

NUECES WATER SUPPLY CORPORATION

MEMORANDUM

TO: Nueces Water Supply Corporation Board of Directors
FROM: Sherry Zimmerman, President
DATE: November 24, 2025
SUBJECT: Nueces Water Supply Corporation Meeting Notice and Agenda

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

Wednesday, December 3, 2025

5:30 p.m.

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

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

Agenda

1. Call to order.
2. Citizen comments.
3. Approval of Minutes. (Attachment 1)
4. Treasurer's Report/Payment of Bills. (Attachment 2)
5. Fiscal Year 2025 Budget Amendments. (Attachment 3)
6. Proposed Fiscal Year 2026 Budget and retail water rates. (Attachment 4)
7. **Resolution 25-06.** Resolution adopting the recommended Fiscal Year 2026 Budget. (Attachment 5)
8. John Womack & Co., P.C. Letter of Engagement for Auditor Services. (Attachment 6)
9. Annual Meeting Schedule and Election Procedures. (Attachment 7)
10. General Manager's Report.
11. Adjournment.

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

SZ/JM/fdl

Attachments

NWSC Agenda 12/03/2025
Page 1 of 1

2302 E. SAGE RD.
KINGSVILLE, TEXAS 78363

(361)592-1720
Fax (361)592-5965

This meeting notice was posted on
NWSC's website, www.nueceswsc.com, and
on indoor and outdoor bulletin boards at
NWSC's administrative offices,
2302 East Sage Road, Kingsville, Texas at
3:45 am on November 25, 2025.
James DeLeon
Assistant Secretary

ATTACHMENT 1

Approval of Minutes

NUECES WATER SUPPLY CORPORATION
Minutes – Regular Meeting
September 10, 2025

Board Members Present:

Kathleen Lowman
Samuel Arciniega
Tanya Lawhon

Board Members Absent:

Sherry Zimmerman

Staff Present:

John Marez
Frances De Leon
Jo Ella Wagner
August Patroelj
Clarissa Vargas

Guests Present:

None

1. Call to Order.

Mr. Samuel Arciniega, Vice-President, called the Regular Meeting to order at 5:30 p.m. at the South Texas Water Authority Boardroom, 2302 East Sage Road, Kingsville, Texas. A quorum was present.

2. Citizen comments.

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

3. Approval of Minutes.

Ms. Lowman made a motion to approve the minutes of the August 14, 2025 Regular Meeting as presented. Dr. Lawhon seconded. All voted in favor.

4. Treasurer's Report/Payment of Bills.

The following financial reports were presented for review and approval:

Treasurer's Report as of July 31, 2025

Account Activity for General Account for July 1, 2025 to July 31, 2025

Account Activity for Operations Account for July 1, 2025 to July 31, 2025

TEXPOOL Participant Statement for 07/01/2025 – 07/31/2025 for General Account

TEXPOOL Participant Statement for 07/01/2025 – 07/31/2025 for Security Deposit Account

The following bills were presented for payment:

STWA Invoice S25-111	\$56,699.56
July 2025 Water Usage, Water Cost and Handling Charge	
STWA Invoice S25-112	\$19,044.04
July 2025 General and Administration	
STWA Invoice S25-115	\$ 6,547.41
July 2025 Taps and Repairs	

Ms. Lowman made a motion to approve the financial reports and payment of the bills as presented. Dr. Lawhon seconded and all voted in favor.

5. Water Supply and Development Contract between Nueces Water Supply Corporation and Morris Michalk, Developer, Harley Collier (Lot 1 Owner), Manuel Cantu Tovar and Mayte Cantu (Lot 2 Owner), Richard Martinez (Lot 3 Owner), Tomas Gallegos and Raquel M. Gallegos (Gallegos Tract Owner), Lot Owners, for Michalk Acres Subdivision and all related matters.

Mr. Marez presented a Water Supply and Development Contract between NWSC and Morris Michalk and several lot owners for the Michalk Acres subdivision. Ms. Wagner explained that this contract differed from previous contracts because the properties were already subdivided and sold requiring an agreement with the additional landowners. The contract was provided by Willatt and Flickinger and the necessary fees have been paid.

6. **Resolution 25-04.** Resolution authorizing the Nueces Water Supply Corporation President to enter into a Water Supply and Development Contract with Morris Michalk, Developer, Harley Collier (Lot 1 Owner), Manuel Cantu Tovar and Mayte Cantu (Lot 2 Owner), Richard Martinez (Lot 3 Owner), Tomas Gallegos and Raquel M. Gallegos (Gallegos Tract Owner), Lot Owners, for Michalk Acres Subdivision.

Ms. Lowman made a motion to approve Resolution 25-04 authorizing the NWSC President to enter into a Water Supply and Development Contract with Morris Michalk and the lot owners for the Michalk Acres subdivision. Dr. Lawhon seconded and all voted in favor.

7. **Resolution 25-05.** Resolution Amending Authorized Nueces Water Supply Corporation Representatives for TexPool Accounts.

Mr. Marez requested approval of Resolution 25-05 in order to update NWSC's representatives on the TexPool Accounts. Dr. Lawhon made a motion to adopt Resolution 25-05 amending the authorized Nueces Water Supply Corporation TexPool account representatives. Ms. Lowman seconded and all voted in favor.

8. Extension of depository agreement with Kleberg Bank.

The Board reviewed the Kleberg Bank Agreement to Extend Depository Contract for 2025-2027. Dr. Lawhon made a motion to approve the extension of the agreement. Ms. Lowman seconded the motion and all voted in favor.

9. South Texas Water Authority Fees and Charges – NWSC Fee Schedule.

The Board reviewed the updated STWA Fees and Charges as well as the recommended Nueces WSC Fee Schedule. Mr. Marez explained that STWA's fees have not changed since 2019 and the adjusted fees and charges reflect an amount that will recoup the expenses related to providing services to the corporation. The changes will take effect January 2026.

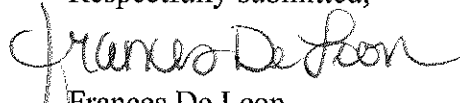
10. General Manager's Report.

Mr. Marez reported that he has been in contact with Tesla representatives about the temporary water service agreement and the need for a permanent agreement. Legal counsel is working on finalizing the needed language. He also reported that STWA continues negotiating a water contract with the City of Corpus Christi. Additionally, Corpus Christi has shown interest in purchasing water from STWA's proposed desalination plant. Ms. Lowman questioned how the water would be transported. Mr. Marez also stated that Rogelio Rodriguez, Water Finance Exchange, announced that STWA qualified for up to \$60 million of FY 2026 funding which could help address infrastructure needs. The next NWSC Board meeting is expected to be in November or December and will include adoption of the FY 2026 budget.

11. Adjournment.

With no further business to conduct, Ms. Lowman made a motion to adjourn the meeting at 6:11 p.m. Dr. Lawhon seconded the motion. All voted in favor.

Respectfully submitted,


Frances De Leon
Assistant Secretary

ATTACHMENT 2

Treasurer's Report/Payment of Bills

Nueces Water Supply Corporation
Treasurer's Report
As of August 31, 2025

General Account - KFNB	\$21,729.35
General Account - TexPool	\$1,095,072.48
General Account - TexPool Prime	\$352,770.58
Operations Account - KFNB	\$8,919.89
Security Deposit Account - TexPool	\$150,340.38
Petty Cash	\$150.00
Cash Drawer	\$100.00
TOTAL	<u>\$1,629,082.68</u>

	11-Jun-25 Billing Reg.	16-Jul-25 Billing Reg.	16-Aug-25 Billing Reg.
Total Usage (Gal)	8,524,640	9,790,900	11,613,380
Water Sales (\$)	\$86,229.47	\$92,858.66	\$102,799.23
Adjustments	(\$1,226.66)	(\$276.03)	(\$155.43)
Turn on Charge	\$1,320.00	\$1,265.00	\$1,320.00
Late Charges	\$950.00	\$1,115.00	\$1,080.00
Past Due (Overpayments)	\$44,866.72	\$44,718.19	\$45,601.31
Tax	\$417.49	\$450.16	\$493.70
Leak Pay Plan	\$0.00	\$0.00	\$0.00
Total Receivables	<u>\$132,557.02</u>	<u>\$140,130.98</u>	<u>\$151,138.81</u>
METERS ON LINE	1132	1136	1136

NUECES WATER SUPPLY CORP.

GENERAL

AUGUST 2025

DATE	DESCRIPTION	CK NO.	DEPOSIT	PAYMENTS	BALANCE
08-01	BEGINNING BALANCE				\$182,445.97
08-01	WATER RECEIPTS	DEP	\$1,246.94		\$183,692.91
08-01	WILLATT & FLICKINGER, PLLC	4487		\$1,649.75	\$182,043.16
08-01	ONLINE PAYMENTS	DEP	\$2,223.58		\$184,266.74
08-02	ONLINE PAYMENTS	DEP	\$1,129.19		\$185,395.93
08-03	ONLINE PAYMENTS	DEP	\$1,188.57		\$186,584.50
08-04	WATER RECEIPTS	DEP	\$1,720.92		\$188,305.42
08-04	SIMPLOT	ACH	\$526.74		\$188,832.16
08-04	ONLINE PAYMENTS	DEP	\$1,642.90		\$190,475.06
08-05	WATER RECEIPTS	DEP	\$1,122.55		\$191,597.61
08-05	TRANSFER TO OPERATIONS	ACH		\$7,000.00	\$184,597.61
08-05	ONLINE PAYMENTS	DEP	\$1,713.68		\$186,311.29
08-06	WATER RECEIPTS	DEP	\$764.03		\$187,075.32
08-06	ONLINE PAYMENTS	DEP	\$3,074.28		\$190,149.60
08-07	WATER RECEIPTS	DEP	\$9,895.58		\$200,045.18
08-07	ONLINE PAYMENTS	DEP	\$3,905.94		\$203,951.12
08-08	WATER RECEIPTS	DEP	\$301.69		\$204,252.81
08-08	ONLINE PAYMENTS	DEP	\$1,621.88		\$205,874.69
08-09	ONLINE PAYMENTS	DEP	\$610.72		\$206,485.41
08-10	ONLINE PAYMENTS	DEP	\$867.71		\$207,353.12
08-11	WATER RECEIPTS	DEP	\$477.19		\$207,830.31
08-11	ONLINE PAYMENTS	DEP	\$1,036.90		\$208,867.21
08-12	WATER RECEIPTS	DEP	\$0.00		\$208,867.21
08-12	ONLINE PAYMENTS	DEP	\$627.18		\$209,494.39
08-13	WATER RECEIPTS	DEP	\$328.07		\$209,822.46
08-13	STWA- CSI, INSTALLS, CABELLO EXT.	4488		\$14,728.45	\$195,094.01
08-13	STWA- CSI, INSTALLS, REPAIRS, ADMIN	4489		\$17,128.79	\$177,965.22
08-13	WEALTH MANAGEMENT	ACH		\$42,577.68	\$135,387.54
08-20	I.C.E	4490		\$119,529.50	\$15,858.04
08-13	ONLINE PAYMENTS	DEP	\$2,056.76		\$17,914.80
08-14	WATER RECEIPTS	DEP	\$42.76		\$17,957.56
08-14	ONLINE PAYMENTS	DEP	\$1,159.87		\$19,117.43
08-15	WATER RECEIPTS	DEP	\$36.58		\$19,154.01
08-15	ONLINE PAYMENTS	DEP	\$2,137.65		\$21,291.66
08-16	ONLINE PAYMENTS	DEP	\$740.16		\$22,031.82
08-17	ONLINE PAYMENTS	DEP	\$624.22		\$22,656.04
08-18	WATER RECEIPTS	DEP	\$466.19		\$23,122.23
08-18	WORDEN, V. #330- MEMBERSHIP	DEP	\$200.00		\$23,322.23
08-18	PEREZ, K. #1464- MEMBERSHIP	DEP	\$825.00		\$24,147.23

08-18 ONLINE PAYMENTS	DEP	\$1,004.38	\$25,151.61
08-19 WATER RECEIPTS	DEP	\$703.45	\$25,855.06
08-19 ONLINE PAYMENTS	DEP	\$1,280.17	\$27,135.23
08-20 WATER RECEIPTS	DEP	\$914.87	\$28,050.10
08-20 THERMAL SCIENTIFIC	4491	\$1,038.13	\$27,011.97
08-20 SCOTT ELECTRIC	4492	\$470.08	\$26,541.89
08-20 STWA- WATER FOR JULY	4493	\$56,699.56	-\$30,157.67
08-20 STWA- ADMIN, POSTAGE, SAMPLES	4494	\$19,044.04	-\$49,201.71
08-20 WALKER PARTNERS	4495	\$966.25	-\$50,167.96
08-20 ONLINE PAYMENTS	DEP	\$623.56	-\$49,544.40
08-21 WATER RECEIPTS	DEP	\$1,792.30	-\$47,752.10
08-21 ONLINE PAYMENTS	DEP	\$830.75	-\$46,921.35
08-22 WATER RECEIPTS	DEP	\$1,093.09	-\$45,828.26
08-22 NWSC BANK DRAFTS	ACH	\$16,155.11	-\$29,673.15
08-22 ONLINE PAYMENTS	DEP	\$949.00	-\$28,724.15
08-23 ONLINE PAYMENTS	DEP	\$580.05	-\$28,144.10
08-24 ONLINE PAYMENTS	DEP	\$401.98	-\$27,742.12
08-25 WATER RECEIPTS	DEP	\$7,563.05	-\$20,179.07
08-25 ONLINE PAYMENTS	DEP	\$1,767.37	-\$18,411.70
08-26 WATER RECEIPTS	DEP	\$39,765.06	\$21,353.36
08-26 ACH CHARGEBACK		\$3.17	\$21,350.19
08-26 ONLINE PAYMENTS	DEP	\$1,895.12	\$23,245.31
08-27 WATER RECEIPTS	DEP	\$4,903.00	\$28,148.31
08-27 SCOTT ELECTRIC	4496	\$2,014.60	\$26,133.71
08-27 STA- LINE WATERWORKS INC.	4497	\$8,444.06	\$17,689.65
08-27 ONLINE PAYMENTS	DEP	\$695.46	\$18,385.11
08-27 ONLINE PAYMENTS	DEP	\$87.17	\$18,472.28
08-28 WATER RECEIPTS	DEP	\$835.24	\$19,307.52
08-28 SIMPLOT	ACH	\$445.32	\$19,752.84
08-28 ONLINE PAYMENTS	DEP	\$1,829.86	\$21,582.70
08-29 WATER RECEIPTS	DEP	\$921.00	\$22,503.70
08-29 MERCER CONTROLS	4498	\$3,070.86	\$19,432.84
08-29 STEWART & STEVENSON	4499	\$1,989.26	\$17,443.58
08-29 BENAVIDES, B #1465 - MEMBERSHIP	DEP	\$825.00	\$18,268.58
08-29 ONLINE PAYMENTS	DEP	\$1,519.46	\$19,788.04
08-30 ONLINE PAYMENTS	DEP	\$1,014.18	\$20,802.22
08-31 ONLINE PAYMENTS	DEP	\$532.56	\$21,334.78
08-31 INTEREST EARNED	DEP	\$394.57	\$21,729.35
		\$135,637.56	\$296,354.18



Participant Statement

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

Statement Period 08/01/2025 - 08/31/2025

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Customer Service 1-866-TEX-POOL
Location ID 000077895
Investor ID 000007585

TexPool Update

TexPool Participant Services is excited to announce that as of August 18, 2025, TexPool Prime's transaction cutoff time has been extended from 2:00 p.m. CT to 3:00 p.m. CT.

