8,155		\$16,780	\$5,875	\$6,700
Car Allowance	\$0	\$0				\$0	\$0	\$0
Hospital Insurance Tax	\$13,375	\$13,375	\$7,084	\$6,950		\$14,034	-\$659	-\$659
<b>TOTAL PERSONNEL</b>	<b>\$1,598,540</b>	<b>\$1,618,165</b>	<b>\$777,844</b>	<b>\$861,065</b>		<b>\$1,638,909</b>	<b>-\$40,369</b>	<b>-\$20,744</b>
<b>Supplies &amp; Materials</b>								
Repairs & Maintenance	\$125,000	\$125,000	\$125,000			\$125,000	\$0	\$0
Meter Expense	\$5,000	\$5,000	\$1,200			\$1,200	\$3,800	\$3,800
Tank Repairs	\$35,000	\$35,000	\$10,000			\$10,000	\$25,000	\$25,000
Major Repairs	\$25,000	\$135,000	\$135,000			\$135,000	-\$110,000	\$0
<b>TOTAL SUPPLIES &amp; MATERIALS</b>	<b>\$190,000</b>	<b>\$300,000</b>	<b>\$271,200</b>			<b>\$271,200</b>	<b>-\$81,200</b>	<b>\$28,800</b>

	2025	2025	2025	2025	2025	2025	2025	2025
	ADOPTED	AMENDED	ADOPTED	ADOPTED	ADOPTED	FINAL	VARIANCE	VARIANCE
	BUDGET	BUDGET	BUDGET	BUDGET	BUDGET	BUDGET		WITH
			EXPENSES	SPEC. SERV.	TAX FUND			AMENDMENT
Other Operating Expenditures:								
Professional Fees								
Legal	\$50,000	\$165,000	\$175,000			\$175,000	-\$125,000	-\$10,000
Auditing	\$11,500	\$12,580	\$12,570			\$12,570	-\$1,070	\$10
Engineering	\$170,000	\$420,000	\$420,000			\$420,000	-\$250,000	\$0
Management & Consulting	\$95,000	\$152,000	\$152,000	\$30,000		\$182,000	-\$87,000	-\$30,000
Inspections	\$7,500	\$5,000	\$2,000			\$2,000	\$5,500	\$3,000
Tax Collector Fees	\$68,980	\$68,980			\$52,396	\$52,396	\$16,584	\$16,584
Appraisal District Fees	\$31,651	\$31,651			\$30,439	\$30,439	\$1,212	\$1,212
<b>TOTAL PROFESSIONAL FEES</b>	<b>\$434,631</b>	<b>\$855,211</b>	<b>\$761,570</b>	<b>\$30,000</b>	<b>\$82,835</b>	<b>\$874,405</b>	<b>-\$439,774</b>	<b>-\$19,194</b>
Consume Supplies/Materials								
Postage	\$18,000	\$18,000	\$1,700	\$3,299		\$4,999	\$13,001	\$13,001
Printing/Office Supplies/Tech Support	\$44,000	\$44,000	\$37,400	\$5,045		\$42,445	\$1,555	\$1,555
Janitorial/Site Maintenance	\$20,000	\$24,200	\$22,700			\$22,700	-\$2,700	\$1,500
Fuel/Lubricants/Repairs	\$105,000	\$105,000	\$73,340	\$43,950		\$117,290	-\$12,290	-\$12,290
Chemicals/Water Samples	\$60,000	\$45,000	\$39,500			\$39,500	\$20,500	\$5,500
Safety Equipment	\$3,000	\$6,000	\$6,500			\$6,500	-\$3,500	-\$500
Small Tools	\$3,000	\$3,500	\$3,500			\$3,500	-\$500	\$0
<b>TOTAL CON. SUPPLIES/MATERIALS</b>	<b>\$253,000</b>	<b>\$245,700</b>	<b>\$184,640</b>	<b>\$52,294</b>		<b>\$236,934</b>	<b>\$16,066</b>	<b>\$8,766</b>
Recurring Operating Costs								
Telephone/Communications	\$45,500	\$40,000	\$29,900	\$7,040		\$36,940	\$8,560	\$3,060
Utilities	\$122,500	\$122,500	\$105,000			\$105,000	\$17,500	\$17,500
D & O Liability Insurance	\$4,500	\$4,500	\$3,750			\$3,750	\$750	\$750
Property Insurance	\$55,000	\$61,600	\$61,600			\$61,600	-\$6,600	\$0
General Liability	\$6,000	\$6,000	\$4,446			\$4,446	\$1,554	\$1,554
Auto Insurance	\$4,000	\$4,750	\$4,718			\$4,718	-\$718	\$32
Travel/Training/Meetings	\$40,000	\$31,500	\$28,500			\$28,500	\$11,500	\$3,000
Rental-Equipment/Uniforms	\$7,500	\$11,000	\$12,000			\$12,000	-\$4,500	-\$1,000
Dues/Subscriptions/Publication	\$19,000	\$20,000	\$20,000			\$20,000	-\$1,000	\$0
Pass Through Cost	\$250	\$250	\$50			\$50	\$200	\$200
Educational Materials	\$0	\$0	\$0			\$0	\$0	\$0
<b>TOTAL RECURRING OPER. COSTS</b>	<b>\$304,250</b>	<b>\$302,100</b>	<b>\$269,964</b>	<b>\$7,040</b>		<b>\$277,004</b>	<b>\$27,246</b>	<b>\$25,096</b>
Miscellaneous								
Miscellaneous Expenditures	\$15,000	\$15,000	\$15,000			\$15,000	\$0	\$0
<b>TOTAL MISCELLANEOUS</b>	<b>\$15,000</b>	<b>\$15,000</b>	<b>\$15,000</b>			<b>\$15,000</b>	<b>\$0</b>	<b>\$0</b>
<b>Total Administrative &amp; Operations Exp.</b>	<b>\$4,526,098</b>	<b>\$5,066,853</b>	<b>\$3,980,895</b>	<b>\$950,399</b>	<b>\$82,835</b>	<b>\$5,014,129</b>	<b>-\$488,031</b>	<b>\$52,724</b>
Capital Outlay								
Capital Acquisition	\$227,500	\$227,500	\$225,000			\$225,000	\$2,500	\$2,500
Cathodic Protection	\$0	\$0	\$253,932			\$253,932	-\$253,932	-\$253,932
Engineering	\$50,000	\$25,000	\$0			\$0	\$50,000	\$25,000
<b>TOTAL CAPITAL OUTLAY</b>	<b>\$277,500</b>	<b>\$252,500</b>	<b>\$478,932</b>			<b>\$478,932</b>	<b>-\$201,432</b>	<b>-\$226,432</b>
<b>TOTAL EXPENDITURES</b>	<b>\$4,803,598</b>	<b>\$5,319,353</b>	<b>\$4,459,827</b>	<b>\$950,399</b>	<b>\$82,835</b>	<b>\$5,493,061</b>	<b>-\$689,463</b>	<b>-\$173,708</b>

	2025	2025	2025	2025	2025	2025	2025	2025
	ADOPTED	AMENDED	ADOPTED	ADOPTED	ADOPTED	FINAL	VARIANCE	VARIANCE
	BUDGET	BUDGET	BUDGET	BUDGET	BUDGET	BUDGET		WITH
			REVENUE FUND	SPEC. SERV.	TAX FUND			AMENDMENT
Excess (Deficiencies) of								
Revenue Over Expenditures	\$44,596	-\$471,159	-\$1,454,639	-\$281,761	\$1,655,345	-\$81,055	-\$125,651	-\$390,104
OTHER FINANCE SOURCE (USES)								
Transfer to Other Funds								
Disposition of Assets (Surplus Sale)	\$3,500	\$3,500	\$6,500	\$0	\$0	\$6,500	\$3,000	\$3,000
Transfer from Tax Accounts	\$0	\$0	\$1,655,345	\$0	-\$1,655,345	\$0	\$0	\$0
<b>TOTAL OTHER FINANCING SOURCES (USES)</b>	<b>\$3,500</b>	<b>\$3,500</b>	<b>\$1,661,845</b>	<b>\$0</b>	<b>-\$1,655,345</b>	<b>\$6,500</b>	<b>\$3,000</b>	<b>\$3,000</b>
EXCESS (DEFICIENCIES) OF REVENUES OVER OTHER SOURCES (USES)	\$48,096	-\$467,659	\$207,206	-\$281,761	\$0	-\$74,555	-\$122,651	-\$387,104
<b>NET INCOME</b>	<b>\$48,096</b>	<b>-\$467,659</b>	<b>\$207,206</b>	<b>-\$281,761</b>	<b>\$0</b>	<b>-\$74,555</b>	<b>-\$122,651</b>	<b>-\$387,104</b>

