

NUECES WATER SUPPLY CORPORATION
Minutes – Regular Meeting
June 12, 2023

Board Members Present:

Alice J. Black (by phone)
Kathleen Lowman
Samuel Arciniega

Board Members Absent:

Sherry Zimmerman

Staff Present:

John Marez
Frances De Leon
Jo Ella Wagner

Guests Present:

Charlie Cardenas, ICE
Sergio Luna, ICE
Rogelio Rodriguez, Water Finance Exchange
Billy Sais, Tex-Isle
Greg Wilck, Tex-Isle
Margaret Kelly – John Womack & Co, P.C.
Louie Longoria – John Womack & Co, P.C

1. Call to Order.

Ms. Alice J. Black, President, called the Regular Meeting to order at 2:06 p.m. at the South Texas Water Authority Boardroom, 2302 East Sage Road, Kingsville, Texas. A quorum was present.

2. Citizen comments.

No comments from the public were made.

3. Review of proposed audit for Fiscal Year 2022.

Ms. Margaret Kelly of John Womack & Co., P.C., presented Fiscal Year 2022 Audit. She reviewed the Operating Revenue and Expenses and reported a net loss of \$133,963 and contributed capital of \$70,078.

4. **Resolution 23-02.** Resolution accepting the Fiscal Year 2022 Audit prepared by John Womack & Co., P.C. of Kingsville.

Ms. Lowman made a motion to adopt Resolution 23-02 accepting the Fiscal Year 2022 Audit. Mr. Arciniega seconded the motion and all voted in favor.

5. Approval of Minutes.

Ms. Lowman made a motion to approve the minutes of the April 11, 2023 Regular Meeting as presented. Ms. Black seconded. All voted in favor.

6. Treasurer's Report/Payment of Bills.

The following financial reports were presented for review and approval:

Treasurer's Report as of February 28, 2023

Account Activity for General Account for February 1, 2023 to February 28, 2023

Account Activity for Operations Account for February 1, 2023 to February 28, 2023

TEXPOOL Participant Statement for 02/01/2023 – 02/28/2023 for General Account

TEXPOOL Participant Statement for 02/01/2023 – 02/28/2023 for Security Deposit Account

TexSTAR General Account Statement for 02/01/2023 – 02/28/2023

Treasurer's Report as of March 31, 2023

Account Activity for General Account for March 1, 2023 to March 31, 2023

Account Activity for Operations Account for March 1, 2023 to March 31, 2023

TEXPOOL Participant Statement for 03/01/2023 – 03/31/2023 for General Account

TEXPOOL Participant Statement for 03/01/2023 – 03/31/2023 for Security Deposit Account

Treasurer's Report as of April 30, 2023

Account Activity for General Account for April 1, 2023 to April 30, 2023

Account Activity for Operations Account for April 1, 2023 to April 30, 2023

TEXPOOL Participant Statement for 04/01/2023 – 04/30/2023 for General Account

TEXPOOL Participant Statement for 04/01/2023 – 04/30/2023 for Security Deposit Account

The following bills were presented for payment:

STWA Invoice S23-065	\$ 7,726.25
March 2023 Taps and Repairs	
STWA Invoice S23-073	\$34,714.71
March 2023 Water Usage, Water Cost and Handling Charge	
STWA Invoice S23-074	\$22,991.95
March 2023 General and Administration	
STWA Invoice S23-086	\$32,703.28
April 2023 Water Usage, Water Cost and Handling Charge	
STWA Invoice S23-087	\$17,847.18
April 2023 General and Administration	
STWA Invoice S23-091	\$ 5,897.64
April 2023 Taps and Repairs	

Ms. Lowman made a motion to approve the Treasurer's Report and payment of the bills as presented. Ms. Black seconded and all voted in favor.

7. NWSC Master Plan.

ICE representatives Charlie Cardenas and Sergio Luna discussed their work on the master plan. Mr. Luna stated that a link was provided to the Board for review of the plan. He stated that work is at about 60% completion. Mr. Rogelio Rodriguez of Water Finance Exchange provided a report on infrastructure upgrades and explained the various funding methods for projects.

8. Update on requests for service from potential future customers.

Mr. Marez introduced Mr. Billy Sais and Mr. Greg Wilck representing Tex-Isle, a manufacturing facility which includes a pipe mill, heat treatment, inspection and threading facility located in the vicinity of I-69 and CR30 in Robstown. The company is expanding and added a new facility last year. Tex-Isle is seeking another source to provide about 120,000 gallons of water per day. Mr. Sais explained that currently the facility uses a total of 40,000 to 45,000 gallons per day from five onsite wells but use of the ground water has negatively impacted their equipment. He added that the company has 115 employees at the Robstown facility but they hope to increase to 300 employees if they are able to secure another water source which can meet the projected demand. If they are able to receive service, they will no longer use ground water. Mr. Marez stated that although service would be provided by Nueces Water Supply Corporation, he has also made the STWA Board aware of this request for service because of the large volume that the company expects to purchase.

9. Ratification of TRWA GIS Data Collection and Mapping proposal.

Mr. Marez stated that the original quote approved by the Board for the GIS Data Collection and Mapping was \$10,000; however, the final projected cost is \$12,122.87. He requested authorization for the additional cost. Ms. Lowman made a motion to ratify the original agreement for the cost of \$12,122.87. Mr. Arciniega seconded. All voted in favor.

10. Adjournment.

With no further business to conduct, Ms. Black made a motion to adjourn the meeting at 2:28 p.m. Ms. Lowman seconded the motion. All voted in favor.

Respectfully submitted,



Frances De Leon
Assistant Secretary