TexPool Summary

Pool Name	Beginning Balance	Total Deposits	Total Withdrawals	Total Interest	Current Balance	Average Balance
Texas Local Government Investment Pool	\$1,091,082.98	\$0.00	\$0.00	\$3,989.50	\$1,095,072.48	\$1,091,469.06
TexPool Prime	\$351,451.93	\$0.00	\$0.00	\$1,318.65	\$352,770.58	\$351,579.54
Total Dollar Value	\$1,442,534.91	\$0.00	\$0.00	\$5,308.15	\$1,447,843.06	

Portfolio Value

Pool Name	Pool/Account	Market Value (08/01/2025)	Share Price (08/31/2025)	Shares Owned (08/31/2025)	Market Value (08/31/2025)
Texas Local Government Investment Pool	449/1371400002	\$1,091,082.98	\$1.00	1,095,072.480	\$1,095,072.48
TexPool Prime	590/1371400002	\$351,451.93	\$1.00	352,770.580	\$352,770.58
Total Dollar Value		\$1,442,534.91			\$1,447,843.06

Interest Summary

Pool Name	Pool/Account	Month-to-Date Interest	Year-to-Date Interest
Texas Local Government Investment Pool	449/1371400002	\$3,989.50	\$32,567.14
TexPool Prime	590/1371400002	\$1,318.65	\$10,285.57
Total		\$5,308.15	\$42,852.71



NUECES WATER SUPPLY CORPORATION

OPERATIONS

2025

DATE	DESCRIPTION	CK NO.	DEPOSITS	BURSEMENT	BALANCE
AUGUST 2025					\$2,939.51
08-01	MCCOY'S	5198		190.74	\$2,748.77
08-01	TEXAS EXCAVATION SAFETY SYSTEM	5199		123.05	\$2,625.72
08-05	TRANSFER FROM GENERAL	ACH	\$7,000.00		\$9,625.72
08-11	GLORIAS ROSAS #1217- MEMBERSHIP REFUND	5200		30.34	\$9,595.38
08-20	DAMARION JENKINS #330- MEMBERSHIP REFUND	5201		159.50	\$9,435.88
08-27	ROCKY MOUNTAIN PRINT SOLUTIONS	5202		120.00	\$9,315.88
08-29	NANETTE CHAPA #1241- MEMBERSHIP REFUND	5203		\$200.00	\$9,115.88
08-29	NORMA S. GARCIA #1291- MEMBERSHIP REFUND	5204		\$166.83	\$8,949.05
08-29	INTERCONNECT	ACH		\$55.00	\$8,894.05
08-31	INTEREST EARNINGS	DEP	\$25.84		\$8,919.89
			<u>\$7,025.84</u>	<u>\$1,045.46</u>	



Participant Statement

NUECES WATER SUPPLY CORP
SECURITY DEPOSIT ACCT
ATTN CAROLA G SERRATO
2302 E SAGE ROAD
KINGSVILLE TX 78363-3328

Statement Period 08/01/2025 - 08/31/2025

Page 1 of 2

Customer Service 1-866-TEX-POOL
Location ID 000077895
Investor ID 000007584

TexPool Update

TexPool Participant Services is excited to announce that as of August 18, 2025, TexPool Prime's transaction cutoff time has been extended from 2:00 p.m. CT to 3:00 p.m. CT.

TexPool Summary

Pool Name	Beginning Balance	Total Deposits	Total Withdrawals	Total Interest	Current Balance	Average Balance
Texas Local Government Investment Pool	\$149,792.64	\$0.00	\$0.00	\$547.74	\$150,340.38	\$149,845.65
Total Dollar Value	\$149,792.64	\$0.00	\$0.00	\$547.74	\$150,340.38	

Portfolio Value

Pool Name	Pool/Account	Market Value (08/01/2025)	Share Price (08/31/2025)	Shares Owned (08/31/2025)	Market Value (08/31/2025)
Texas Local Government Investment Pool	449/1371400001	\$149,792.64	\$1.00	150,340.380	\$150,340.38
Total Dollar Value		\$149,792.64			\$150,340.38

Interest Summary

Pool Name	Pool/Account	Month-to-Date Interest	Year-to-Date Interest
Texas Local Government Investment Pool	449/1371400001	\$547.74	\$4,264.21
Total		\$547.74	\$4,264.21



Nueces Water Supply Corporation**Treasurer's Report****As of September 30, 2025**

General Account - KFNB	\$179,757.08
General Account - TexPool	\$1,098,899.52
General Account - TexPool Prime	\$354,034.31
Operations Account - KFNB	\$7,368.20
Security Deposit Account - TexPool	\$150,865.80
Petty Cash	\$150.00
Cash Drawer	\$100.00
TOTAL	<u>\$1,791,174.91</u>

	16-Jul-25	16-Aug-25	16-Sep-25
	Billing Reg.	Billing Reg.	Billing Reg.
Total Usage (Gal)	9,790,900	11,613,380	13,401,600
Water Sales (\$)	\$92,858.66	\$102,799.23	\$112,312.03
Adjustments	(\$276.03)	(\$155.43)	(\$3,307.95)
Turn on Charge	\$1,265.00	\$1,320.00	\$1,440.00
Late Charges	\$1,115.00	\$1,080.00	\$1,015.00
Past Due (Overpayments)	\$44,718.19	\$45,601.31	\$21,701.00
Tax	\$450.16	\$493.70	\$540.87
Leak Pay Plan	\$0.00	\$0.00	\$0.00
Total Receivables	<u>\$140,130.98</u>	<u>\$151,138.81</u>	<u>\$133,700.95</u>
METERS ON LINE	1136	1136	1136

NUECES WATER SUPPLY CORP.

GENERAL

SEPTEMBER 2025

DATE	DESCRIPTION	CK NO.	DEPOSITS	PAYMENTS	BALANCE
09-01	BEGINNING BALANCE				\$21,729.35
09-01	ONLINE PAYMENTS	DEP	\$1,414.40		\$23,143.75
09-02	WATER RECEIPTS	DEP	\$1,674.78		\$24,818.53
09-02	ONLINE PAYMENTS	DEP	\$989.54		\$25,808.07
09-02	ONLINE PAYMENTS	DEP	\$486.04		\$26,294.11
09-03	WATER RECEIPTS	DEP	\$1,229.86		\$27,523.97
09-03	SHIFFERLY, C. #1466- MEMBERSHIP	DEP	\$3,103.06		\$30,627.03
09-03	GUTIERREZ, J. #1463- MEMBERSHIP	DEP	\$2,984.38		\$33,611.41
09-03	ONLINE PAYMENTS	DEP	\$946.18		\$34,557.59
09-04	WATER RECEIPTS	DEP	\$896.84		\$35,454.43
09-04	MICHAŁK, M.- DEV. FEES & 4 SERVICES	DEP	\$43,798.10		\$79,252.53
09-04	ONLINE PAYMENTS	DEP	\$2,000.25		\$81,252.78
09-05	WATER RECEIPTS	DEP	\$2,497.92		\$83,750.70
09-05	ONLINE PAYMENTS	DEP	\$3,282.50		\$87,033.20
09-06	ONLINE PAYMENTS	DEP	\$1,474.24		\$88,507.44
09-07	ONLINE PAYMENTS	DEP	\$2,345.90		\$90,853.34
09-08	WATER RECEIPTS	DEP	\$1,534.63		\$92,387.97
09-08	FLORES, G. #1467- MEMBERSHIP	DEP	\$1,799.50		\$94,187.47
09-08	ONLINE PAYMENTS	DEP	\$2,375.19		\$96,562.66
09-09	WATER RECEIPTS	DEP	\$486.64		\$97,049.30
09-09	JOHN WOMACK	4500		\$245.00	\$96,804.30
09-09	MERCER CONTROLS	4501		\$8,245.31	\$88,558.99
09-09	STWA- JULY TAP AND REPAIRS	4502		\$6,547.41	\$82,011.58
09-09	WILLATT & FLICKINGER	4503		\$3,163.25	\$78,848.33
09-09	ONLINE PAYMENTS	DEP	\$1,192.12		\$80,040.45
09-10	WATER RECEIPTS	DEP	\$287.16		\$80,327.61
09-10	ONLINE PAYMENTS	DEP	\$642.76		\$80,970.37
09-11	WATER RECEIPTS	DEP	\$909.22		\$81,879.59
09-11	VAQUERO VENTURES ESCROW	DEP	\$119,529.50		\$201,409.09
09-11	ONLINE PAYMENTS	DEP	\$850.18		\$202,259.27
09-12	WATER RECEIPTS	DEP	\$0.00		\$202,259.27
09-12	ONLINE PAYMENTS	DEP	\$1,184.79		\$203,444.06
09-13	ONLINE PAYMENTS	DEP	\$374.85		\$203,818.91
09-14	ONLINE PAYMENTS	DEP	\$352.77		\$204,171.68
09-15	WATER RECEIPTS	DEP	\$8,924.86		\$213,096.54
09-15	COWART, M. #1143- MEMBERSHIP	DEP	\$200.00		\$213,296.54
09-15	ONLINE PAYMENTS	DEP	\$1,766.04		\$215,062.58
09-16	WATER RECEIPTS	DEP	\$629.42		\$215,692.00
09-16	ONLINE PAYMENTS	DEP	\$1,070.50		\$216,762.50
09-17	WATER RECEIPTS	DEP	\$212.26		\$216,974.76

09-17	CISNEROS JR., S. #312- TRANSFER FEE	DEP	\$25.00		\$216,999.76
09-17	ONLINE PAYMENTS	DEP	\$1,124.13		\$218,123.89
09-18	WATER RECEIPTS	DEP	\$0.00		\$218,123.89
09-18	ONLINE PAYMENTS	DEP	\$1,587.99		\$219,711.88
09-19	WATER RECEIPTS	DEP	\$679.57		\$220,391.45
09-19	STWA REIMBURSE FOR 42' TAP TESLA	DEP	\$27,795.00		\$248,186.45
09-19	DURAN, M.#1460- RESERVICE	DEP	\$825.00		\$249,011.45
09-19	STWA- LOWES & HOME DEPOT	4504		\$385.61	\$248,625.84
09-19	STWA- WATER FOR AUGUST	4505		\$58,690.28	\$189,935.56
09-19	STWA- ADMIN, POSTAGE, SAMPLES	4506		\$19,000.83	\$170,934.73
09-19	TURBOMACHINERY INDUSTRIES	4507		\$36,755.86	\$134,178.87
09-19	ONLINE PAYMENTS	DEP	\$1,150.97		\$135,329.84
09-20	ONLINE PAYMENTS	DEP	\$589.96		\$135,919.80
09-21	ONLINE PAYMENTS	DEP	\$867.65		\$136,787.45
09-22	WATER RECEIPTS	DEP	\$14,290.30		\$151,077.75
09-22	NWSC BANK DRAFTS	DEP	\$12,698.06		\$163,775.81
09-22	SIMPLOT	DEP	\$450.32		\$164,226.13
09-22	HAMMOND, B.#29- TRANSFER	DEP	\$25.00		\$164,251.13
09-22	TAYLOR POWER SERVICE	4508		\$10,714.11	\$153,537.02
09-22	ONLINE PAYMENTS	DEP	\$1,749.69		\$155,286.71
09-23	WATER RECEIPTS	DEP	\$1,664.46		\$156,951.17
09-23	DEPOSIT FOR 9/23/25	DEP	\$1,755.61		\$158,706.78
09-23	ONLINE PAYMENTS	DEP	\$2,035.07		\$160,741.85
09-24	WATER RECEIPTS	DEP	\$253.05		\$160,994.90
09-24	RICHARD, M.#1288- INSUFFIECIENT FUNDS	DEB		\$106.81	\$160,888.09
09-24	THARP, R.#424- INSUFFICIENT FUNDS	DEB		\$42.96	\$160,845.13
09-24	ONLINE PAYMENTS	DEP	\$2,507.61		\$163,352.74
09-25	WATER RECEIPTS	DEP	\$1,278.63		\$164,631.37
09-25	SIMPLOT #935	ACH	\$977.54		\$165,608.91
09-25	ONLINE PAYMENTS	DEP	\$1,636.40		\$167,245.31
09-26	WATER RECEIPTS	DEP	\$1,661.34		\$168,906.65
09-26	ONLINE PAYMENTS	DEP	\$1,360.43		\$170,267.08
09-27	ONLINE PAYMENTS	DEP	\$354.94		\$170,622.02
09-28	ONLINE PAYMENTS	DEP	\$354.29		\$170,976.31
09-29	WATER RECEIPTS	DEP	\$5,867.95		\$176,844.26
09-29	RWSC- DEPOSITED ERROR ON 9/23/25	4509		\$1,755.61	\$175,088.65
09-29	ONLINE PAYMENTS	DEP	\$986.88		\$176,075.53
09-30	WATER RECEIPTS	DEP	\$1,625.30		\$177,700.83
09-30	ONLINE PAYMENTS	DEP	\$1,536.29		\$179,237.12
09-30	INTEEST EARNED	DEP	\$519.96		\$179,757.08
			\$303,680.77	\$145,653.04	

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



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

Participant Statement

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

Statement Period 09/01/2025 - 09/30/2025

Page 1 of 2

Customer Service 1-866-TEX-POOL
Location ID 000077895
Investor ID 000007585

TexPool Update

TexPool Participant Services is excited to announce that as of August 18, 2025, TexPool Prime's transaction cutoff time has been extended from 2:00 p.m. CT to 3:00 p.m. CT.