Capital Acquisitions		Capital Acquisitions CP	
\$50,000	1 New Truck	\$85,000	KLX
\$70,000	1 Haul Truck	\$329,096	Prior
\$27,000	Office Car	\$160,164	In Texstar
\$5,500	Technology	<u>\$253,932</u>	Total
\$75,000	Hydro-Vac Trailer Mount		
<u>\$227,500</u>	Total		
<u>\$50,000</u>	Engineering/Architecture New Office Building		
<u>\$120,000</u>	Hydrology Rpt		
<u>\$397,500</u>	Budgeted Capital Acquisitions		

# SOUTH TEXAS WATER AUTHORITY

## DEBT FUND

### FY 2025 FINAL BUDGET

	2025 ADOPTED BUDGET	2025 AMENDED BUDGET	2025 PROJECTED FINAL BUDGET	VARIANCE	VARIANCE WITH AMENDMENT
<b>REVENUES</b>					
Ad Valorem (Current)	\$369,927	\$369,927	\$370,500	\$573	\$573
Delinquent Taxes	\$9,500	\$9,500	\$10,500	\$1,000	\$1,000
Out of District - Fee in Lieu of Taxes NCWCID#5	\$2,220	\$2,220	\$2,500	\$280	\$280
Penalty & Interest - Tax Accounts (M&U)	\$5,500	\$5,500	\$6,000	\$500	\$500
Interest on Temporary Investments	\$13,200	\$13,200	\$14,000	\$800	\$800
<b>TOTAL REVENUES</b>	<b>\$400,347</b>	<b>\$400,347</b>	<b>\$403,500</b>	<b>\$3,153</b>	<b>\$3,153</b>

	2025 ADOPTED BUDGET	2025 AMENDED BUDGET	2025 PROJECTED FINAL BUDGET	VARIANCE	VARIANCE WITH AMENDMENT
<b>EXPENDITURES</b>					
Fiscal Agent Fee	\$200	\$200	\$200	\$0	\$0
Bond Interest Expense	\$86,350	\$86,350	\$86,350	\$0	\$0
Bond Principal Payments	\$260,000	\$260,000	\$260,000	\$0	\$0
Tax Collector Fees	\$14,650	\$14,650	\$14,650	\$0	\$0
Appraisal Districts	\$6,723	\$6,723	\$6,723	\$0	\$0
Refunds	\$0	\$0	\$0	\$0	\$0
<b>TOTAL EXPENDITURES</b>	<b>\$367,923</b>	<b>\$367,923</b>	<b>\$367,923</b>	<b>\$0</b>	<b>\$0</b>

Excess (Deficiencies) of Revenue Over Expenditures	\$32,424	\$32,424	\$35,577	\$3,153	\$3,153
<b>NET INCOME</b>	<b>\$32,424</b>	<b>\$32,424</b>	<b>\$35,577</b>	<b>\$3,153</b>	<b>\$3,153</b>



**SOUTH TEXAS WATER AUTHORITY  
FY 2025 PROPOSED FINAL BUDGET  
CAPITAL PROJECT FUND**

<b>Cost of Bond Issuance:</b>	<b>\$107,386.40</b>
<b>Proposition #1: REGIONAL WATERLINE</b>	<b>\$1,900,000.00</b>
<b>Proposition #2: KINGSVILLE PUMP STATION</b>	<b>\$2,925,000.00</b>
<b>Proposition #3: BISHOP FACILITY</b>	<b>\$375,000.00</b>
	<b>\$5,307,386.40</b>

	2013 & 2014 REVENUE & EXPEND.	2015 REVENUE & EXPEND.	2013 THRU 2019 REVENUE & EXPEND.	2022 REVENUE & EXPEND.	2023 REVENUE & EXPEND.	2024 REVENUE & EXPEND.	Year to Date 2025 REVENUE & EXPEND. 7/31/2025	2025 PROPOSED FINAL BUDGET
<b>REVENUES</b>								
Bond Proceeds	\$5,307,386.40	\$0.00	\$5,307,386.40	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
Interest Earnings	\$2,751.15	\$2,307.69	\$73,525.59	\$2,540.00	\$18,143.00	\$15,218.00	\$5,789.00	\$6,000.00
Other Income	<u>\$0.00</u>	<u>\$7,167.00</u>	<u>\$7,167.00</u>	<u>\$0.00</u>	<u>\$0.00</u>	<u>\$0.00</u>	<u>\$0.00</u>	<u>\$0.00</u>
Total Revenue and Other Financing Sources	\$5,310,137.55	\$9,474.69	\$5,388,078.99	\$2,540.00	\$18,143.00	\$15,218.00	\$5,789.00	\$6,000.00
<b>EXPENDITURES</b>								
Right of Way Acquisition	\$57,436.00	\$0.00	\$57,436.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
Engineering Fees	\$461,257.00	\$57,770.00	\$696,806.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
Construction Costs	\$1,039,322.26	\$118,084.54	\$3,349,664.30	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
42" Line - Cathodic Protection			\$149,872.34	\$9,172.10	\$26,899.00	\$171,089.00	\$226,520.00	\$382,778.00
Pipeline Condition Assessment	\$0.00	\$0.00	\$100,605.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
Legal & Administrative Fees	\$61,988.00	\$0.00	\$61,988.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
Cost of Bond Issuance	\$98,669.00	\$0.00	\$98,669.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
Miscellaneous Fees	<u>\$0.00</u>	<u>\$0.00</u>	<u>\$0.00</u>	<u>\$0.00</u>	<u>\$0.00</u>	<u>\$0.00</u>	<u>\$0.00</u>	<u>\$0.00</u>
TOTAL EXPENDITURES	\$1,718,672.26	\$175,854.54	\$4,515,040.64	\$9,172.10	\$26,899.00	\$171,089.00	\$226,520.00	\$382,778.00
TOTAL EXPEND. & OTHER USES	\$1,718,672.26	\$175,854.54	\$4,515,040.64	\$9,172.10	\$26,899.00	\$171,089.00	\$226,520.00	\$382,778.00
<b>Excess Bond Proceeds/ Transfer to Debt Service to use toward first Debt Service payment.</b>	\$8,717.50	\$0.00	\$8,717.50	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
Total Financing Expenditures	\$1,727,389.76	\$175,854.54	\$4,523,758.14	\$9,172.10	\$26,899.00	\$171,089.00	\$226,520.00	\$382,778.00
Excess Revenues and Other Financing Sources Over (Under) Expenditures and Other Uses	\$3,582,747.79	-\$166,379.85	\$864,320.85	-\$6,632.10	-\$8,756.00	-\$155,871.00	-\$220,731.00	-\$376,778.00
<b>FUND BALANCE</b>	<b>\$3,582,747.79</b>	<b>\$3,416,367.94</b>	<b>\$864,320.85</b>	<b>\$287,472.99</b>	<b>\$278,716.99</b>	<b>\$122,845.99</b>	<b>-\$97,885.01</b>	<b>-\$253,932.01</b>

ATTACHMENT 5

2025 Tax Roll/Levy – Kleberg County

**Item 7 (Attachment 5)**

**At the time of publishing our agenda the STWA has not received a copy of the Tax Roll from Kleberg County.**

ATTACHMENT 6

Resolution 25-28

SOUTH TEXAS WATER AUTHORITY

Resolution 25-28

A RESOLUTION ADOPTING THE TAX ROLL/LEVY FOR THE SOUTH TEXAS WATER AUTHORITY'S DISTRICT IN KLEBERG COUNTY FOR TAX YEAR 2025.

WHEREAS, the South Texas Water Authority is a taxing jurisdiction within Kleberg and Nueces Counties, and

WHEREAS, the South Texas Water Authority has the power to collect ad valorem taxes to pay debt service for outstanding bonds, and

WHEREAS, the tax roll/levy of the South Texas Water Authority has been compiled by Kleberg County for the purpose of levying an established tax rate on said valuation.

NOW, THEREFORE, BE IT RESOLVED, that the Board of Directors of the South Texas Water Authority adopts the 2025 tax roll/levy compiled by the Kleberg County Tax Assessor/Collector on behalf of the Authority.