TexPool Summary

Pool Name	Beginning Balance	Total Deposits	Total Withdrawals	Total Interest	Current Balance	Average Balance
Texas Local Government Investment Pool	\$1,095,072.48	\$0.00	\$0.00	\$3,827.04	\$1,098,899.52	\$1,095,200.05
TexPool Prime	\$352,770.58	\$0.00	\$0.00	\$1,263.73	\$354,034.31	\$352,812.70
Total Dollar Value	\$1,447,843.06	\$0.00	\$0.00	\$5,090.77	\$1,452,933.83	

Portfolio Value

Pool Name	Pool/Account	Market Value (09/01/2025)	Share Price (09/30/2025)	Shares Owned (09/30/2025)	Market Value (09/30/2025)
Texas Local Government Investment Pool	449/1371400002	\$1,095,072.48	\$1.00	1,098,899.520	\$1,098,899.52
TexPool Prime	590/1371400002	\$352,770.58	\$1.00	354,034.310	\$354,034.31
Total Dollar Value		\$1,447,843.06			\$1,452,933.83

Interest Summary

Pool Name	Pool/Account	Month-to-Date Interest	Year-to-Date Interest
Texas Local Government Investment Pool	449/1371400002	\$3,827.04	\$36,394.18
TexPool Prime	590/1371400002	\$1,263.73	\$11,549.30
Total		\$5,090.77	\$47,943.48



NUECES WATER SUPPLY CORPORATION

OPERATIONS

2025

DATE	DESCRIPTION	CK NO.	DEPOSITS	DISBURSEMENTS	BALANCE
SEPTEMBER 2025					\$8,919.89
09-09	MCCOY'S	5205		\$93.63	\$8,826.26
09-09	TEXAS EXCAVATION SAFETY SYSTEM	5206		\$131.10	\$8,695.16
09-15	STOP PAYMENT	ACH		\$15.00	\$8,680.16
09-16	RENEE V. TREJO #1140- MEMBERSHIP REFUND	DEP	\$166.83		\$8,846.99
09-16	RENEE V. TREJO #1140- MEMBERSHIP REFUND	5207		\$166.83	\$8,680.16
09-19	TRACTOR'S SUPPLY CREDIT PLAN	5208		\$30.30	\$8,649.86
09-19	STEWART DEAN & BEARING	5209		\$146.14	\$8,503.72
09-19	AUGUSTINA NEWMAN #1143- MEMBERSHIP REFUND	5210		\$186.47	\$8,317.25
09-22	ECONOMY PRINTING	5211		\$300.20	\$8,017.05
09-22	JANIE HERRERA #1413- MEMBERSHIP REFUND	5212		\$30.49	\$7,986.56
09-22	STALINE WATERWORKS INC.	5213		\$430.40	\$7,556.16
09-22	ZACHARY LOPEZ #908- MEMBERSHIP REFUND	5214		\$30.24	\$7,525.92
09-30	MERCER CONTROLS	5215		\$180.00	\$7,345.92
09-30	INTEREST EARNINGS	DEP	\$22.28		\$7,368.20
			<u>\$166.83</u>	<u>\$1,740.80</u>	



Participant Statement

NUECES WATER SUPPLY CORP
SECURITY DEPOSIT ACCT
ATTN CAROLA G SERRATO
2302 E SAGE ROAD
KINGSVILLE TX 78363-3328

Statement Period 09/01/2025 - 09/30/2025

Page 1 of 2

Customer Service 1-866-TEX-POOL
Location ID 000077895
Investor ID 000007584

TexPool Update

TexPool Participant Services is excited to announce that as of August 18, 2025, TexPool Prime's transaction cutoff time has been extended from 2:00 p.m. CT to 3:00 p.m. CT.

TexPool Summary

Pool Name	Beginning Balance	Total Deposits	Total Withdrawals	Total Interest	Current Balance	Average Balance
Texas Local Government Investment Pool	\$150,340.38	\$0.00	\$0.00	\$525.42	\$150,865.80	\$150,357.89
Total Dollar Value	\$150,340.38	\$0.00	\$0.00	\$525.42	\$150,865.80	

Portfolio Value

Pool Name	Pool/Account	Market Value (09/01/2025)	Share Price (09/30/2025)	Shares Owned (09/30/2025)	Market Value (09/30/2025)
Texas Local Government Investment Pool	449/1371400001	\$150,340.38	\$1.00	150,865.800	\$150,865.80
Total Dollar Value		\$150,340.38			\$150,865.80

Interest Summary

Pool Name	Pool/Account	Month-to-Date Interest	Year-to-Date Interest
Texas Local Government Investment Pool	449/1371400001	\$525.42	\$4,789.63
Total		\$525.42	\$4,789.63



Nueces Water Supply Corporation**Treasurer's Report****As of October 31, 2025**

General Account - KFNB	\$190,756.45
General Account - TexPool	\$1,102,765.11
General Account - TexPool Prime	\$355,311.80
Operations Account - KFNB	\$5,100.11
Security Deposit Account - TexPool	\$151,396.52
Petty Cash	\$150.00
Cash Drawer	\$100.00
TOTAL	\$1,805,579.99

	16-Aug-25 Billing Reg.	16-Sep-25 Billing Reg.	11-Oct-25 Billing Reg.
Total Usage (Gal)	11,613,380	13,401,600	12,693,500
Water Sales (\$)	\$102,799.23	\$112,312.03	\$108,541.55
Adjustments	(\$155.43)	(\$3,307.95)	(\$52.20)
Turn on Charge	\$1,320.00	\$1,440.00	\$1,440.00
Late Charges	\$1,080.00	\$1,015.00	\$1,095.00
Past Due (Overpayments)	\$45,601.31	\$21,701.00	\$24,328.22
Tax	\$493.70	\$540.87	\$525.63
Leak Pay Plan	\$0.00	\$0.00	\$0.00
Total Receivables	<u>\$151,138.81</u>	<u>\$133,700.95</u>	<u>\$135,878.20</u>
METERS ON LINE	1136	1136	1139

NUECES WATER SUPPLY CORP.

GENERAL

OCTOBER 2025

DATE DESCRIPTION	CK NO.	DEPOSITS	PAYMENTS	BALANCE
10-01 BEGINNING BALANCE				\$179,757.08
10-01 WATER RECEIPTS	DEP	\$247.05		\$180,004.13
10-01 ONLINE PAYMENTS	DEP	\$1,543.87		\$181,548.00
10-02 WATER RECEIPTS	DEP	\$754.84		\$182,302.84
10-02 ONLINE PAYMENTS	DEP	\$1,938.38		\$184,241.22
10-03 WATER RECEIPTS	DEP	\$2,237.42		\$186,478.64
10-03 FERGUSON	4510		\$1,452.88	\$185,025.76
10-03 ONLINE PAYMENTS	DEP	\$2,372.84		\$187,398.60
10-04 ONLINE PAYMENTS	DEP	\$990.09		\$188,388.69
10-05 ONLINE PAYMENTS	DEP	\$1,064.05		\$189,452.74
10-06 WATER RECEIPTS	DEP	\$2,807.62		\$192,260.36
10-06 ONLINE PAYMENTS	DEP	\$3,330.54		\$195,590.90
10-07 WATER RECEIPTS	DEP	\$1,372.00		\$196,962.90
10-07 ONLINE PAYMENTS	DEP	\$2,954.43		\$199,917.33
10-08 WATER RECEIPTS	DEP	\$10,060.78		\$209,978.11
10-08 ONLINE PAYMENTS	DEP	\$1,011.31		\$210,989.42
10-09 WATER RECEIPTS	DEP	\$308.80		\$211,298.22
10-09 YOUNG, G.#1469- MEMBERSHIP	DEP	\$1,300.00		\$212,598.22
10-09 ONLINE PAYMENTS	DEP	\$527.94		\$213,126.16
10-10 WATER RECEIPTS	DEP	\$432.87		\$213,559.03
10-10 BENTON, M. #41- INSUFFICIENT FUNDS	DEB		\$34.46	\$213,524.57
10-10 ONLINE PAYMENTS	DEP	\$1,417.24		\$214,941.81
10-11 ONLINE PAYMENTS	DEP	\$985.10		\$215,926.91
10-12 ONLINE PAYMENTS	DEP	\$307.53		\$216,234.44
10-13 ONLINE PAYMENTS	DEP	\$614.67		\$216,849.11
10-14 WATER RECEIPTS	DEP	\$973.75		\$217,822.86
10-14 ONLINE PAYMENTS	DEP	\$412.05		\$218,234.91
10-15 WATER RECEIPTS	DEP	\$110.65		\$218,345.56
10-15 ONLINE PAYMENTS	DEP	\$1,140.00		\$219,485.56
10-16 WATER RECEIPTS	DEP	\$32.16		\$219,517.72
10-16 STWA- WATER FOR SEPTEMBER	4511		\$60,033.43	\$159,484.29
10-16 STWA- ADMIN, SAMPLES, READINGS	4512		\$18,849.64	\$140,634.65
10-16 STWA- TAPS, CSI, ADMIN, INSTALLS	4513		\$11,361.41	\$129,273.24
10-16 POSTMASTER	4514		\$2,000.00	\$127,273.24
10-16 ONLINE PAYMENTS	DEP	\$828.23		\$128,101.47
10-17 WATER RECEIPTS	DEP	\$28,197.54		\$156,299.01
10-17 ONLINE PAYMENTS	DEP	\$758.26		\$157,057.27

10-18 ONLINE PAYMENTS	DEP	\$590.86	\$157,648.13
10-19 ONLINE PAYMENTS	DEP	\$750.48	\$158,398.61
10-20 WATER RECEIPTS	DEP	\$377.59	\$158,776.20
10-20 HAMMOND, C. #10- MEMBERSIP	DEP	\$200.00	\$158,976.20
10-20 KERVIN, T. #1250- MEMBERSHIP	DEP	\$200.00	\$159,176.20
10-20 C D ELECTRIC- MOTOR FOR DRISCOLL PUMP #3	4515		\$1,569.63 \$157,606.57
10-20 FERGUSON- CLAMPS, CORP. STOP, METERS	4516		\$26,556.90 \$131,049.67
10-20 VOID	4517		\$0.00 \$131,049.67
10-20 SCOTT ELECTRIC COMPANY- CHECK BOOSTER	4518		\$2,855.99 \$128,193.68
10-20 ONLINE PAYMENTS	DEP	\$1,386.74	\$129,580.42
10-21 WATER RECEIPTS	DEP	\$1,307.27	\$130,887.69
10-21 ONLINE PAYMENTS	DEP	\$808.07	\$131,695.76
10-22 WATER RECEIPTS	DEP	\$1,159.56	\$132,855.32
10-22 VAQUERO DRISCOLL #1470- MEMBERSHIP	DEP	\$2,775.00	\$135,630.32
10-22 ONLINE PAYMENTS	DEP	\$1,494.94	\$137,125.26
10-23 WATER RECEIPTS	DEP	\$912.42	\$138,037.68
10-23 NWSC BANK DRAFTS	ACH	\$11,202.23	\$149,239.91
10-23 ONLINE PAYMENTS	DEP	\$2,765.46	\$152,005.37
10-24 WATER RECEIPTS	DEP	\$1,100.69	\$153,106.06
10-24 BAYARDO, R.- REFUND FOR BORE	4249	\$280.50	\$153,386.56
10-24 BAYARDO, R.- REFUND FOR BORE NEW CHECK	4519		\$280.50 \$153,106.06
10-24 MERCER CCONTROLS, INC.	4520		\$1,425.91 \$151,680.15
10-24 STWA- CSI, TAPS, INSTALLS, EXTENTIONS	4521		\$11,807.16 \$139,872.99
10-24 ONLINE PAYMENTS	DEP	\$1,245.95	\$141,118.94
10-25 ONLINE PAYMENTS	DEP	\$339.05	\$141,457.99
10-26 ONLINE PAYMENTS	DEP	\$749.88	\$142,207.87
10-27 WATER RECEIPTS	DEP	\$3,127.81	\$145,335.68
10-27 REYES JR., E. #1472- MEMBERSHIP	DEP	\$1,300.00	\$146,635.68
10-27 GARZA, J. #1471- MEMBERSHIP	DEP	\$1,300.00	\$147,935.68
10-27 THARP, R. #1424- INSUFFICIENT FUNDS	DEB		\$42.51 \$147,893.17
10-27 LONGORIA, K. #85- INSUFFICIENT FUNDS	DEB		\$59.40 \$147,833.77
10-27 RICHARD, M. #1288- INSUFFICIENT FUNDS	DEB		\$170.38 \$147,663.39
10-27 GARZA, J #1471- MEMBERSHIP & TAP	DEP	\$1,300.00	\$148,963.39
10-27 REYES JR., E #1472 - MEMBERSHIP & TAP	DEP	\$1,300.00	\$150,263.39
10-27 ONLINE PAYMENTS	DEP	\$729.67	\$150,993.06
10-28 WATER RECEIPTS	DEP	\$841.94	\$151,835.00
10-28 ONLINE PAYMENTS	DEP	\$401.71	\$152,236.71
10-29 WATER RECEIPTS	DEP	\$33,199.56	\$185,436.27
10-29 ONLINE PAYMENTS	DEP	\$951.50	\$186,387.77
10-30 WATER RECEIPTS	DEP	\$820.59	\$187,208.36
10-30 TENN. GAS PIPELINE	ACH	\$109.21	\$187,317.57

10-30 ONLINE PAYMENTS	DEP	\$1,136.04	\$188,453.61
10-31 WATER RECEIPTS	DEP	\$741.35	\$189,194.96
10-31 ONLINE PAYMENTS	DEP	\$1,157.55	\$190,352.51
10-31 INTEEST EARNED	DEP	\$403.94	\$190,756.45
		<u>\$149,499.57</u>	<u>\$138,500.20</u>



Participant Statement

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

Statement Period 10/01/2025 - 10/31/2025

Page 1 of 2

Customer Service 1-866-TEX-POOL

Location ID 000077895

Investor ID 000007585

TexPool Update

Participants: When initiating a wire to settle your deposit, please notify your local depository or third-party vendor of your intentions. TexPool is unable to initiate wires on your behalf and unfunded purchases may impact the performance of the Pools. We thank you for your attention to this matter.

TexPool Summary

Pool Name	Beginning Balance	Total Deposits	Total Withdrawals	Total Interest	Current Balance	Average Balance
Texas Local Government Investment Pool	\$1,098,899.52	\$0.00	\$0.00	\$3,865.59	\$1,102,765.11	\$1,099,024.22
TexPool Prime	\$354,034.31	\$0.00	\$0.00	\$1,277.49	\$355,311.80	\$354,075.52
Total Dollar Value	\$1,452,933.83	\$0.00	\$0.00	\$5,143.08	\$1,458,076.91	

Portfolio Value

Pool Name	Pool/Account	Market Value (10/01/2025)	Share Price (10/31/2025)	Shares Owned (10/31/2025)	Market Value (10/31/2025)
Texas Local Government Investment Pool	449/1371400002	\$1,098,899.52	\$1.00	1,102,765.110	\$1,102,765.11
TexPool Prime	590/1371400002	\$354,034.31	\$1.00	355,311.800	\$355,311.80
Total Dollar Value		\$1,452,933.83			\$1,458,076.91

Interest Summary

Pool Name	Pool/Account	Month-to-Date Interest	Year-to-Date Interest
Texas Local Government Investment Pool	449/1371400002	\$3,865.59	\$40,259.77
TexPool Prime	590/1371400002	\$1,277.49	\$12,826.79
Total		\$5,143.08	\$53,086.56



NUECES WATER SUPPLY CORPORATION

OPERATIONS

2025

DATE	DESCRIPTION	CK NO.	DEPOSITS	DISBURSEMENTS	BALANCE
OCTOBER 2025					\$7,368.20
10-01	INTERCONNECT	ACH	\$55.00		\$7,313.20
10-03	TEXAS EXCAVATION SAFETY SYSTEM	5216	\$121.90		\$7,191.30
10-15	VOID	5217	\$0.00		\$7,191.30
10-15	TRACTOR'S SUPPLY	5218	\$230.93		\$6,960.37
10-16	CITY OF CC- CENTRAL CASHIERS	5219	\$51.00		\$6,909.37
10-20	DSHS CENTRAL LAB	5220	\$788.00		\$6,121.37
10-22	VOID	5221	\$0.00		\$6,121.37
10-22	VOID	5222	\$0.00		\$6,121.37
10-22	ALIANNYS ALMAGUER MARTINEZ #1250- MEM. REFU	5223	\$105.10		\$6,016.27
10-22	JOHANNA STASTNEY #10- MEMBERSHIP REFUND	5224	\$100.00		\$5,916.27
10-24	CITY OF CC- CENTRAL CASHIERS	5225	\$51.00		\$5,865.27
10-24	MICHAEL SANKARI #1460- MEMBERSHIP REFUND	5226	\$21.20		\$5,844.07
10-29	INTERCONNECT	ACH	\$55.00		\$5,789.07
10-31	JOHN WOMACK & CO, P.C.	5227	\$35.00		\$5,754.07
10-31	STAPLES	5228	\$215.82		\$5,538.25
10-31	WILLATT & FLICKINGER, PLLC	5229	\$457.25		\$5,081.00
10-31	INTEREST EARNED	DEP	\$19.11		\$5,100.11
			<u>\$0.00</u>	<u>\$2,287.20</u>	

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

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NOV 10 2025

NUECES WATER SUPPLY CORPORATION



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

NUECES WATER SUPPLY CORP
SECURITY DEPOSIT ACCT
ATTN CAROLA G SERRATO
2302 E SAGE ROAD
KINGSVILLE TX 78363-3328

Participant Statement

Statement Period 10/01/2025 - 10/31/2025

Page 1 of 2

Customer Service 1-866-TEX-POOL

Location ID 000077895

Investor ID 000007584

TexPool Update

Participants: When initiating a wire to settle your deposit, please notify your local depository or third-party vendor of your intentions. TexPool is unable to initiate wires on your behalf and unfunded purchases may impact the performance of the Pools. We thank you for your attention to this matter.

TexPool Summary

Pool Name	Beginning Balance	Total Deposits	Total Withdrawals	Total Interest	Current Balance	Average Balance
Texas Local Government Investment Pool	\$150,865.80	\$0.00	\$0.00	\$530.72	\$151,396.52	\$150,882.92
Total Dollar Value	\$150,865.80	\$0.00	\$0.00	\$530.72	\$151,396.52	

Portfolio Value

Pool Name	Pool/Account	Market Value (10/01/2025)	Share Price (10/31/2025)	Shares Owned (10/31/2025)	Market Value (10/31/2025)
Texas Local Government Investment Pool	449/1371400001	\$150,865.80	\$1.00	151,396.520	\$151,396.52
Total Dollar Value		\$150,865.80			\$151,396.52

Interest Summary

Pool Name	Pool/Account	Month-to-Date Interest	Year-to-Date Interest
Texas Local Government Investment Pool	449/1371400001	\$530.72	\$5,320.35
Total		\$530.72	\$5,320.35



**SOUTH TEXAS WATER AUTHORITY****2302 E. SAGE RD.****KINGSVILLE, TEXAS 78363****INVOICE**

S25 - 125

September 11, 2025

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

Usage

Agua Dulce Rural	1,435,410
Banquete - NWSC Pump Station	1,948,330
Bishop East	1,640,000
Central Rural	1,829,209
Driscoll Rural	1,189,000
Sablatura Park	942,385
LCS	1,732,390
KB Foundation	152,100
Tesla	4,658,670
	<u>15,527,494</u>

Total Water Usage for Period	8/1/2025	to	9/1/2025	15,527,494
Contract Year to Date Usage - - - - -	130,875,737 gallons			

Water Rate (per thousand gallons)

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

Total charges \$156,215.22

Total consumption 47,630

Cost of Water from City of Corpus Christi \$ 3.279765

Amount Due

STWA Handling Charge	15,527,494 g @	\$ 0.500000	=	\$ 7,763.75
Corpus Christi Water Cost	15,527,494 g @	\$ 3.279765	=	\$ 50,926.54
Water Rate for current billing period		\$ 3.779765		

Cost of Water

15,527,494 gallons @ \$3.779765 per thousand gallons \$ 58,690.28

Total Due for Water Usage for period	8/1/2025	to	9/1/2025	\$ 58,690.28
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Net Water Revenue - STWA

This information is not available. An updated invoice
will be mailed upon receipt of the necessary information.
The amount of the invoice will not be affected.

Payment Due within 30 days of Receipt of Invoice

Thank You!

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

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

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

**SOUTH TEXAS WATER AUTHORITY**

2302 E. SAGE RD.

KINGSVILLE, TEXAS 78363

INVOICE

S25 - 126

September 11, 2025

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

Description		Amount Due	
No. of Connections This Month:		1135	
1135	General Maintenance (per connection) @	\$ 6.25	\$ 7,093.75
1135	Read Meters (per connection) @	\$ 1.95	2,213.25
3	Sample Collection (per sample) @	\$ 40.00	120.00
<i>Billing Services for Month of:</i>			
<i>August, 2025</i>			
221	Final Notice Cards @	\$ 1.10 08/08/25	243.10
1135	Statements @	\$ 2.00 08/12/25	2,270.00
1135	Administration (per connection) @	\$ 6.00	6,810.00
2235	Copies @	\$ 0.10	223.50
	Postage		27.23
TOTAL			\$ 19,000.83

Payment Due By
September 30, 2025

Thank You!

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

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

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

(361) 592-9323 Or (361) 692-0337 (C.C. line) Fax: (361) 592-5965

**SOUTH TEXAS WATER AUTHORITY****2302 E. SAGE RD.****KINGSVILLE, TEXAS 78363**

S25-129

September 26, 2025

Nueces Water Supply Corporation
2302 E. Sage Road
Kingsville, Tx 78363

DATE	DESCRIPTION	W.O. #	Invoiced to others	Due to STWA
08/01/25	Customer reported low pressure. Removed rubber gasket from meter housing to resolve issue at acct. #849-Palacios, Davis Ln.	9257	0.00	30.00
08/01/25	After hours to repair cracked flush valve at acct. #796-Thomas Tools, CR 34.	9258	0.00	1,141.25
08/03/25	Weekend readings and residuals.	9259	0.00	70.00
08/02/25	After hours to flag and spray paint at leak area on CR 34.	9260	0.00	140.00
08/02/25	Customer reported low pressure. Removed rubber gasket from meter housing to resolve issue at acct. #397-Alaniz, Cobb Ln.	9261	0.00	191.25
08/02/25	Reported low water pressure at Republic Services, 3189 CR 69. Called out another field tech and found that NWSC did not have any service in that area.	9262	0.00	0.00
08/03/25	After hours to check on leak in Banquete by little league field, Waited for Raul from Banquete to turn off water.	9263	0.00	270.00
08/04/25	Customer reported low pressure. Removed rubber gasket from meter housing to resolve issue at acct. #853-Gonzalez, Herrera.	9264	0.00	127.50
08/05/25	Reading Route 5 meters during lunch.	9265	0.00	60.00
08/06/25	After hours to resolve MOV issues at	9266	0.00	210.00

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

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John Marez, Administrator

08/06/25	After hours to complete meter rereads.	9267	0.00	297.50
---	***Billed in July***	9268	---	---
---	***Billed in July***	9269	---	---
08/06/25	Repaired meter leak using a splicer and 1 foot of poly at acct. #830-Robledo, Broken Arrow.	9270	0.00	210.00
08/07/25	After hours work on MOV malfunction at Central Pump Station.	9271	0.00	122.50
08/08/25	Overtime to cover front office due to being short staffed.	9272	0.00	5.81
08/10/25	Weekend readings and residuals.	9273	0.00	35.00
08/07/25	Customer reported low pressure. Removed rubber gasket from meter housing to resolve issue at acct. #1132-Ortiz, Ramirez.	9274	0.00	30.00
08/11/25	Customer reported no water since the previous day. Found leak on customer side, closed curb stop at acct. #1000-Cantu, CR 93.	9275	35.00	35.00
08/13/25	Meter removal due to customer request at acct. #1291-Garcia, La Paloma.	9276	0.00	60.00
08/14/25	Replaced meter with a new RDM meter. Previous meter was not working due to a blank screen at acct. #983-D/L Wallis, Sweet Water.	9277	0.00	110.00
08/13/25	Changed out meter to a Mueller meter at acct. #648-Rodriguez, Warbonnet.	9278	0.00	110.00
08/14/25	After hours for board meeting.	9279	0.00	67.86
08/15/25	Tap and meter set at acct. #1455-Rodriguez, CR 42. Locked meter.	9280	725.00	430.00
08/15/25	Customer reported no water since the day before. Found leak on customer side, closed curb stop at acct. #1118-Muniz, Alice Rd.	9281	30.00	30.00
08/15/25	After hours work to complete billing.	9282	0.00	8.69
08/15/25	After hours to check for leak at 3194 Nye Peterson. Called in locates.	9283	0.00	127.50
08/16/25	Took final reading and left open for new owner at acct. #1143-Newman, Nye Peterson.	9284	0.00	21.25
08/16/25	Weekend readings and residuals.	9285	0.00	35.00

08/16/25	Customer reported low pressure. Removed locking mechanism from meter to resolve issue at acct. #438-Martinez, Cobb Ln.	9286	0.00	63.75
08/17/25	Customer reported no water. Removed locking mechanism from meter to resolve issue at acct. #1153-McMinn, Rachal Ln.	9287	0.00	106.25
08/17/25	Customer reported low pressure. Removed locking mechanism from meter to resolve issue at acct. #590-Barrera, Rachal Ln.	9288	0.00	45.00
08/18/25	Customer reported no water. Removed locking mechanism from meter to resolve issues at acct. #459-Perez, Rachal Ln.	9289	0.00	136.25
08/18/25	Repaired leak on Highway 77 and FM 665 due to Contractor hitting water line. Repaired with clamp.	9290	0.00	210.00
08/18/25	Filled meter box with dirt. Meter box was sunken in at acct. #85-Longoria, Rachal Ln.	9291	0.00	60.00
08/19/25	Meter removal due to non-payment at acct. #1241-Chapa, CR 30.	9292	60.00	60.00
---	***VOID***	9293	---	---
08/19/25	Placed new meter box at acct. #523-Boone, Herrera.	9294	0.00	60.00
08/19/25	Changed out meter due to meter not working at acct. #1094-Gaona, CR 16A.	9295	0.00	110.00
08/20/25	After hours work for NWSC TCEQ Exit interview form. Sample site plan.	9296	0.00	67.86
08/14/25	After hours to drop off Patrick at office from Central due to ICE.	9297	0.00	9.00
08/19/25	Installed Mueller meter at acct. #1464-Perez, Sweetwater.	9298	0.00	110.00
08/21/25	After hours to install discharge line for Pump #3.	9299	0.00	35.00
08/21/25	Tap and meter set at acct. #1453-Litchenberg, CR 75. Locked meter. Also repaired leak at site.	9300	725.00	1,030.00