Duly adopted this 24th day of September, 2025.

\_\_\_\_\_  
JOSE M. GRAVELEY, PRESIDENT

ATTEST:

\_\_\_\_\_  
IMELDA GARZA, SECRETARY/TREASURER

ATTACHMENT 7

2025 Tax Roll/Levy – Nueces County

**Item 9 (Attachment 7)**

**At the time of publishing our agenda the STWA has not received a copy of the Tax Roll from Nueces County.**

ATTACHMENT 8

Resolution 25-29



SOUTH TEXAS WATER AUTHORITY

Resolution 25-29

A RESOLUTION ADOPTING THE TAX ROLL/LEVY FOR THE SOUTH TEXAS WATER AUTHORITY'S DISTRICT IN NUECES COUNTY FOR TAX YEAR 2025.

WHEREAS, the South Texas Water Authority is a taxing jurisdiction within Kleberg and Nueces Counties, and

WHEREAS, the South Texas Water Authority has the power to collect ad valorem taxes to pay debt service for outstanding bonds, and

WHEREAS, the tax roll/levy of the South Texas Water Authority has been compiled by Nueces County for the purpose of levying an established tax rate on said valuation.

NOW, THEREFORE, BE IT RESOLVED, that the Board of Directors of the South Texas Water Authority adopts the 2025 tax roll/levy compiled by the Nueces County Tax Assessor/Collector on behalf of the Authority.

Duly adopted this 24th day of September, 2025.

\_\_\_\_\_  
JOSE M. GRAVELEY, PRESIDENT

ATTEST:

\_\_\_\_\_  
IMELDA GARZA, SECRETARY/TREASURER

## ATTACHMENT 9

### STWA Investment Policies

## Memo

To: South Texas Water Authority Board of Directors  
From: John Marez, Exec Dir/Admin  
Date: September 19, 2025  
Re: Investment Policies – Resolutions 25-30, 25-31, 25-32

### Background:

In accordance with State Legislation, each year the Board adopts the Authority's investment policies.

### Analysis:

As reported in the past, the three (3) policies are nearly identical. There have not been legislative changes that would require any amendments to the Authority's investment policies. As in previous years, the STWA takes a conservative approach with its investments by using investment pools which are a common tool employed by local governments in similar size and scope to the Authority.

### Staff Recommendation:

Adopt Resolutions 25-30, 25-31, 25-32

### Board Action:

Motion to approve Resolutions as presented.

### Summarization:

Staff believes that the existing policies provide sufficient protection as well as flexibility to safeguard the Authority's funds. Although a conservative investment earns less money this approach ensures steady growth of funds with minimal risk of losing financing.

South Texas Water Authority  
Investment Policy  
General Fund

1. Purpose

To establish a policy relating to Authority investments that ensures that all purchases and sales of investments are initiated by authorized individuals, conforms to investment objectives and regulations, and are properly documented and approved; and ensures an annual review of investment performance and security. It is the policy of the South Texas Water Authority to invest public funds in a manner which will provide the highest possible return within the guidelines of approved investment policy and fund strategy while meeting the daily cash flow demands and conforming to all state and local statutes governing the investment of public funds.

2. Scope

All financial assets of the General Fund including Capital Project Funds and other funds that may be created from time to time shall be administered in accordance with the provisions of these policies. These policies do not apply to the Debt Service Funds, including Interest and Sinking, Reserve, and Depreciation/Reserve Funds which are governed by Bond Covenants and supported by a separate South Texas Water Authority Investment Policy.

3. Objectives

The following investment objectives will be applied in the management of the funds by the Investment Officer(s) appointed by resolution of the South Texas Water Authority Board of Directors.

The investments purchased shall suit the needs of the Authority according to the following prioritized objectives:

A. The primary objective is the preservation and protection of investment principal. *Safety* of principal is the foremost objective of the investment program. Investments of the Authority shall be undertaken in a manner that seeks to ensure the preservation of capital in the overall portfolio. To attain this objective, *diversification* is required in order that potential losses on individual securities do not exceed the income generated from the remainder of the portfolio. The Authority will diversify its investments by security type and institution. With the exception of U.S. Treasury securities and authorized pools, no more than 50% of the Authority's total investment portfolio will be invested in a single security type or with a single financial institution.

B. The Authority will retain sufficient liquidity in order to enable the Authority to meet reasonable anticipated day-to-day operating requirements.

C. The Authority's investment portfolio shall be designed with the objective of attaining a rate of return throughout budgetary and economic cycles, commensurate with the Authority's investment risk restraints and the cash flow characteristics of the portfolio.

4. Delegation of Authority, Prudence, Standard of Care, Ethical Standards, and Conflicts of Interest

The designated Investment Officer(s) will perform their duties with judgement and care in accordance with the adopted investment policy and internal procedures. Investment Officer(s) acting in good faith and in accordance with these policies and procedures will be relieved of personal liability. In determining whether an Investment Officer(s) has exercised prudence with respect to an investment decision (in addition to compliance with policies and procedures) the determination will be made taking into consideration the investment of all funds, or funds under the entity's control, over which the officer had responsibility rather than a single investment.

The authority to manage South Texas Water Authority's investment program is derived from Resolution 95-17. Management responsibility for the investment program is hereby delegated to the Investment Officer(s), who shall establish written procedures for the operation of the investment program consistent with this investment policy. Procedures should include reference to : safekeeping, PSA repurchase agreements, wire transfer agreements, banking service contracts and collateral/depository agreements. Such procedures shall include explicit delegation of authority to persons responsible for investment transactions. No person may engage in an investment transaction except as provided under the terms of this policy and the procedures established by the Investment Officer(s). The Investment Officer(s) shall be responsible for all transactions undertaken and shall establish a system of controls to regulate the activities of subordinate officials.

The Authority's portfolio shall be designed and managed in a manner responsive to the public trust. The standard to be used by the personnel shall be the prudent person rule and shall be applied in context of managing an overall portfolio. The prudent person rule is restated as follows:

Investments shall be made with judgment and care—under circumstances then prevailing—which persons of prudence, discretion, and intelligence exercise in the management of their own affairs, not for speculation, but for investment, considering the probable safety of their capital as well as the probable income to be derived.

Officers and employees shall refrain from personal business activity that could conflict with proper execution of the investment program, or which could impair his/her ability to make impartial investment decisions. Officers and employees shall file a statement with

the Board President disclosing any material financial interests in financial institutions that conduct business within this jurisdiction, and they shall further disclose any large personal financial/investment positions that could be related to the performance of the South Texas Water Authority, particularly with regard to the time of purchases and sales. Material financial interest is defined as: a.) the Investment Officer(s) owns 10 percent or more of the voting stock or shares of the financial institution or owns \$5,000 or more of the fair market value of the financial institution; b.) funds received by the Investment Officer(s) from the financial institution exceed 10 percent of the Investment Officer(s)'s gross income for the previous year; or c.) Investment Officer(s) has acquired from the financial institution during the previous year investments with a book value of \$2,500 or more for the personal account of the Investment Officer(s). The Investment Officer(s) shall further disclose any large personal financial/investment positions that could be related to the performance of the Authority's portfolio. An Investment Officer(s) who is related within the second degree by affinity or consanguinity, as defined in the Public Funds Investment Act, Chapter 2256, Texas Government Code, Subchapter A, Section 2256.005(i), to an individual seeking to sell an investment to the Authority shall file a statement disclosing that relationship. All statements shall be filed with the Texas Ethics Commission and the Authority.

5. Authorized Investments

South Texas Water Authority is empowered by statute to invest in the following types of securities:

*A. Obligations of, or guaranteed by, Government Entities* including the following:

- (1) obligations of the United States or its agencies and instrumentalities excluding any mortgage backed related security;
- (2) direct obligations of the State of Texas or its agencies and instrumentalities;
- (3) other obligations, the principal and interest of which are unconditionally guaranteed or insured by, or backed by the full faith and credit of, the State of Texas or the United States or their respective agencies and instrumentalities excluding any mortgage backed related security; and
- (4) obligations of states, agencies, counties, cities, and other political subdivisions of any state rated as to investment quality by a nationally recognized investment rating firm not less than AA or its equivalent. Total municipal exposure shall be limited to no more than 10% of portfolio value in any one single entity, and shall be limited to a maximum maturity of one year.

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The following are not authorized investments under this Section: (a) obligations whose payment represents the coupon payments on the outstanding principal balance of the underlying mortgage-backed security collateral and pays no principal (interest-only strips of obligations with underlying mortgage-backed security collateral), (b) obligations whose payment represents the principal stream of cash flow from the underlying mortgage-backed security collateral and bears no interest (principal-only strips of obligations with underlying mortgage-backed security collateral), (c) collateralized mortgage obligations that have a stated final maturity date of greater than 10 years, and (d) collateralized mortgage obligations the interest rate of which is determined by an index that adjusts opposite to the changes in a market index (collateralized mortgage obligations with an inverse floating interest rate);

B. Funds may be invested in *Investment Pools* by the Authority under the following guidelines:

(1) By resolution of the Board of Directors authorizing investment in a particular pool;

(2) the investment pool shall invest the Authority's funds in authorized investments according to the remainder of Section 5 of this Policy. An investment pool must furnish to the Investment Officer(s) or other authorized representative of the entity an offering circular or other similar disclosure instrument that contains, at a minimum the following information:

- a. the types of investments in which money is allowed to be invested;
- b. the maximum average dollar-weighted maturity allowed, based on the stated maturity date, of the pool;
- c. the maximum stated maturity date any investment security within the portfolio has;
- d. the objectives of the pool;
- e. the size of the pool;
- f. the names of the members of the advisory board of the pool and the dates their terms expire;
- g. the custodian bank that will safekeep the pool's assets;
- h. whether the intent of the pool is to maintain a net asset value of one dollar and the risk of market price fluctuation;

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i. whether the only source of payment is the assets of the pool at market value or whether there is a secondary source of payment, such as insurance or guarantees, and a description of the secondary source of payment;

j. the name and address of the independent auditor of the pool;

k. the requirements to be satisfied for an entity to deposit funds in and withdraw funds from the pool and any deadlines or other operating policies required for the entity to invest funds in and withdraw funds from the pool; and

l. the performance history of the pool, including yield, average dollar-weighted maturities, and expense ratios.

(3) In order to maintain eligibility to receive and invest funds on behalf of the Authority and in accordance with Chapter 2256, Public Funds Investment Act, an investment pool must furnish to the Investment Officer(s) or other authorized representative of the Authority the following:

a. investment transaction confirmations; and

b. a monthly report that contains, at a minimum, the following information:

(i) the types and percentage breakdown of securities in which the pool is invested;

(ii) the current average dollar-weighted maturity, based on the stated maturity date, of the pool;

(iii) the current percentage of the pool's portfolio in investments that have stated maturities of more than one year;

(iv) the book value versus the market value of the pool's portfolio, using amortized cost valuation;

(v) the size of the pool;

(vi) the number of participants in the pool;

(vii) the custodian bank that is safekeeping the assets of the pool;

(viii) a listing of daily transaction activity of the Authority;



(ix) the yield and expense ratio of the pool;

(x) the portfolio managers of the pool; and

(xi) any changes or addenda to the offering circular.

(4) The Authority by contract may delegate to an investment pool the authority to hold legal title as custodian of investments purchased with its local funds.

(5) For purposes of this Section 5, yield shall be calculated in accordance with regulations governing the registration of open-end management investment companies under the Investment Company Act of 1940, as promulgated from time to time by the Federal Securities and Exchange Commission.

A public funds investment pool created to function as a money market mutual fund must mark its portfolio to market daily and, to the extent reasonably possible, stabilize at a \$1 net asset value. If the ratio of the market value of the portfolio divided by the book value of the portfolio is less than 0.995 or greater than 1.005, portfolio holdings shall be sold as necessary to maintain the ratio between 0.995 and 1.005.

A public funds investment pool must be continuously rated no lower than AAA or AAA-m or at an equivalent rating by at least one nationally recognized rating service.

Authorized investment pools must state a written objective of maintenance of a stable \$1 net asset value and must be limited to a dollar-weighted average maturity of 60 days or less.

C. Insured or fully collateralized *certificates of deposit* of banks and savings and loan associations domiciled in the State of Texas, and which:

(1) mature within two years;

(2) are guaranteed or insured by the Federal Deposit Insurance Corporation or its successor or the National Credit Union Share Insurance Fund or its successor;

(3) secured by obligations of, or guaranteed by governmental entities, including mortgage backed securities directly issued by a federal agency or instrumentality that have a market value of not less than the principal amount of the certificates but which exclude: (a) those mortgage backed securities which are interest-only strips of obligations with underlying mortgage-backed security collateral, (b) principal-only strips of obligations with underlying mortgage-backed security collateral, (c) collateralized mortgage

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obligations with a maturity date of greater than 10 years, and (d) collateralized mortgage obligations with an inverse floating interest rate; and

(4) if covered under a written depository agreement ensures a perfected security interest in the collateral.

D. *Repurchase agreements* which:

(1) have a defined termination date;

(2) are secured by obligations of the United States or its agencies and instrumentalities as described in Section 5 with the same exclusions;

(3) collateral is pledged to the Authority, held in the Authority's name, and deposited at the time the investment is made with the Authority or with a third party selected and approved by the Authority;

(4) and is placed through a primary government securities dealer, as defined by the Federal Reserve.

The term repurchase agreement means a simultaneous agreement to buy, hold, for a specified time, and sell back at a future date obligations described at said obligations at a market value at the time the funds are distributed *of not less than the principal amount of the funds disbursed*. The term includes direct security repurchase agreements. A repurchase agreement must be collateralized at a minimum of 102% of the principal value plus accrued interest at all times. Reverse repurchase agreements are not authorized investments.

E. *Regulated No-load Money Market Mutual Fund* which:

(1) is regulated by the Securities and Exchange Commission;

(2) has a dollar-weighted average stated maturity of 90 days or fewer; and

(3) includes in its investment objectives the maintenance of a stable net asset value of \$1 for each share.

The Investment Officer(s) will not invest in the aggregate more than 50% of the Authority's monthly average fund balance, excluding bond proceeds and reserves and other funds held for debt service, in regulated money market mutual funds either separately or collectively or invest Authority funds in any mutual fund in an amount that exceeds 5% of the total assets of the mutual fund.

F. Any other *investments* as *authorized* by the *Texas Legislature*.

Funds may be invested in longer maturities, prime banker's acceptances, secured commercial paper, and guaranteed investment contracts only upon adoption of a motion of authorization by a majority of Directors at a regular meeting or public meeting of the Board and in accordance with Section 2256.012, Section 2256.013 and Section 2256.015 of the Public Funds Investment Act or if purchased as an authorized investment through an authorized investment pool (see Section 5, Part B Investment Pools).

6. Safekeeping and Depositories

A. The laws of the State of Texas and prudent management require that all purchased securities shall be held in safekeeping by either a third party financial institution or a safekeeping account in a designated depository bank. All security transactions, including collateral for repurchase agreements, entered into by the Authority shall be conducted on a delivery-versus-payment (DVP) basis. Securities will be held by a third party custodian designated by the Investment Officer(s) and evidenced by safekeeping receipts.

B. The general law authorizes the Authority to receive applications (as depository) for the custody of funds from any banking corporation, association or individual banker doing business within the area. The Authority will solicit a minimum of three depository bids and designate one bank as its primary depository. This centralization is designed to maximize investment capabilities and minimize banking costs. In selecting depositories, the reputation and financial standing of institutions shall be considered.

7. Risk and Rate of Return/Performance Standards

The longer the maturity of bonds, the greater their price volatility. It is therefore the Authority's policy to concentrate its investment portfolio in shorter-term securities in order to limit principal risk caused by changes in interest rates.

To the extent possible, the Authority will attempt to match its investments with anticipated cash flow requirements. Unless matched to a specific cash flow requirement, the Authority will not directly invest in securities maturing in more than two years.

The basis to be used by the Investment Officer(s) to determine whether market yields are being achieved shall be the six month U.S. Treasury Bill.