08/21/25	Customer reported low pressure. Removed locking mechanism form meter to resolve issues at acct. #300-Longoria, Amber Rd.	9301	0.00	136.25
08/23/25	Weekend readings and residuals.	9302	0.00	35.00
08/23/25	After hours call out to cut and replace poly due to customer cutting it while mowing at acct. #1043-Marquez, Cessna.	9303	0.00	297.50
08/23/25	Customer's workers were repairing water line. Dug up and broke line to meter at acct. #276-Branch, FM 666.	9304	1,692.50	1,692.50
08/24/25	Customer reported no water. Removed locking mechanism to resolve issue at acct. #684-Alaniz, Alice Rd.	9305	0.00	63.75
08/24/25	Customer reported no water. Removed locking mechanism to resolve issue at acct. #3-Longoria, Amber Rd.	9306	0.00	85.00
08/25/25	Customer service inspection at acct. #1464-Perez, Sweet Water. Passed inspection.	9307	75.00	75.00
08/25/25	After hours work on entering payments before lock out charge. Processing lockout fee and list.	9308	0.00	14.69
08/26/25	Customer reported no water. Removed locking mechanism to resolve issue at acct. #839-Quiroz, Rachal.	9309	0.00	15.00
08/26/25	After hours unlocks at accts. #371-Salinas and #354-Ramos.	9310	180.00	180.00
08/27/25	After hours unlocks at acct. #734-Garcia.	9311	90.00	90.00
08/28/25	Repaired leak on Highway 77 and FM 665. Line was damaged by ICE.	9312	800.00	800.00
08/14/25	Customer reported low pressure. Removed locking mechanism to resolve issue at acct. #611-Guerra, Rachal Lane.	9313	0.00	60.00
08/27/25	Customer reported no water. Curb stop was closed. Open curb stop to feed water to customer at acct. #1183-Galvan, Davis Lane.	9314	35.00	35.00
08/29/25	Tap and meter set at acct. #1461-Gaitan, Hwy 77. Locked meter.	9315	725.00	430.00

08/26/25	After hours work on troubleshooting MOV at Agua Dulce Pump Station.	9316	0.00	87.50
08/31/25	Weekend readings and residuals.	9317	0.00	105.00
---	***Billed in September***	9318	---	---
---	***Billed in September***	9319	---	---
---	***Billed in September***	9320	---	---
08/31/25	Changed coupling on NWSC Pump #1 at Driscoll Pump Station.	9321	0.00	60.00
---	***Billed in September***	9322	--	---
---	***Billed in September***	9323	--	---
---	***Billed in September***	9324	--	---
08/31/25	August 2025 Regular Hour Unlocks - #1353-Ortegon c/o Southern Horizon Nursery, #811-Herrera, #1035-Lopez, #124-Rodriguez, #1176-Sanchez, #141-Vasquez c/o Wilcher, #663-Conde, #950-Martinez, #1273-Walker, #814-Gamez c/o Aldana, #1180-Castaneda, #651-Vasquez, #1271-Naba, #734-Garcia, #1261-Salinas, #516-Sandoval.	9325	1,020.00	1,020.00

Total Due STWA	\$11,361.41
Amount Invoiced to Others	\$6,192.50

Payment due by September 29, 2025
Thank you!

South Texas Water Authority

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

Invoice #S25-131

September 25, 2025

Bill To

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

For

Reimbursement Invoice

Item Description	Amount
Hose of South Tx: tank hose	\$77.91
Lowe's: PVC repair coupling	\$40.77
Home Depot: electric tape, tubing	\$78.16
Lowe's: 4 cement bags	\$17.72
Home Depot: 2 4"x 3" flush brush	\$22.32
Lowe's: 1 spinkler	\$23.73
Hightouch: repair on kiosk	\$125.00

Subtotal

\$385.61

Tax Rate

Other Costs

Total Cost

\$385.61

Make all checks payable to South Texas Water Authority

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

Contact Noemi S. Flores, 361 592-9323 or nflores@stwa.org

Thank you for your business!

**SOUTH TEXAS WATER AUTHORITY****2302 E. SAGE RD.****KINGSVILLE, TEXAS 78363****INVOICE**

S25 - 139

October 14, 2025

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

Usage

Agua Dulce Rural	1,503,420
Banquete - NWSC Pump Station	1,913,440
Bishop East	1,625,000
Central Rural	1,935,729
Driscoll Rural	1,351,000
Sablatura Park	764,280
LCS	1,753,790
KB Foundation	160,000
Tesla	4,871,660
	<u>15,878,319</u>

Total Water Usage for Period	9/1/2025	to	10/1/2025	15,878,319
Contract Year to Date Usage - - - - -	146,754,056 gallons			

Water Rate (per thousand gallons)

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

Total charges \$152,952.92

Total consumption 46,620

Cost of Water from City of Corpus Christi \$ 3.280843

Amount Due

STWA Handling Charge	15,878,319 g @	\$ 0.500000	=	\$ 7,939.16
Corpus Christi Water Cost	15,878,319 g @	\$ 3.280843	=	\$ 52,094.28
Water Rate for current billing period		\$ 3.780843		

Cost of Water

15,878,319 gallons @ \$3.780843 per thousand gallons \$ 60,033.43

Total Due for Water Usage for period 9/1/2025 to 10/1/2025

\$ 60,033.43**Net Water Revenue - STWA**

Handling Charge	\$7,939.16
less Pumping Cost	- \$2,099.14
= Net Revenue	\$5,840.02

Payment Due within 30 days of Receipt of Invoice

Thank You!

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Jose M. Graveley, President <https://spdpid.comptroller.texas.gov/> or the Authority's website www.stwa.org

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**SOUTH TEXAS WATER AUTHORITY****2302 E. SAGE RD.****KINGSVILLE, TEXAS 78363****INVOICE**

S25 - 140

October 14, 2025

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

Description		Amount Due	
No. of Connections This Month:		1133	
1133	General Maintenance (per connection) @	\$ 6.25	\$ 7,081.25
1133	Read Meters (per connection) @	\$ 1.95	2,209.35
3	Sample Collection (per sample) @	\$ 40.00	120.00
Billing Services for Month of:			
September, 2025			
200	Final Notice Cards @	\$ 1.10	09/09/25 220.00
1133	Statements @	\$ 2.00	09/15/25 2,266.00
4	Meter Removal/Cancel Letters @	\$ 1.75	09/03/25 7.00
1133	Administration (per connection) @	\$ 6.00	6,798.00
1144	Copies @	\$ 0.10	114.40
	Postage		33.64
TOTAL		\$	18,849.64

Payment Due By
October 31, 2025

Thank You!

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John Marez, Administrator



SOUTH TEXAS WATER AUTHORITY
2302 E. SAGE RD.
KINGSVILLE, TEXAS 78363

S25-143

October 26, 2025

Nueces Water Supply Corporation
2302 E. Sage Road
Kingsville, Tx 78363

DATE	DESCRIPTION	W.O. #	Invoiced to others	Due to STWA
09/07/25	Weekend readings and residuals.	9318	0.00	35.00
09/01/25	Holiday readings and residuals.	9319	0.00	46.90
09/01/25	After hours call out due to customer hitting water line with auger at acct. #405- Gonzalez, CR 81.	9320	1,563.75	1,563.75
---	***Billed in August***	9321	---	---
09/03/25	Regular hours call out for water line broken by Contractor (I.C.E). Repaired leak with clamp at FM 666 & Hwy 77.	9322	170.00	170.00
09/03/25	Set new meter at acct. #1465-Benavides, Heather Rd.	9323	110.00	110.00
09/03/25	Customer service inspection at acct. #1461- Gaitan, Hwy 77. Passed inspection.	9324	75.00	75.00
---	***Billed in August***	9325	---	---
09/10/25	After hours call out for leak in alleyway of Tomahawk & Broken Arrow. Called in for line locate. Repair was made on 9/11/25.	9326	0.00	170.00
09/15/25	Customer #949-Rubio, CR 81A reported low pressure since Thursday. Neighbors also had low pressure. Flushing was causing area to have no pressure.	9327	0.00	30.00
09/15/25	Customer service inspection at acct. #1455- Rodriguez, CR 42. Passed inspection.	9328	75.00	75.00

Jose M. Graveley, President
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09/11/25	Regular hours and after hours to repair leak at 5148-Broken Arrow.	9329	0.00	1,988.75
09/14/25	Weekend readings and residuals.	9330	0.00	35.00
09/15/25	After hours work to repair leak at flush valve using hand tools only. Flush valve was damaged by grass fire.	9331	0.00	1,083.75
09/15/25	Customer service inspection at acct. #1434-De Leon, Sweet Water. Passed inspection.	9332	75.00	75.00
09/16/25	Bee control at acct. #805-Tapia, Lindsey Drive.	9333	0.00	120.00
09/21/25	After hours call out due to no water. Removed gasket and returned flow. Issue was resolved at acct. #1142-Ramon, 3705 Airfield.	9334	0.00	127.50
09/18/25	Regular and after hours work to repair leak at CR 12 & CR 87.	9335	0.00	1,475.00
09/19/25	After hours work on extension on CR 18 at La Paloma.	9336	0.00	63.75
09/21/25	Weekend readings and residuals.	9337	0.00	15.00
09/20/25	After hours work due to air compressor was left on at Driscoll Pump Station. Flushed out line and hydrant at various locations due to air in lines.	9338	0.00	375.00
09/23/25	Meter removal due to non-payment at acct. #1413-Herrera, Spring Gardens - Reyna St.	9339	60.00	60.00
09/23/25	Meter removal due to non-payment at acct. #908-Lopez, CR 12.	9340	60.00	60.00
09/23/25	After hours work to check Agua Dulce ground storage tank and Central Pump Station pressure.	9341	0.00	17.50
09/24/25	Customer reported low pressure/ no water. Removed rubber gasket from meter to resolve issue at acct. #898-Guerra, Tomahawk.	9342	0.00	15.00

09/24/25	Customer reported no water. Removed rubber gasket from meter at acct. #686-Medina, Lost Creek.	9343	0.00	30.00
09/24/25	After hours work on the Corporation lockouts and unlocks at accts. #1149-Pena, #1176-Sanchez, #172-Cruz, #1322-Navarro, #1273-Walker, #1000-Cantu, #155-Espinoza.	9344	630.00	655.88
09/24/25	After hours work on flushing Agua Dulce rural area. Was too much pressure, air in the line.	9345	0.00	170.00
09/24/25	After hours work on Central Pump Station. Placed Pump 2 on auto. At Agua Dulce Pump Station Pump 2 was turned on.	9346	0.00	17.50
09/25/25	Lockouts and unlocks during lunch hour.	9347	0.00	25.88
09/28/25	Weekend readings and residuals.	9348	0.00	35.00
09/27/25	Tap and meter set at acct. #1444-Aguilar, CR 18. 320' Extension to flush valve.	9349	1,451.75	1,246.00
09/27/25	Tap and meter set at acct. #1445-Aguilar, CR 18.	9350	725.00	430.00
09/29/25	Tap and meter set at acct. #1446-Aguilar, CR 18.	9351	725.00	430.00
09/29/25	Customer reported low pressure. Agua Dulce Ground Storage Tank was not filling up. Pressure returned to normal at acct. #1373-Jimenez, FM 70.	9352	0.00	15.00
09/18/25	Customer reported low pressure off and on. Removed locking mechanism at acct. #557-Olivarez, Longoria.	9353	0.00	45.00
09/30/25	Changed out meter due to meter not working properly at acct. #1035-Lopez, CR 93.	9354	0.00	110.00
09/30/25	Replaced meter box at acct. #3-Longoria, Lost Creek.	9355	0.00	60.00

09/30/25	September 2025 Regular Hours Unlocks - #1168-Garcia, #182-Cerda, #1072- Fernandez, #876-Reyna, #141-Vasquez c/o Wilcher, #1140-Abusetta, #720-Moralez c/o Garcia, #734-Garcia, #1361- Frederiksen, #1261-Salinas, #1335- Martinets.	9356	660.00	660.00
---	***Billed in October***	9357	---	---
---	***Billed in October***	9358	---	---
---	***Billed in October***	9359	---	---
---	***Billed in October***	9360	---	---
---	***Billed in October***	9361	---	---
---	***Billed in October***	9362	---	---
---	***Billed in October***	9363	---	---
---	***Billed in October***	9364	---	---
09/12/25	Customer reported very low water. Dug up service main. Fixed kink on poly and repaired line at acct. #348-Velasquez, Beechcraft Rd.	9365	0.00	90.00

Total Due STWA	\$11,807.16
Amount Invoiced to Others	\$6,380.50

Payment due by October 29, 2025
Thank you!

**SOUTH TEXAS WATER AUTHORITY****2302 E. SAGE RD.****KINGSVILLE, TEXAS 78363****INVOICE**

S25 - 153

November 17, 2025

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

Usage

Agua Dulce Rural	1,447,590
Banquete - NWSC Pump Station	1,891,840
Bishop East	2,052,000
Central Rural	1,806,556
Driscoll Rural	1,321,000
Sablatura Park	786,605
LCS	1,777,640
KB Foundation	158,200
Tesla	5,969,704
	<u>17,211,135</u>

Total Water Usage for Period 10/1/2025 to 11/1/2025 17,211,135
Contract Year to Date Usage ----- 17,211,135 gallons

Water Rate (per thousand gallons)

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

Total charges \$157,378.02

Total consumption 47,990

Cost of Water from City of Corpus Christi \$ 3.279392

Amount Due

STWA Handling Charge 17,211,135 g @ \$ 0.600000 = \$ 10,326.68

Corpus Christi Water Cost 17,211,135 g @ \$ 3.279392 = \$ 56,442.06

Water Rate for current billing period \$ 3.879392

Cost of Water

17,211,135 gallons @ \$3.879392 per thousand gallons \$ 66,768.74

Total Due for Water Usage for period 10/1/2025 to 11/1/2025 **\$ 66,768.74****Net Water Revenue - STWA**

Handling Charge	\$10,326.68
less Pumping Cost	- <u>\$2,110.75</u>
= Net Revenue	\$8,215.93

Payment Due within 30 days of Receipt of Invoice

Thank You!

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**SOUTH TEXAS WATER AUTHORITY****2302 E. SAGE RD.****KINGSVILLE, TEXAS 78363****INVOICE**

S25 - 154

November 17, 2025

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

Description		Amount Due	
No. of Connections This Month:		1138	
1138	General Maintenance (per connection) @	\$ 6.25	\$ 7,112.50
1138	Read Meters (per connection) @	\$ 1.95	2,219.10
3	Sample Collection (per sample) @	\$ 40.00	120.00
Billing Services for Month of:			
October, 2025			
215	Final Notice Cards @	\$ 1.10 10/08/25	236.50
1138	Statements @	\$ 2.00 10/15/25	2,276.00
9	Meter Removal/Cancel Letters @	\$ 1.75 10/2 & 10/28/25	15.75
1138	Administration (per connection) @	\$ 6.00	6,828.00
1765	Copies @	\$ 0.10	176.50
	Postage		34.35
TOTAL			\$ 19,018.70

Payment Due By
November 30, 2025

Thank You!

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**SOUTH TEXAS WATER AUTHORITY****2302 E. SAGE RD.****KINGSVILLE, TEXAS 78363**

S25-157

November 21, 2025

Nueces Water Supply Corporation
2302 E. Sage Road
Kingsville, Tx 78363

DATE	DESCRIPTION	W.O. #	Invoiced to others	Due to STWA
10/03/25	Regular and after hours work on repairing a leak on FM 2826 and CR 77.	9357	0.00	3,375.00
10/04/25	Tap and meter set at acct. #1462-Borrego, FM 666.	9358	725.00	430.00
10/03/25	Set flush valves on FM 892 on Driscoll side due to customer complaint of milky water at acct. #480-Chapa, FM 892.	9359	0.00	110.00
10/05/25	Weekend readings and residuals.	9360	0.00	52.50
10/06/25	Regular and after hours work on repairing a leak on ARV 1" line and placed 1" PVC curb stop to stop leak on FM 70 and CR 28.	9361	0.00	1,200.00
10/06/25	Meter change out due to meter not working at acct. #716-Martinez, Heather Road.	9362	0.00	110.00
10/06/25	Replaced meter box at acct. #830-Broken Arrow.	9363	0.00	60.00
04/29/25	Customer reported meter was changed out recently and now there is a leak at the meter. Dug around and found leak on customer side at acct. #206-Cisneros, Glenco.	9364	43.75	43.75
---	***Billed in September***	9365	---	---
10/06/25	After hours work on Corporation's meter rereads.	9366	0.00	52.50
10/01/25	Reservice and replaced meter box acct. #1472-Duran, CR 81.	9367	110.00	170.00

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

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

10/06/25	Customer reported low pressure. Removed rubber gasket to resolve issue at acct. #1098-Silvas - Lost Creek.	9368	0.00	30.00
10/06/25	Customer reported low pressure. Removed rubber gasket to resolve issue at acct. #872-Gonzalez, Herrera St.	9369	0.00	30.00
10/06/25	Customer reported low pressure. Removed rubber gasket to resolve issue at acct. #1224-Borrego, Davis Ln.	9370	0.00	15.00
10/06/25	Customer reported no water. Removed rubber gasket from meter to resolve issue at acct. #633-Hernandez, Trejo.	9371	0.00	15.00
10/10/25	Regular and after hours work on repairing a leak on FM 70 & CR 12.	9372	0.00	4,235.00
10/12/25	After hours work on repairing a leak at flush valve on CR 10.	9373	0.00	970.00
10/11/25	After hours work on troubleshooting/resetting Pump #2. Pump #1 is offline awaiting replacement at Agua Dulce Pump Station.	9374	0.00	280.00
10/12/25	Weekend readings and residuals.	9375	0.00	35.00
10/14/25	Removed locking mechanism to resolve issue at acct. #548-Velez, Longoria.	9376	0.00	30.00
10/15/25	Meter boxes on property shown on diamond maps. Meter box 1 had no meter and meter box 2 was removed at 3779 Rachal.	9377	0.00	60.00
10/15/25	Customer service inspection at acct. #1435-Perez, Cessna Rd. Passed inspection.	9378	75.00	75.00
10/15/25	Customer service inspection at acct. #1462-Borrego, FM 666. Passed inspection.	9379	75.00	75.00
10/14/25	Meter removal due to nonpayment at acct. #1460-Bravo Global Investments, CR 81.	9380	60.00	60.00
10/15/25	Customer service inspection at acct. #1453-Litchenberg, CR 75. Passed inspection.	9381	75.00	75.00
10/16/25	Regular and after hours work on repairing a leak on poly coming from corp stop on 3290 CR 103.	9382	0.00	1,258.75

10/16/25	Meter removal due to nonpayment at acct. #587-Corondo, CR 16A.	9383	60.00	60.00
10/16/25	Verified service line type for lead service line inventory at acct. #283-Spillman, CR 81A.	9384	0.00	35.00
10/16/25	Verified service line type for lead service line inventory at acct. #43-Boswell, CR 81A.	9385	0.00	35.00
10/16/25	Verified service line type for lead service line inventory at acct. #102-Staff, CR 4.	9386	0.00	35.00
10/16/25	Verified service line type for lead service line inventory at acct. #39-Dray, Business 77.	9387	0.00	35.00
10/16/25	Verified service line type for lead service line inventory at acct. #191-Solution Integrated Chem, CR 4.	9388	0.00	35.00
10/16/25	Verified service line type for lead service line inventory at acct. #630-Perea Jr., S. Birch.	9389	0.00	35.00
10/16/25	Verified service line type for lead service line inventory at acct. #369-Mitag, CR 6.	9390	0.00	35.00
10/16/25	Verified service line type for lead service line inventory at acct. #123-Richey, CR 6.	9391	0.00	35.00
10/17/25	Verified service line type for lead service line inventory at acct. #242-Wolter, CR 4.	9392	0.00	35.00
10/16/25	Verified service line type for lead service line inventory at acct. #962-Cantu, CR 4.	9393	0.00	35.00
10/19/25	Weekend readings and residuals.	9394	0.00	35.00
10/18/25	After hours call due to no pressure. Changed out meter due to screen not working at acct. #317-Robles, Skyhawk.	9395	0.00	552.50
10/16/25	Worked late to cover the front office due to being short staffed.	9396	0.00	12.16
---	***VOID***	9397	---	---
10/22/25	Bee control and took reading due to zero usage at acct. #309-Prukop, FM 70.	9398	0.00	30.00
10/23/25	After hour unlocks at acct. #172-Cruz, #202-Perrigue, #1000-Cantu, #994-Escareno.	9399	360.00	360.00
10/23/25	After hours work to mark line locate on Cobb Lane.	9400	0.00	21.25

10/23/25	After hours unlock at acct. #273-Candela.	9401	90.00	90.00
---	***VOID***	9402	---	---
10/26/25	Weekend readings and residuals.	9403	0.00	35.00
10/26/25	After hours work on low pressure at NWSC Banquete Pump Station due too electrical problems with pump and motor.	9404	0.00	192.50
10/27/25	No water due to meter malfunction. Removed rubber gasket to resolve issue at acct. #903-Gomez, CR 81.	9405	0.00	30.00
10/27/25	No water due to meter malfunction. Removed rubber gasket to resolve issue at acct. #11-Sanchez, CR 91.	9406	0.00	30.00
10/30/25	Customer requested NWSC to clean up and dress up the area in front of their property following bore for tap at 5984 Sweet Water. Cleared and dressed area at 5983 Sweet Water.	9407	0.00	292.50
10/30/25	Customer reported no water/ low pressure. Removed locking mechanism to resolve issue at acct. #109-Aguilar, Sweet Water.	9408	0.00	30.00
10/31/25	October 2025 Regular hour unlocks - #811-Herrera, #1176-Sanchez, #38-Gamboa, #1215-Bagan, #1278-Quinones, #1442-Martinez, #1083-Esquivel, #651-Vasquez, #1455-Rodriguez, #1051-Vallejo, #834-Velez, #1407-Cedillo.	9409	720.00	720.00
---	***Billed in November***	9410	---	---
---	***Billed in November***	9411	---	---
10/31/25	Customer service inspection at acct. #1465-Benavidez, Heather Rd. Passed inspection.	9412	75.00	75.00
---	***Billed in November***	9413	---	---
---	***Billed in November***	9414	---	---
---	***Billed in November***	9415	---	---
---	***Billed in November***	9416	---	---
---	***Billed in November***	9417	---	---
---	***Billed in November***	9418	---	---
---	***Billed in November***	9419	---	---
---	***Billed in November***	9420	---	---

---	***Billed in November***	9421	---	---
---	***Billed in November***	9422	---	---
---	***Billed in November***	9423	---	---
---	***Billed in November***	9424	---	---
---	***Billed in November***	9425	---	---
---	***Billed in November***	9426	---	---
---	***Billed in November***	9427	---	---
---	***Billed in November***	9428	---	---
---	***Billed in November***	9429	---	---
---	***Billed in November***	9430	---	---
---	***Billed in November***	9431	---	---
---	***Billed in November***	9432	---	---
10/28/25	Meter and node replacement due to damaged wires at acct. #1311-Banda, CR 30.	9433	0.00	110.00

Total Due STWA **\$ 15,873.41**
Amount Invoiced to Others **\$ 2,468.75**

Payment due by November 30, 2025
 Thank you!

ATTACHMENT 3

FY2025 Budget Amendments

Memorandum

TO: Nueces Water Supply Corporation Board of Directors
FROM: John Marez, General Manager
DATE: December 1, 2025
SUBJECT: Fiscal Year 2025 Budget Amendments

Background:

Enclosed please find a proposed FY 2025 Amended Budget. Staff has reviewed the revenues and expenditures as of October 31, 2025. Even though the Corporation is not under the same requirements as a governmental entity, staff recommends adjusting the budget prior to year-end and the external audit.

Analysis:

The total operating expenses varied from the original Adopted and Final budgets totaling \$319,250. Overall, there is a decrease in the Net Operating Income of \$113,293 from the original adopted budget to the proposed amended budget based on water loss and water restrictions. Calculating the Texas Water Development Board payment of \$42,577 results in a Net Loss After Loan Payment of \$670,390 which takes into account \$400,000 in Depreciation Expense, which is not a cash flow item.

Staff Recommendation:

Approve the amended FY 2026 budget.

Board Action:

Determine whether to approve the recommended amended budget.

Summary:

The final metered water sales of \$1,100,000 is \$53,274 less due to Stage 3 water restrictions and water loss. Although the final budget indicates a \$670,390 loss, depreciation is a noncash item and removing it from expenses shows a net loss of \$270,390.

NUECES WATER SUPPLY CORPORATION

FY 2025 FINAL BUDGET

\$33.00	Monthly Minimum
\$5.00	Up to 10k
\$5.05	10k - 20k
\$5.10	20k and over
\$5.21	Industry
\$10.20	Aqua 100,000+

	2025 ADOPTED BUDGET	AS Of 10/31/2025	FINAL BUDGET	VARIANCE
REVENUES				
Meter Water Sales	\$1,163,274	\$926,736	\$1,110,000	-\$53,274
Industry Water Sales	\$125,000	\$0	\$0	-\$125,000
Late Charge Fee - Utility	\$15,000	\$10,605	\$12,000	-\$3,000
Reconnect & Nsf Charges	\$20,000	\$16,975	\$18,000	-\$2,000
Transfer Fees	\$225	\$125	\$225	\$0
Reservice Fees	\$10,000	\$6,812	\$7,500	-\$2,500
Customer Service Inspections	\$4,500	\$3,400	\$4,000	-\$500
Miscellaneous Revenue	\$500	\$141,085	\$142,000	\$141,500
Interest on Temp. Investment	\$75,000	\$62,124	\$75,000	\$0
TOTAL REVENUES	\$1,413,499	\$1,167,862	\$1,368,725	-\$44,774

	2025 ADOPTED BUDGET	AS Of 10/31/2025	FINAL BUDGET	VARIANCE
EXPENDITURES				
Water Service	\$600,000	\$500,344	\$680,000	\$80,000
Water Samples	\$20,000	\$19,884	\$25,000	\$5,000
Meter Readings & Member Notices	\$80,000	\$56,481	\$80,000	\$0
Depreciation Expense	\$400,000	\$333,333	\$400,000	\$0
Dues/Subscriptions/Public	\$10,500	\$6,373	\$10,500	\$0
General Liab./Prop. Insurance	\$13,000	\$0	\$13,000	\$0
Surety Bonds	\$88	\$88	\$88	\$0
D&O Bonds	\$0	\$0	\$0	\$0
Professional Servies - Legal	\$40,000	\$11,699	\$40,000	\$0
Professional Services - Audit	\$8,200	\$9,798	\$11,000	\$2,800
Professional Services - Inspections	\$11,000	\$14,622	\$20,000	\$9,000
Professional Services - Engineering	\$20,000	\$192,639	\$250,000	\$230,000
Misc. Expense	\$500	\$207	\$500	\$0
Postage & Box Rental	\$13,000	\$9,812	\$13,000	\$0
Administration	\$150,000	\$67,932	\$100,000	-\$50,000
Part-time	\$6,500	\$0	\$0	-\$6,500
Bad Debt	\$1,500	\$231	\$750	-\$750
Repairs & Maintenance Fees	\$155,000	\$176,540	\$215,000	\$60,000
Oper. & Maintenance Fees	\$110,000	\$73,122	\$110,000	\$0
Meter Installation & Removal	\$17,500	\$5,145	\$8,000	-\$9,500
Customer Service Inspections	\$5,500	\$2,650	\$4,500	-\$1,000
Telephone	\$7,500	\$0	\$7,500	\$0
Travel/Training/Meetings	\$1,500	\$0	\$700	-\$800
Printing & Office Supplies	\$6,000	\$5,627	\$7,000	\$1,000
Debt service - TWDB - 20 Yrs	\$42,577	\$42,577	\$42,577	\$0
Total Operating Expenses	\$1,719,865	\$1,529,104	\$2,039,115	\$319,250

Net Operating Income (loss)	-\$306,366	-\$361,242	-\$670,390
Net Income less depreciation	\$93,634	-\$27,909	-\$270,390

ATTACHMENT 4

FY 2026 Budget

Memorandum

TO: Board of Directors
FROM: John Marez, General Manager
DATE: December 1, 2025
SUBJECT: Memo New Fiscal Year Budget

Background:

Nueces Water Supply Corporation (NWSC) staff have conducted a five-year average billing analysis to evaluate the potential revenue impacts from proposed rate adjustments. The analysis compared the current rate structure to three new options (A, B, and C) to determine their effect on both minimum revenues and total sales revenue from water consumption.