8. Internal Management Reports

The Investment Officer(s) shall prepare and submit to the Authority Board of Directors a

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written report of the investment transactions for all funds covered by this policy. The report shall be presented not less than quarterly and within a reasonable time after the end of the period. The report shall include the following:

- A. a detailed description of the investment position of the Authority as of the date of the report;
- B. the report shall be prepared jointly by all Investment Officer(s) of the Authority;
- C. the report shall be signed by each Investment Officer(s) of the Authority;
- D. and contain a summary statement of each pooled fund group that states the following:
  - (1) the beginning market and book value for the reporting period,
  - (2) additions and changes to the market value during the period, and
  - (3) fully accrued interest for the reporting period, and
  - (4) the ending market and book value for the period;
- E. state the book value and market value of each separately invested asset at the beginning and end of the reporting period by the type of asset and fund type invested;
- F. state the maturity date of each separately invested asset that has a maturity date;
- G. marketable securities will be priced at least quarterly. Bid prices will be documented as to the source.
- H. state the account or fund or pooled group fund for which each individual investment was acquired; and
- I. state the compliance of the investment portfolio as it relates to:
  - (1) the investment strategy expressed in the agency's or local government's investment policy; and
  - (2) relevant provisions of Chapter 2256, Public Funds Investment Act.

9. Acknowledgment of Receipt of Investment Policies by Investment Brokers

A written copy of the Authority's Investment Policy shall be presented to any person

seeking to sell to the Authority an authorized investment. The registered principal of the business organization seeking to sell an authorized investment shall execute a written document substantially to the effect that the registered principal has (1) received and thoroughly reviewed the investment policy of the Authority; and (2) acknowledged that the organization has implemented reasonable procedures and controls in an effort to preclude imprudent investment activities arising out of investment transactions conducted between the Authority and said organization.

Investment Broker/Dealers shall adhere to the spirit, philosophy and specific term of this policy and shall avoid recommending or suggesting transactions outside that "Standard of Care". Any broker/dealer or financial institution who sells an investment to the Authority must be approved by the governing body.

10. Limitations regarding Failure to Acknowledge receipt of Investment Policies

The Investment Officer(s) shall not buy any securities from a business organization that has not delivered to the Authority a document in substantially the form provided in Section 9 of this document.

11. Investment Training

The Investment Officer(s) shall attend six hours of initial training within twelve months after taking office or assuming duties and four hours of renewal training every two years thereafter. Training must include education in investment controls, security risks, strategy risks, market risks, and compliance with Chapter 2256, Public Funds Investment

12. Investment Strategy

Available funds shall be invested in conformance with State and Federal Regulations, applicable bond resolution requirements and adopted investment policy. In accordance with the Public Funds Investment Act, the investment strategy of the General Fund shall acknowledge the following priorities (in order of importance):

- Understanding the suitability of the investment to the financial requirements of the Authority;
- Preservation and safety of principal;
- Liquidity;
- Marketability of the investment prior to maturity;
- Diversification of the investment portfolio; and
- Yield.

## STWA Investment Policy - General Fund

Page 11

Adopted: September 11, 1995

Re-Adopted: September 24, 2024

In order to minimize risk of loss due to interest rate fluctuations, investment maturities will not exceed the anticipated cash flow requirements of the fund.

Suitability-Any investment eligible in the Investment Policy is suitable for the General Fund.

Safety of Principal – All investments shall be of high quality securities with no perceived default risk. Market price fluctuations will however occur. By managing the weighted average days to maturity for the General Fund portfolio to less than 365 days and restricting the maximum allowable maturity to two years, the price volatility of the overall portfolio will be minimized.

Marketability – Preferred investments shall have efficient secondary markets allowing for ease of sale in the event of any necessary liquidation.

Liquidity – Short term investment pools and money market mutual funds shall provide daily liquidity and may be utilized as a competitive yield alternative to fixed maturity investments. To provide adequate liquidity, a minimum of 20% of the portfolio shall be maintained in pools, money market funds, repurchase agreements and short term securities.

Diversification – Investment maturities shall be staggered throughout the budget cycle to provide cash flow based on the anticipated operation needs of the Authority. Market cycle risk will be reduced by diversifying the appropriate maturity structure out along the yield curve.

Yield – Attaining a competitive market yield for comparable security- types and portfolio restrictions is the desired objective. The yield of the constant maturity six month treasury issue shall be the minimum yield objective.

### 13. Annual Review

As part of the scope of the Authority's independent annual audit, all internal controls on investment, safekeeping procedures, compliance with policy, and investment performance will be presented to the Board of Directors.

The Authority shall adopt a written resolution acknowledging that it has reviewed the investment policy and investment strategy and this written resolution as so adopted shall record any changes made to either the investment policy or investment strategies.

ATTACHMENT 10

Resolutions 25-30 through 25-32

SOUTH TEXAS WATER AUTHORITY

Resolution 25-30

RESOLUTION ADOPTING THE SOUTH TEXAS WATER AUTHORITY  
INVESTMENT POLICY – GENERAL FUND.

WHEREAS, the South Texas Water Authority is a functioning reclamation and conservation district established by the legislature in the State of Texas, and

WHEREAS, the Board of Directors of the Authority has reviewed the Investment Policy - General Fund and finds it to be consistent with good management practices and preserving the public trust, and

WHEREAS, this policy meets the requirements established by the Texas Legislature.

NOW, THEREFORE, BE IT RESOLVED that the Board of Directors of the South Texas Water Authority adopts the attached Investment Policy – General Fund to be included in the STWA's Administrative and Personnel Policies.

Duly adopted this 24<sup>th</sup> day of September, 2025.

\_\_\_\_\_  
JOSE M. GRAVELEY, PRESIDENT

ATTEST:

\_\_\_\_\_  
IMELDA GARZA, SECRETARY/TREASURER



SOUTH TEXAS WATER AUTHORITY

Resolution 25-31

RESOLUTION ADOPTING THE SOUTH TEXAS WATER AUTHORITY  
INVESTMENT POLICY – DEBT SERVICE FUND.

WHEREAS, the South Texas Water Authority is a functioning reclamation and conservation district established by the legislature in the State of Texas, and

WHEREAS, the Board of Directors of the Authority has reviewed the Investment Policy – Debt Service Fund and finds it to be consistent with good management practices and preserving the public trust, and

WHEREAS, this policy meets the requirements established by the Texas Legislature.

NOW, THEREFORE, BE IT RESOLVED that the Board of Directors of the South Texas Water Authority adopts the attached Investment Policy – Debt Service Fund to be included in the STWA's Administrative and Personnel Policies.

Duly adopted this 24<sup>th</sup> day of September, 2025.

---

JOSE M. GRAVELEY, PRESIDENT

ATTEST:

---

IMELDA GARZA, SECRETARY/TREASURER

SOUTH TEXAS WATER AUTHORITY

Resolution 25-32

RESOLUTION ADOPTING THE SOUTH TEXAS WATER AUTHORITY  
INVESTMENT POLICY – CAPITAL PROJECTS FUND.

WHEREAS, the South Texas Water Authority is a functioning reclamation and conservation district established by the legislature in the State of Texas, and

WHEREAS, the Board of Directors of the Authority has reviewed the Investment Policy – Capital Projects Fund and finds it to be consistent with good management practices and preserving the public trust, and

WHEREAS, this policy meets the requirements established by the Texas Legislature.

NOW, THEREFORE, BE IT RESOLVED that the Board of Directors of the South Texas Water Authority adopts the attached Investment Policy – Capital Projects Fund to be included in the STWA's Administrative and Personnel Policies.

Duly adopted this 24<sup>th</sup> day of September, 2025.

\_\_\_\_\_  
JOSE M. GRAVELEY, PRESIDENT

ATTEST:

\_\_\_\_\_  
IMELDA GARZA, SECRETARY/TREASURER

ATTACHMENT 11

Depository Agreement

## Memorandum

To: South Texas Water Authority Board of Directors  
From: John Marez, Administrator  
Date: September 19, 2025  
Re: 2-year Extension of the Depository Agreement for STWA Funds

### Background:

The last time the Board formally considered extension of the Depository Contract with Prosperity Bank (Prosperity) was October 2023 which extended the agreement until October 31, 2025. Assistant Executive Director Jo Ella Wagner contacted Prosperity to inquire about renewing the current depository contract for an additional 2-year term. Prosperity is agreeing to renew the current depository agreement with the current provisions. The interest rate on our checking accounts will remain at the Prosperity Bank NOW account rate of 0.15% plus (+) 15 basis points (.15%) for a total rate of 0.30%. The Money Market Account earns a higher rate starting at 0.60% up to 3.00% depending on the accounts balance. Although most Money Market Accounts have withdrawal restrictions, Prosperity has lifted all restrictions on the Money Market account for STWA.

### Analysis:

For the past fourteen (14) years, Prosperity has been STWA's depository. Previously, STWA had either advertised or sought proposals from all of the local banks. Over time the proposals included fees for every deposit made and check processed. Prosperity has never charged any fees for their services and is proposing no fees with the two (2) year extension.

### Staff Recommendation:

Staff feels that Prosperity provides a quality service, above average interest earnings, and fast response time when staff needs assistance. However, if the Board's preference is to seek proposals, staff will contact the local banks for such and present at the next board meeting.

### Board Action:

Provide instruction on whether to seek depository proposals or accept the Depository Services Contract offered by STWA's current depository, Prosperity, for an additional 2-year term.

### Summarization:

Finance staff has been very pleased with the overall services provided by Prosperity and has praised the bank on correcting problems in a timely manner.



# PROSPERITY BANK®

September 5, 2025

South Texas Water Authority  
ATTN: Mr. John Marez  
2302 E Sage RD  
Kingsville, TX 78363

Dear Mr. Marez:

The Depository Services Contract between the South Texas Water Authority and Prosperity Bank has been renewed on a two-year basis. The previous renewal of the contract by and between the Authority and the Bank was as of November 1, 2023.

By signing this letter and returning it for our files, you agree to renewal of this contract for an additional two years- November 1, 2025 through October 31, 2027. All terms will remain the same including the following:

**NOW Accounts- Prosperity Bank NOW sheet rate + .15%**

*Current posted rates: Rate 0.15% APY 0.15%*

**Money Market Accounts - Prosperity Bank Premier Money Market sheet rate + .10%**

<i>Current posted rates:</i>			<i>Rate</i>	<i>APY</i>
<i>Tier 1</i>	<i>\$0</i>	<i>\$9,999.99</i>	<i>0.60%</i>	<i>0.60%</i>
<i>Tier 2</i>	<i>\$10,000</i>	<i>\$24,999.99</i>	<i>0.85%</i>	<i>0.85%</i>
<i>Tier 3</i>	<i>\$25,000</i>	<i>\$49,999.99</i>	<i>1.10%</i>	<i>1.11%</i>
<i>Tier 4</i>	<i>\$50,000</i>	<i>\$99,999.99</i>	<i>1.50%</i>	<i>1.51%</i>
<i>Tier 5</i>	<i>\$100,000</i>	<i>\$249,999.99</i>	<i>2.00%</i>	<i>2.02%</i>
<i>Tier 6</i>	<i>\$250,000</i>	<i>\$999,999.99</i>	<i>2.75%</i>	<i>2.78%</i>
<i>Tier 7</i>	<i>\$1,000,000...</i>		<i>3.00%</i>	<i>3.04%</i>

**Certificates – Sheet Rates**

Prosperity Bank reserves the right to accept or decline additional depository funds in the aggregate, in excess of \$20,000,000.00

We appreciate our business relationship with the South Texas Water Authority and look forward to working with you in the future. If you have any questions, please let me know. I may be reached at 361-592-2639 or by email [edmundogarza@prosperitybankusa.com](mailto:edmundogarza@prosperitybankusa.com).

Sincerely,

Edmundo J. (Eddie) Garza  
Banking Center President

**Agreed and accepted on behalf of South Texas Water Authority:**

\_\_\_\_\_  
South Texas Water Authority

\_\_\_\_\_  
Title

\_\_\_\_\_  
Date

**Agreed and accepted on behalf of Prosperity Bank:**

\_\_\_\_\_  
Banking Center President

\_\_\_\_\_  
Edmundo J. Garza

\_\_\_\_\_  
Title

\_\_\_\_\_  
Date





# PROSPERITY BANK®

September 5, 2025

South Texas Water Authority  
ATTN: Mr. John Marez  
2302 E Sage RD  
Kingsville, TX 78363

Dear Mr. Marez:

The Depository Services Contract between the South Texas Water Authority and Prosperity Bank has been renewed on a two-year basis. The previous renewal of the contract by and between the Authority and the Bank was as of November 1, 2023.

By signing this letter and returning it for our files, you agree to renewal of this contract for an additional two years- November 1, 2025 through October 31, 2027. All terms will remain the same including the following:

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*Current posted rates: Rate 0.15% APY 0.15%*

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<i>Current posted rates:</i>			<i>Rate</i>	<i>APY</i>
<i>Tier 1</i>	<i>\$0</i>	<i>\$9,999.99</i>	<i>0.60%</i>	<i>0.60%</i>
<i>Tier 2</i>	<i>\$10,000</i>	<i>\$24,999.99</i>	<i>0.85%</i>	<i>0.85%</i>
<i>Tier 3</i>	<i>\$25,000</i>	<i>\$49,999.99</i>	<i>1.10%</i>	<i>1.11%</i>
<i>Tier 4</i>	<i>\$50,000</i>	<i>\$99,999.99</i>	<i>1.50%</i>	<i>1.51%</i>
<i>Tier 5</i>	<i>\$100,000</i>	<i>\$249,999.99</i>	<i>2.00%</i>	<i>2.02%</i>
<i>Tier 6</i>	<i>\$250,000</i>	<i>\$999,999.99</i>	<i>2.75%</i>	<i>2.78%</i>
<i>Tier 7</i>	<i>\$1,000,000...</i>		<i>3.00%</i>	<i>3.04%</i>

**Certificates – Sheet Rates**

Prosperity Bank reserves the right to accept or decline additional depository funds in the aggregate, in excess of \$20,000,000.00

We appreciate our business relationship with the South Texas Water Authority and look forward to working with you in the future. If you have any questions, please let me know. I may be reached at 361-592-2639 or by email [edmundogarza@prosperitybankusa.com](mailto:edmundogarza@prosperitybankusa.com).

Sincerely,

Edmundo J. (Eddie) Garza  
Banking Center President

**Agreed and accepted on behalf of South Texas Water Authority:**

\_\_\_\_\_  
South Texas Water Authority

\_\_\_\_\_  
Title

\_\_\_\_\_  
Date

**Agreed and accepted on behalf of Prosperity Bank:**

\_\_\_\_\_  
Banking Center President

\_\_\_\_\_  
Edmundo J. Garza

\_\_\_\_\_  
Title

\_\_\_\_\_  
Date

## ATTACHMENT 12

### Office Building Mold Remediation

**Item 14 (Attachment 12)**

**Mold Remediation Item will be Tabled until the next meeting.**



## ATTACHMENT 13

TAMUK Engineering Department Environmental Impact Study

## Memo

To: STWA Board of Directors  
From: John Marez, Executive Director  
Date: September 19, 2025  
Subject: Discussion and Possible Action – Environmental Impact Study by Texas A&M University–Kingsville Engineering Department

### Background:

During the August 15, 2025 board meeting the South Texas Water Authority (STWA) presented a partnership with Texas A&M University–Kingsville (Departments of Environmental Engineering and Chemical & Natural Gas Engineering) to create a proposal for sampling, laboratory analysis, and data reporting for the Seven Seas development of a brackish desalination project to provide a secondary water source for STWA and its wholesale customers. A key element of this project is determining the most viable and environmentally responsible method for discharging the concentrate (brine) produced during the desalination process.

Potential discharge options under consideration include:

- Discharge into San Fernando Creek, which eventually flows into Baffin Bay
- Deep well injection
- Other industry-standard disposal methods

To ensure that any decision regarding discharge location and method is supported by objective, science-based analysis, staff has secured a proposal.

It is important to note this proposal is not an Environmental Impact Study. Instead, it is a technical study to collect and analyze baseline groundwater and expected brine water quality data to support engineering and operational planning.

### Analysis:

The proposal includes five major tasks over a five-month timeline:

1. Well Water Sampling – Collection of groundwater samples by TAMUK, facilitated by Seven Seas Water Group or STWA, with EPA-certified laboratory testing.
2. Baseline Water Quality Analysis – Comprehensive laboratory analysis for major ions, trace metals, nutrients, and organics, supported by QA/QC protocols.
3. Brine Water Characterization – Numerical estimation of potential brine composition based on treatment technology, recovery rates, and system design.
4. Data Compilation and Reporting – Ongoing analysis shared with STWA throughout the project.

5. Final Report – Summarizing methods, data, and interpretation for long-term reference.

The total project cost is \$21,999.66, covering personnel, student support, lab analysis, supplies, travel, and indirect costs.

This work is necessary to establish baseline conditions and provide informed data for the desalination project's next stages. While not a substitute for pilot-scale testing or full environmental review, it offers essential early-stage technical data for decision-making.