Analysis:

The study reviewed 1,138 active meters, including standard residential (5/8" & 3/4"), small commercial (1"), and larger up to 8" industrial. The comparison evaluated both minimum bill revenues and sales revenue based on the average consumption over the past five years.

Rate Structure	Total Minimum & Sales Revenue
Current Rates	\$1,140,560
Option A	\$1,162,242
Option B	\$1,183,811
Option C	\$1,205,374

Each option incorporates a slightly higher base rate and incremental gallon charge increases, with Option C providing the highest overall return. The differences among the three proposed options are moderate but would collectively strengthen NWSC's financial position to meet ongoing operational costs, infrastructure maintenance, and reserve targets.

Option	Estimated Revenue Increase over Current	Approx. % Change
A	+\$21,682	+1.9%
B	+\$43,251	+3.8%
C	+\$64,814	+5.7%

Option C produces the highest gain, balancing affordability and sustainability.

Staff Recommendation:

Staff recommends that the Board adopt Option C along with an increase for the Industrial Rate.

This provides a reasonable rate adjustment that modestly increases customer billing while generating additional annual revenue to address future system improvements and inflationary cost pressures.

Board Action:

Approve Rate Option C and recommended Industrial Rate as the new rate structure effective at the start of the next fiscal year.

Summary:

The analysis demonstrates that each proposed rate option would enhance NWSC's revenue stability. Option C offers the most strategic approach, supporting operational needs, upcoming capital projects, and the long-term sustainability of the Corporation.

Any rate structure approved by the board should include an increase in the Industrial Rate as reflected in the support documentation attached to this memo.

Nueces Water Supply Corporation

Rate Analysis based on 5 Year Average Sales--October 10, 2021 through October 10, 2025
20 Year TWDB Note

	Mo. Mins*	Up to 10k	10k to 20 k	Net 20k+	Industry	Aqua @ 2x Over 100,000	TOTALS
No Change	\$33.00 \$509,742	\$5.00 \$199,502	\$5.05 \$84,952	\$5.10 \$303,751	\$5.21 \$1,277	\$10.20 \$41,335	\$1,140,560
Proposal "A"	\$34.00 \$525,073	\$5.05 \$201,497	\$5.10 \$85,793	\$5.15 \$306,729	\$5.75 \$1,409	\$10.30 \$41,741	\$1,162,242
Proposal "B"	\$35.00 \$540,423	\$5.10 \$203,492	\$5.15 \$86,634	\$5.20 \$309,707	\$5.75 \$1,409	\$10.40 \$42,146	\$1,183,811
Proposal "C"	\$36.00 \$555,766	\$5.15 \$205,487	\$5.20 \$87,475	\$5.25 \$312,685	\$5.75 \$1,409	\$10.50 \$42,551	\$1,205,374

*Monthly Minimum for 5/8" meter--larger meters are at a higher minimum based on capacity.

Revenues:	@ Current Rates	"A"	"B"	"C"
Water Revenues	\$1,140,560	\$1,162,242	\$1,183,811	\$1,205,374
Industry Revenues	\$400,000	\$400,000	\$400,000	\$400,000
Late, Reconnect, NSF Fees	\$36,400	\$36,400	\$36,400	\$36,400
Reservice, Transfer, CSI Fees	\$15,225	\$15,225	\$15,225	\$15,225
Miscellaneous Rev	\$1,000	\$1,000	\$1,000	\$1,000
Interest Earnings	\$75,000	\$75,000	\$75,000	\$75,000
Total Revenues:	\$1,668,185	\$1,689,867	\$1,711,436	\$1,732,999

Estimated FY 26 Expenses:	@ Current Rates	"A"	"B"	"C"
Administrative	\$110,000	\$110,000	\$110,000	\$110,000
Water Samples	\$25,000	\$25,000	\$25,000	\$25,000
Gen. Maintenance/O&M Fees	\$100,000	\$100,000	\$100,000	\$100,000
Billing/Meter Reading	\$90,000	\$90,000	\$90,000	\$90,000
Subtotal	\$325,000	\$325,000	\$325,000	\$325,000
Wholesale Water**	\$820,000	\$820,000	\$820,000	\$820,000
Printing and Office Supplies	\$7,000	\$7,000	\$7,000	\$7,000
Professional Fees	\$323,000	\$323,000	\$323,000	\$323,000
Telephone	\$7,500	\$7,500	\$7,500	\$7,500
Dues/Subscriptions	\$10,500	\$10,500	\$10,500	\$10,500
Liability Insurance	\$13,000	\$13,000	\$13,000	\$13,000
Surety Bond	\$150	\$150	\$150	\$150
D&O Insurance	\$0	\$0	\$0	\$0
Postage	\$13,000	\$13,000	\$13,000	\$13,000
Bad Debt	\$1,000	\$1,000	\$1,000	\$1,000
Repairs and Maintenance	\$195,000	\$195,000	\$195,000	\$195,000
Meter Install/Remove	\$10,000	\$10,000	\$10,000	\$10,000
Customer Serv Inspect. CSI	\$4,000	\$4,000	\$4,000	\$4,000
Travel/Training/Meetings	\$1,500	\$1,500	\$1,500	\$1,500
PT and Miscellaneous	\$500	\$500	\$500	\$500
Debt Service 20 years	\$63,922	\$63,922	\$63,922	\$63,922
Total w/o Depreciation	\$1,795,072	\$1,795,072	\$1,795,072	\$1,795,072

Net Income Without Dep/Amort	-\$126,887	-\$105,204	-\$83,635	-\$62,072
Depreciation	\$400,000	\$400,000	\$400,000	\$400,000
Total Expenses with Depr/Amort.	\$2,195,072	\$2,195,072	\$2,195,072	\$2,195,072
Net Income less Depr.	-\$526,887	-\$505,204	-\$483,635	-\$462,072

Nueces Water Supply Corporation
2026 Proposed Budget
"Current Rates"
20 year TWDB Note

5/8" \$33.00	Up to 10,000g	\$5.00
3/4" \$39.21	10,000-20,000g	\$5.05
1" \$76.59	20,000+g	\$5.10
2" \$176.34	Industry	\$5.21
4" \$334.95		
8" \$2,640.00		
Wholesale \$468.10	Aqua 2x 100,000 +g	\$10.20

Operating Revenues:

	ADOPTED 2025 Budget	2025 Y/E Amended Budget	Proposed 2026 Budget	Variance
Metered Water Sales	\$1,163,274	\$1,110,000	\$1,140,560	\$30,560
Industry Water Sales	\$125,000	\$0	\$400,000	\$400,000
Late Charge Fee - Utility	\$15,000	\$12,000	\$15,000	\$3,000
Reconnect and NSF Charges	\$20,000	\$18,000	\$21,400	\$3,400
Transfer Fees	\$225	\$225	\$225	\$0
Reservice Fees	\$10,000	\$7,500	\$10,000	\$2,500
Customer Service Inspection	\$4,500	\$4,000	\$5,000	\$1,000
Miscellaneous Revenue	\$500	\$142,000	\$1,000	(\$141,000)
Total operating revenues	\$1,338,499	\$1,293,725	\$1,593,185	\$299,460

Operating expenses:

Water Service	\$600,000	\$680,000	\$820,000	\$140,000
Water Samples	\$20,000	\$25,000	\$25,000	\$0
Meter Reading & Member Notices	\$80,000	\$80,000	\$90,000	\$10,000
Depreciation Expense	\$400,000	\$400,000	\$400,000	\$0
Dues/Subscriptions/Public.	\$10,500	\$10,500	\$10,500	\$0
Liability Insurance	\$13,000	\$13,000	\$13,000	\$0
Surety Bonds	\$88	\$88	\$150	\$62
D & O Insurance	\$0	\$0	\$0	\$0
Professional Services - Legal	\$40,000	\$40,000	\$40,000	\$0
Professional Services - Audit.	\$8,200	\$11,000	\$13,000	\$2,000
Professional Services - Engin.	\$20,000	\$250,000	\$250,000	\$0
Professional Services - Inspections	\$11,000	\$20,000	\$20,000	\$0
Miscellaneous Expenses	\$500	\$500	\$500	\$0
Postage & Box rent	\$13,000	\$13,000	\$13,000	\$0
Administration	\$150,000	\$100,000	\$110,000	\$10,000
Part-Time	\$6,500	\$0	\$0	\$0
Bad Debts	\$1,500	\$750	\$1,000	\$250
Repairs & Maintenance	\$155,000	\$215,000	\$195,000	(\$20,000)
Oper. & Maintenance Fees	\$110,000	\$110,000	\$100,000	(\$10,000)
Meter Installation & Removal	\$17,500	\$8,000	\$10,000	\$2,000
Customer Service Inspections	\$5,500	\$4,500	\$4,000	(\$500)
Travel/Training/Meetings	\$1,500	\$700	\$1,500	\$800
Telephone	\$7,500	\$7,500	\$7,500	\$0
Printing & Office Supplies	\$6,000	\$7,000	\$7,000	\$0
Debt Service - TWDB 20 years	\$42,577	\$42,577	\$63,922	\$21,345
Total operating expenses	\$1,719,865	\$2,039,115	\$2,195,072	\$155,957

Net Operating Income before Deprec.

(\$381,366)	(\$745,390)	(\$601,887)	\$143,504
\$400,000	\$400,000	\$400,000	\$0

Net Income Less Depreciation

\$18,634	(\$345,390)	(\$201,887)	
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Interest on Temporary Investments

\$75,000	\$75,000	\$75,000	\$0
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Net operating income (loss)

\$93,634	(\$270,390)	(\$126,887)	(\$220,521)
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Nueces Water Supply Corporation	5/8" \$34.00	Up to 10,000g	\$5.05
2026 Adopted Budget	3/4" \$40.44	10,000-20,000g	\$5.10
Option "A"	1" \$78.98	20,000+g	\$5.15
20 year TWDB Note	2" \$181.85	Industry	\$5.75
	4" \$345.42		
	8" \$2,719.20		
Wholesale	\$482.28	qua 2x 100,000 +g	\$10.30

	ADOPTED 2025 Budget	2025 Y/E Amended Budget	Proposed 2026 Budget	Variance
Operating Revenues:				
Metered Water Sales	\$1,163,274	\$1,110,000	\$1,162,242	52,242.00
Industry Water Sales	\$125,000	\$0	\$400,000	400,000.00
Late Charge Fee - Utility	\$15,000	\$12,000	\$15,000	3,000.00
Reconnect and NSF Charges	\$20,000	\$18,000	\$21,400	3,400.00
Transfer Fees	\$225	\$225	\$225	0.00
Reservice Fees	\$10,000	\$7,500	\$10,000	2,500.00
Customer Service Inspection	\$4,500	\$4,000	\$5,000	1,000.00
Miscellaneous Revenue	\$500	\$142,000	\$1,000	(141,000.00)
Total operating revenues	\$1,338,499	\$1,293,725	\$1,614,867	\$321,142

Operating expenses:				
Water Service	\$600,000	\$680,000	\$820,000	\$140,000
Water Samples	\$20,000	\$25,000	\$25,000	\$0
Meter Reading & Member Notices	\$80,000	\$80,000	\$90,000	\$10,000
Depreciation Expense	\$400,000	\$400,000	\$400,000	\$0
Dues/Subscriptions/Public.	\$10,500	\$10,500	\$10,500	\$0
Liability Insurance	\$13,000	\$13,000	\$13,000	\$0
Surety Bonds	\$88	\$88	\$150	\$62
D & O Insurance	\$0	\$0	\$0	\$0
Professional Services - Legal	\$40,000	\$40,000	\$40,000	\$0
Professional Services - Audit.	\$8,200	\$11,000	\$13,000	\$2,000
Professional Services - Engin.	\$20,000	\$250,000	\$250,000	\$0
Professional Services - Inspections	\$11,000	\$20,000	\$20,000	\$0
Miscellaneous Expenses	\$500	\$500	\$500	\$0
Postage & Box rent	\$13,000	\$13,000	\$13,000	\$0
Administration	\$150,000	\$100,000	\$110,000	\$10,000
Part-Time	\$6,500	\$0	\$0	\$0
Bad Debts	\$1,500	\$750	\$1,000	\$250
Repairs & Maintenance	\$155,000	\$215,000	\$195,000	(\$20,000)
Oper. & Maintenance Fees	\$110,000	\$110,000	\$100,000	(\$10,000)
Meter Installation & Removal	\$17,500	\$8,000	\$10,000	\$2,000
Customer Service Inspections	\$5,500	\$4,500	\$4,000	(\$500)
Travel/Training/Meetings	\$1,500	\$700	\$1,500	\$800
Telephone	\$7,500	\$7,500	\$7,500	\$0
Printing & Office Supplies	\$6,000	\$7,000	\$7,000	\$0
Debt Service - TWDB 20 years	\$42,577	\$42,577	\$63,922	\$21,345
Total operating expenses	\$1,719,865	\$2,039,115	\$2,195,072	\$155,957