Staff Recommendation:

Staff recommends approval of the TAMUK proposal in the amount of \$21,999.66 to conduct the groundwater and brine water quality evaluation. The study will provide STWA and project partners with critical baseline data to guide design, regulatory, and operational considerations.

Board Action:

A motion is in order to authorize approval of the TAMUK proposal for the groundwater and brine water quality evaluation.

Note: While the proposal was originally developed with the framing of an "impact study," the Board may make a motion to adjust and approve this proposal as a technical evaluation rather than an environmental impact study.

Summary:

This proposal will generate essential baseline data on groundwater and projected brine quality for the Driscoll desalination project.

Approval will ensure STWA is prepared with accurate, site-specific information to guide design and engineering decisions. The total cost is \$21,999.66, and the project is expected to conclude within five months of initiation.

**Groundwater and Brine Water Quality Evaluation  
for  
Proposed Desalination Plant near Driscoll, Texas**

Project PIs: Tonoy Das<sup>1</sup>, David Ramirez<sup>1</sup>, and Matthew Alexander<sup>2</sup>

<sup>1</sup>Department of Environmental Engineering, TAMU-Kingsville

<sup>2</sup>Department of Chemical and Natural Gas Engineering, TAMU-Kingsville

**Prepared for:** South Texas Water Authority (STWA)

*Disclaimers:*

1. This proposal is not an Environmental Impact Assessment study.
2. This proposal is valid assuming all means and access to collect water samples are provided by Seven Seas Water Group or STWA.

**Purpose:** Provide ground data on brackish groundwater and expected brine composition for informed design and engineering for the desalination plant.

**1. Background:** Brackish groundwater desalination is becoming popular for water treatment to supply fresh, drinkable water in Texas and across the USA. STWA has proposed building a desalination plant in Nueces County, Texas, near Driscoll. While preliminary water quality data has sources from available data in the vicinity of the site, actual ground data from the proposed site has not been available. Further, the plant is expected to produce concentrated brine water as a waste stream. Sound engineering and operational decisions depend on accurately characterizing both the source groundwater and the expected brine generated by the desalination process. This study will analyze groundwater quality and use the data to estimate the brine water's potential composition based on the proposed desalination plant design using empirical calculations.

**2. Research Objectives:**

- 1) Characterize current groundwater quality from proposed production/monitoring wells, focusing on salinity, major ions, trace metals, nutrients, and other relevant constituents. This will establish a baseline for groundwater quality data for the aquifer.
- 2) Determine the expected chemical compositions of brine water during proposed desalination processes.

**3. Research Tasks:**

Task 1. Well water sampling: The project team will collect water samples from the designated sites. The TAMUK team is solely responsible for the collection of water samples. It is anticipated that Seven Seas Water Group will provide the necessary permissions to access the site. Either Seven Seas Water Group or STWA will facilitate all access to the well and the facility for water sampling purposes. *Regarding the sampling responsibilities, TAMUK will focus exclusively on the collection of water, while either Seven Seas Water Group or STWA will provide all required resources for the sampling process.* The plan involves collecting water during a single sampling

event. During this process, representative samples with replicates will be obtained. Field measurements will include basic water quality parameters such as pH, temperature, electrical conductivity, oxidation-reduction potential, and total dissolved solids. Subsequently, the samples will be transported to TAMUK laboratories for further processing and forwarded to a laboratory certified by the USEPA for testing analysis.

**Task 2. Baseline water quality analysis:** Samples will be analyzed in an **EPA-certified laboratory** for major ions, trace metals, nutrients, and other parameters outlined. The water sample will be characterized by the following parameters, which include but are not limited to.

*Major Ions:* Sodium, Bromide, Iodide, Silica, Calcium, Magnesium, Manganese, Aluminum, Iron, Chloride, Sulfate, Bicarbonate, Bromide, Fluoride, Iodide.

*Trace Metals:* Arsenic, Uranium, Selenium, Chromium, Lead, Barium, Cadmium, Strontium, and others.

*Nutrients and Organics:* Nitrate, Phosphate, and Total Organic Carbon.

A QA/QC protocol will be run during sample analysis to ensure the reproducibility of the results.

**Task 3: Characterization of brine water composition:** Based on the feed water data, we will estimate the possible concentration of elemental composition in brine based on the selected technology and recovery rate of the desalination process. To do this accurately, we require additional details from Seven Seas/STWA on the specific treatment approach they intend to adopt. This includes the type of desalination process proposed, the system design and operating conditions (overall and stage recoveries, flux, and membrane performance parameters such as ion-specific rejection), and the target recovery rate of the technology. We also need a clear description of the pretreatment strategy (if any) and any post-treatment applied to the brine before discharge. Finally, details of the water intake and the sequence of treatment stages leading up to brine generation are essential to determine the final brine composition.

**It is important to note that this cannot determine the absolute water composition. To find out the absolute water composition, Seven Seas/STWA needs to run a pilot-scale desalination unit with feed water from the proposed site and analyze the water quality parameters mentioned above in task 1.**

**Task 4. Data Compilation and Reporting:** All analytical results will be compiled into a structured dataset, presented in tables, charts, and diagrams on a continuous basis as samples get analyzed. The data will be shared with STWA on a regular basis to get their feedback on the results and analysis.

**Task 5. Final Report:** A final report will summarize sampling methods, laboratory procedures, and analytical results, with an interpretation of the observed data. All methods, QA/QC protocols, and calculation steps will be fully documented to ensure data reproducibility.

#### **4. Deliverables:**

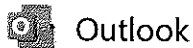
1. Sampling and analysis plan includes sampling locations, protocols, parameters, and QA/QC procedures.
2. Comprehensive report with methods, complete analytical results, tables, charts, concentration factors, and raw data.
3. Final Project Report Data.

**5. Timeline (5 months):** The project timeline begins after the project's official start. The total expected time to finish this project is 5 months. We provided monthly activities here

Project Task	Month 1	Month 2	Month 3	Month 4	Month 5
Task 1. Well water sampling and basic water quality parameters					
Task 2. Baseline water quality analysis					
Task 3. Numerical estimation of brine water composition based on feedwater quality					
Task 4. Data Compilation and Reporting (Data reporting will be a continuous process as we receive data, and we will continuously update the STWA)					
Task 5: Final Report and project wrap-up					

**6. Budget:**

Category	Description	Amount
Personnel cost (Principal Investigators)	Salary (\$3,765.64) + fringe benefits & insurance (\$1,131.10)	\$4,896.74
Graduate student support	Graduate student support for 80 h @ \$20/h (\$1,600) + fringe benefits & insurance (\$336)	\$1,936.00
Undergraduate student support	undergraduate student support with for 80 h @\$12/h (\$960) + fringe benefits (\$28.80)	\$988.80
Materials and analysis cost	Lab supply and analysis of the material, and water quality analysis. The water quality cost has been estimated for 20 samples with EPA-certified lab analysis.	\$6,942.50
Shipping cost	Shipping the sample for analysis	\$500.00
Travel	Travel for sampling	\$450.00
Indirect cost	Indirect cost	\$6,285.62
	<b>Total Project Cost</b>	<b>\$21,999.66</b>



Outlook

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## Groundwater and Brine Water Quality Evaluation Proposal Submission


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From TAMUK Research and Sponsor Programs <TAMUK.ResearchandSponsorPrograms@tamuk.edu>

Date Mon 9/15/2025 4:26 PM

To jmarez@stwa.org <jmarez@stwa.org>

Cc jwagner@stwa.org <jwagner@stwa.org>; Ivan Luna <ivan@icengineers.net>; ansar@icengineers.net <ansar@icengineers.net>

 1 attachment (29 KB)

Desalination\_Project Description-final-DR-TD-MA.docx;

Good afternoon,

On behalf of Texas A&M University-Kingsville and Dr. Tonoy Das, please find the attached Groundwater and Brine Water Quality Evaluation proposal for consideration. We greatly appreciate your time and consideration. Kindly confirm receipt of this proposal and please let us know if anything further is required.

Thank you,  
Lauren

**Lauren Clemens**

Research Services Coordinator

Research and Innovation

Texas A&M University-Kingsville

700 University Blvd., MSC 201 | Kingsville, Texas 78363-8202

361.593.2416

[Lauren.Clemens@tamuk.edu](mailto:Lauren.Clemens@tamuk.edu)



A 100-Year Legacy • A Future of Possibilities

## ATTACHMENT 14

### Audit Committee



## MEMO

To: South Texas Water Authority Board of Directors  
From: Jo Ella Wagner, Assistant Executive Director  
Date: September 19, 2025  
Re: Possible selection of an Audit Committee

### Background:

Every STWA January Board meeting, the outside auditors, John Womack & Co., P. C., present the annual audit for the previous fiscal year. A draft or completed audit is provided to the Board Members for review prior to the meeting. Last year a Board Member had some concerns that Auditor Margaret Kelly, CPA, was unable to answer without her audit working papers.

### Analysis:

Following the meeting Ms. Kelly recommended that an Audit Committee made up of Board Members, the Finance Manager and Assistant Executive Director be formed to review the audit prior to going to the full Board for approval. She stated that this is done with other clients and any questions concerning the audit can be addressed prior to the audit being presented at the Board meeting.

### Staff Recommendation:

Appoint three or four Board Members, the STWA Finance Manager and Assistant Executive Director to review the audit with the auditors from John Womack & Co., P. C. prior to being presented at the January Board Meeting.

### Board Action:

Determine the need for an Audit Committee and if so appoint three or four Board Members, the STWA Finance Manager and Assistant Executive Director to the committee.

### Summary:

The annual audit is not the easiest document to understand and a thorough review by an Audit Committee and the Auditors prior to being presented at the Board Meeting is not uncommon.

## ATTACHMENT 15

### Brush Cutter Attachment

## Memo

To: STWA Board of Directors

From: John Marez, Executive Director

Date: September 19, 2025

Subject: Discussion and Possible Action – Purchase of Brush Cutter Attachment – FY 2024/25

### Background:

The South Texas Water Authority continues to invest in equipment necessary to support field operations and ongoing maintenance of rights-of-way, easements, and facilities. A brush cutter attachment has been identified as a needed addition to the Authority's equipment fleet to improve efficiency, reduce manual labor, and enhance safety during vegetation management.

### Analysis:

Staff obtained a bid from Nueces Power Equipment (NPE) for the purchase of a brush cutter attachment. The total cost for the unit is \$10,540. This equipment is included in the FY 2024/25 budget and aligns with the Authority's capital and operational needs.

The addition of the brush cutter attachment will allow for more effective clearing of heavy brush and vegetation, enabling staff to complete maintenance activities in a timely and cost-efficient manner.

### Staff Recommendation:

Staff recommends approval of the purchase of the brush cutter attachment from Nueces Power Equipment in the amount of \$10,540.

### Board Action:

Authorize the purchase of the brush cutter attachment from Nueces Power Equipment in the amount of \$10,540, as budgeted for the FY 2024/25 fiscal year.

### Summary:

The brush cutter attachment is a necessary equipment investment to improve STWA's operational efficiency and safety in vegetation management. A bid of \$10,540 has been received from Nueces Power Equipment, and funds are available in the current FY 2024/25 budget. Approval of this purchase is recommended.



Nueces Power Equipment  
P.O. BOX 4789  
Corpus Christi, TX 78469  
(361) 289-0066 • FAX (361) 289-7424  
Remit all payments to this address.

Nueces Power Equipment  
7510 IH 37  
CORPUS CHRISTI, TX 78409  
(361) 289-0066

Quote: 3813.01  
Created: 07/24/2025  
Expires: 08/24/2025  
Salesperson: MRR

Customer: 24554  
Phone: 361-592-9323

page 1

BLUE DIAMOND EXTREME DUTY 72" BRUSH CUTTER  
CLOSED FRONT  
16-26 GPM  
160CC

Unit Sale: 10540.00  
stock number: TEMP

Tax Number GOVERNMENT Sales Tax \$0.00

THANKS FOR YOUR BUSINESS

Total Sale	\$10540.00
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Accepted by  
Signature: \_\_\_\_\_

*www.nuecespower.com*



WIRTGEN



VÖGELE



HAMM



KLEEMANN

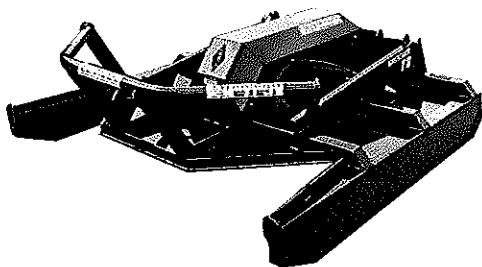
**LIEBHERR**

# BRUSH CUTTER

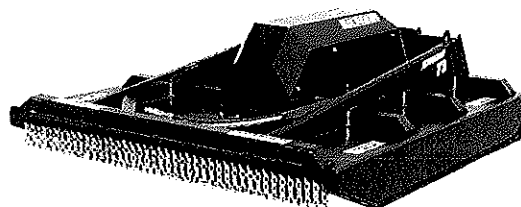
## EXTREME DUTY CLOSED/OPEN FRONT



The Blue Diamond® Extreme Duty Closed and Open Front Brush Cutters are aggressive - even the standard-flow models outperform most high-flow cutters. The durable push bar keeps trees off the deck. The very heavy duty direct-drive system makes this commercial-grade cutter extremely reliable.



OPEN-FRONT



CLOSED-FRONT

### 60" STANDARD FLOW:

- 3 double-sided blades
- 3/4" thick blade carrier
- 4000 Series geroler motor
- 6" diameter cutting capacity
- 16 gpm–26 gpm flow range
- Dual-direction cutting

### 72" STANDARD FLOW:

- 4 double-sided blades
- 3/4" thick blade carrier
- 4000 Series geroler motor
- 6" diameter cutting capacity
- 16 gpm–26 gpm flow range
- Dual-direction cutting

### 72" HIGH FLOW:

- 4 double-sided blades
- 3/4" thick blade carrier
- 6000 Series geroler motor
- 8" diameter cutting capacity
- 27 gpm–45 gpm flow range
- Dual-direction cutting

PART NUMBER	MODEL	REQUIRED FLOW	WEIGHT
103015	60" Low Flow-Closed Front	16-26 GPM	1,170 lbs
103020	72" Low Flow-Closed Front	16-26 GPM	1,617 lbs
103016	60" Low Flow-Open Front	16-26 GPM	1,220 lbs
103025	72" Low Flow-Open Front	16-26 GPM	1,547 lbs
103017	60" High Flow-Open Front	27-40 GPM	1,220 lbs
103023	72" High Flow-Closed Front	27-35 GPM	1,585 lbs
103024	72" High Flow-Closed Front	36-45 GPM	1,585 lbs
103030	72" High Flow-Open Front	27-35 GPM	1,555 lbs
103032	72" High Flow-Open Front	36-45 GPM	1,555 lbs

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ATTACHMENT 16

Water Supply Contract with Corpus Christi

## Memo

To: STWA Board of Directors

From: John Marez, Executive Director

Date: September 19, 2025

Subject: Update on Ongoing Water Supply Contract with the City of Corpus Christi

### Background:

The South Texas Water Authority has maintained a long-standing water supply agreement with the City of Corpus Christi. The original contract, executed with a 40-year term, is scheduled to expire on December 31, 2025. Over the past four years, the STWA executive team—including management, legal counsel, and engineering advisors—has engaged in ongoing negotiations with City of Corpus Christi officials to establish a renewed agreement.

These negotiations have included multiple sessions with City Management, Legal Counsel, and Corpus Christi Water representatives to ensure that the renewed contract reflects both parties' needs and regional water demands.

### Analysis:

The negotiations have been comprehensive, covering contractual language, operational provisions, and long-term supply considerations. Because these discussions remain in the negotiation phase, the draft agreement is not yet available for public release. However, progress has been steady, and both parties have demonstrated commitment to finalizing the contract in a timely manner.

STWA management has worked diligently alongside legal and engineering advisors to ensure that the Authority's interests are represented, while maintaining a cooperative and constructive relationship with the City.

### Staff Recommendation:

Staff recommends that the Board receive and file this update on the water supply contract negotiations. At this time, no action is required until a finalized contract is presented for Board review and approval.

### Board Action:

The existing 40-year water supply agreement with the City of Corpus Christi is set to expire on December 31, 2025. Negotiations for a renewed agreement have been ongoing for the past four years, with both STWA and the City demonstrating commitment to completion. While the draft agreement is not ready

for public release, STWA management is confident that a new contract will be executed prior to the expiration deadline.



**Item 18 (Attachment 16)**

**Water Supply Contract with the City of Corpus  
Christi will be discussed during Executive Session**