Net Operating Income before Deprec.	(\$381,366)	(\$745,390)	(\$580,205)	\$165,186
	\$400,000	\$400,000	\$400,000	\$0
Net Income Less Depreciation	\$18,634	(\$345,390)	(\$180,205)	
Interest on Temporary Investments	\$75,000	\$75,000	\$75,000	\$0
Net operating income (loss)	\$93,634	(\$270,390)	(\$105,204)	(\$198,838)

Nueces Water Supply Corporation
2026 Proposed Budget
Option "B"
20 year TWDB Note

5/8" \$35.00	Up to 10,000g	\$5.10
3/4" \$41.66	10,000-20,000g	\$5.15
1" \$81.38	20,000+g	\$5.20
2" \$187.36	Industry	\$5.75
4" \$355.88		
8" \$2,800.00		
Wholesale \$496.47	Aqua 2x 100,000 +g	\$10.40

Operating Revenues:

	ADOPTED 2025 Budget	2025 Y/E Amended Budget	Proposed 2026 Budget	Variance
Metered Water Sales	\$1,163,274	\$1,110,000	\$1,183,811	73,811.00
Industry Water Sales	\$125,000	\$0	\$400,000	400,000.00
Late Charge Fee - Utility	\$15,000	\$12,000	\$15,000	3,000.00
Reconnect and NSF Charges	\$20,000	\$18,000	\$21,400	3,400.00
Transfer Fees	\$225	\$225	\$225	0.00
Reservice Fees	\$10,000	\$7,500	\$10,000	2,500.00
Customer Service Inspection	\$4,500	\$4,000	\$5,000	1,000.00
Miscellaneous Revenue	\$500	\$142,000	\$1,000	(141,000.00)
Total operating revenues	\$1,338,499	\$1,293,725	\$1,636,436	\$342,711

Operating expenses:

Water Service	\$600,000	\$680,000	\$820,000	\$140,000
Water Samples	\$20,000	\$25,000	\$25,000	\$0
Meter Reading & Member Notices	\$80,000	\$80,000	\$90,000	\$10,000
Depreciation Expense	\$400,000	\$400,000	\$400,000	\$0
Dues/Subscriptions/Public.	\$10,500	\$10,500	\$10,500	\$0
Liability Insurance	\$13,000	\$13,000	\$13,000	\$0
Surety Bonds	\$88	\$88	\$150	\$62
D & O Insurance	\$0	\$0	\$0	\$0
Professional Services - Legal	\$40,000	\$40,000	\$40,000	\$0
Professional Services - Audit.	\$8,200	\$11,000	\$13,000	\$2,000
Professional Services - Engin.	\$20,000	\$250,000	\$250,000	\$0
Professional Services - Inspections	\$11,000	\$20,000	\$20,000	\$0
Miscellaneous Expenses	\$500	\$500	\$500	\$0
Postage & Box rent	\$13,000	\$13,000	\$13,000	\$0
Administration	\$150,000	\$100,000	\$110,000	\$10,000
Part-Time	\$6,500	\$0	\$0	\$0
Bad Debts	\$1,500	\$750	\$1,000	\$250
Repairs & Maintenance	\$155,000	\$215,000	\$195,000	(\$20,000)
Oper. & Maintenance Fees	\$110,000	\$110,000	\$100,000	(\$10,000)
Meter Installation & Removal	\$17,500	\$8,000	\$10,000	\$2,000
Customer Service Inspections	\$5,500	\$4,500	\$4,000	(\$500)
Travel/Training/Meetings	\$1,500	\$700	\$1,500	\$800
Telephone	\$7,500	\$7,500	\$7,500	\$0
Printing & Office Supplies	\$6,000	\$7,000	\$7,000	\$0
Debt Service - TWDB 20 years	\$42,577	\$42,577	\$63,922	\$21,345
Total operating expenses	\$1,719,865	\$2,039,115	\$2,195,072	\$155,957

Net Operating Income before Deprec.	(\$381,366)	(\$745,390)	(\$558,636)	\$186,755
	\$400,000	\$400,000	\$400,000	\$0
Net Income Less Depreciation	\$18,634	(\$345,390)	(\$158,636)	
Interest on Temporary Investments	\$75,000	\$75,000	\$75,000	\$0
Net operating income (loss)	\$93,634	(\$270,390)	(\$83,635)	(\$177,269)

Nueces Water Supply Corporation	5/8" \$36.00	Up to 10,000g	\$5.15
2026 Proposed Budget	3/4" \$42.89	10,000-20,000g	\$5.20
Option "C"	1" \$83.77	20,000+g	\$5.25
20 year TWDB Note	2" \$192.88	Industry	\$5.75
	4" \$366.37		
	8" \$2,880.00		
Wholesale	\$510.65	Aqua 2x 100,000 +g	\$10.50

	ADOPTED 2025 Budget	2025 Y/E Amended Budget	Proposed 2026 Budget	Variance
Operating Revenues:				
Metered Water Sales	\$1,163,274	\$1,110,000	\$1,205,374	95,374.00
Industry Water Sales	\$125,000	\$0	\$400,000	400,000.00
Late Charge Fee - Utility	\$15,000	\$12,000	\$15,000	3,000.00
Reconnect and NSF Charges	\$20,000	\$18,000	\$21,400	3,400.00
Transfer Fees	\$225	\$225	\$225	0.00
Reservice Fees	\$10,000	\$7,500	\$10,000	2,500.00
Customer Service Inspection	\$4,500	\$4,000	\$5,000	1,000.00
Miscellaneous Revenue	\$500	\$142,000	\$1,000	(141,000.00)
Total operating revenues	\$1,338,499	\$1,293,725	\$1,657,999	\$364,274
Operating expenses:				
Water Service	\$600,000	\$680,000	\$820,000	\$140,000
Water Samples	\$20,000	\$25,000	\$25,000	\$0
Meter Reading & Member Notices	\$80,000	\$80,000	\$90,000	\$10,000
Depreciation Expense	\$400,000	\$400,000	\$400,000	\$0
Dues/Subscriptions/Public.	\$10,500	\$10,500	\$10,500	\$0
Liability Insurance	\$13,000	\$13,000	\$13,000	\$0
Surety Bonds	\$88	\$88	\$150	\$62
D & O Insurance	\$0	\$0	\$0	\$0
Professional Services - Legal	\$40,000	\$40,000	\$40,000	\$0
Professional Services - Audit.	\$8,200	\$11,000	\$13,000	\$2,000
Professional Services - Engin.	\$20,000	\$250,000	\$250,000	\$0
Professional Services - Inspections	\$11,000	\$20,000	\$20,000	\$0
Miscellaneous Expenses	\$500	\$500	\$500	\$0
Postage & Box rent	\$13,000	\$13,000	\$13,000	\$0
Administration	\$150,000	\$100,000	\$110,000	\$10,000
Part-Time	\$6,500	\$0	\$0	\$0
Bad Debts	\$1,500	\$750	\$1,000	\$250
Repairs & Maintenance	\$155,000	\$215,000	\$195,000	(\$20,000)
Oper. & Maintenance Fees	\$110,000	\$110,000	\$100,000	(\$10,000)
Meter Installation & Removal	\$17,500	\$8,000	\$10,000	\$2,000
Customer Service Inspections	\$5,500	\$4,500	\$4,000	(\$500)
Travel/Training/Meetings	\$1,500	\$700	\$1,500	\$800
Telephone	\$7,500	\$7,500	\$7,500	\$0
Printing & Office Supplies	\$6,000	\$7,000	\$7,000	\$0
Debt Service - TWDB 20 years	\$42,577	\$42,577	\$63,922	\$21,345
Total operating expenses	\$1,719,865	\$2,039,115	\$2,195,072	\$155,957
Net Operating Income before Deprec.	(\$381,366)	(\$745,390)	(\$537,073)	\$208,318
	\$400,000	\$400,000	\$400,000	\$0
Net Income Less Depreciation	\$18,634	(\$345,390)	(\$137,073)	
Interest on Temporary Investments	\$75,000	\$75,000	\$75,000	\$0
Net operating income (loss)	\$93,634	(\$270,390)	(\$62,072)	(\$155,706)

Nueces Water Supply Corporation Per 1000g and Monthly Minimum Revenues

FY 25 Estimated Cost of Water	\$547,202	Without flushing and water loss
FY 25 Cost of Water	\$600,000	
Est. Increase/Decrease including flushing/loss	-52,798	

	Current	"A"	"B"	"C"
Up to 10,000	\$5.00	\$5.05	\$5.10	\$5.15
10,000 to 20,000	\$5.05	\$5.10	\$5.15	\$5.20
Above 20,000	\$5.10	\$5.15	\$5.20	\$5.25
Industry	\$5.21	\$5.75	\$5.75	\$5.75
Aqua @ 2x	\$10.20	\$10.30	\$10.40	\$10.50

REVENUE FROM WATER SALES	Current	"A"	"B"	"C"
Up to 10,000	\$199,502	\$201,497	\$203,492	\$205,487
10,000 to 20,000	\$84,952	\$85,793	\$86,634	\$87,475
Net Above 20,000	\$303,751	\$306,729	\$309,707	\$312,685
Aqua @ 2x 100,000 +g	\$41,335	\$41,741	\$42,146	\$42,551
Industry	\$1,277	\$1,409	\$1,409	\$1,409
TOTAL	\$630,818	\$637,169	\$643,389	\$649,608

Water Rate Difference Current to A, B, & C:	\$6,352	\$12,571	\$18,790
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REVENUE FROM MONTHLY MINIMUMS

FY 26 Estimated Management Fees	\$314,000
FY 25 Management Fees	<u>\$312,000</u>
Difference in Fees	\$2,000

"2025 Retained Earnings"

FY 25 Depreciation	\$300,000
FY 25 Net Income	<u>-\$145,502</u>
TOTAL	\$154,498

Number of Meters	Current	"A"	"B"	"C"
1,023	\$33.00	\$34.00	\$35.00	\$36.00
99	\$39.21	\$40.44	\$41.66	\$42.89
1	\$468.10	\$468.10	\$468.10	\$468.10
9	\$76.59	\$78.98	\$81.38	\$83.77
0	\$115.75	\$119.37	\$122.98	\$126.61
4	\$176.34	\$181.85	\$187.36	\$192.88
1	\$334.95	\$345.42	\$355.88	\$366.37
1	\$2,640.00	\$2,719.20	\$2,800.00	\$2,880.00
1,138				

Revenue from Monthly Minimums	Current	"A"	"B"	"C"
5/8	\$405,108	\$417,384	\$429,660	\$441,936
3/4	\$46,581	\$48,037	\$49,493	\$50,951
Wholesale - Golden Acres	\$5,617	\$5,617	\$5,617	\$5,617
1	\$8,272	\$8,530	\$8,789	\$9,048
1.5	\$0	\$0	\$0	\$0
2	\$8,464	\$8,729	\$8,993	\$9,258
4	\$4,019	\$4,145	\$4,271	\$4,396
8	\$31,680	\$32,630	\$33,600	\$34,560
	\$509,742	\$525,073	\$540,423	\$555,766

Mo. Min. Difference Current to A, B, & C:	\$15,331	\$30,681	\$46,024
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Mo. Min. plus Water Rate Diff. Current to A, B, & C:	\$21,682	\$43,252	\$64,815
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Net Income Without Dep/Amort	\$76,613	\$98,296	\$119,865	\$141,428
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**Nueces Water Supply Corporation--5-Year Average Usage and Revenue
Current Versus Options A, B, and C, Various Rates**

CURRENT	# of Meters	Rate	Min. Revs
5/8	1,023	\$33.00	\$405,108
3/4	99	\$39.21	\$46,581
Wholesale - Golden Acres	1	\$468.10	\$5,617
1	9	\$76.59	\$8,272
1.5	0	\$115.75	\$0
2	4	\$176.34	\$8,464
4	1	\$334.95	\$4,019
8	1	\$2,640.00	\$31,680
	1,138		\$509,742

	Rate	Gallons	Sale Revs
Up to 10k	\$5.00	39,900,450	\$199,502
10k to 20k	\$5.05	16,822,150	\$84,952
Net Above 20k	\$5.10	59,559,097	\$303,751
Aqua @ 2x	\$10.20	4,052,497	\$41,335
Industry	\$5.21	245,026	\$1,277
		120,579,219	\$630,818

TOTAL MINIMUMS AND SALES REVENUE \$1,140,560

Option "A"	# of Meters	Rate	Min. Revs
5/8	1,023	\$34.00	\$417,384
3/4	99	\$40.44	\$48,037
Wholesale - Golden Acres	1	\$468.10	\$5,617
1	9	\$78.98	\$8,530
1.5	0	\$119.37	\$0
2	4	\$181.85	\$8,729
4	1	\$345.42	\$4,145
8	1	\$2,719.20	\$32,630
	1,138		\$525,073

	Rate	Gallons	Sale Revs
Up to 10k	\$5.05	39,900,450	\$201,497
10k to 20k	\$5.10	16,822,150	\$85,793
Net Above 20k	\$5.15	59,559,097	\$306,729
Aqua @ 2x	\$10.30	4,052,497	\$41,741
Industry	\$5.75	245,026	\$1,409
		120,579,219	\$637,169

TOTAL MINIMUMS AND SALES REVENUE \$1,162,242

OPTION "B"	# of Meters	Rate	Min. Revs
5/8	1,023	\$35.00	\$429,660
3/4	99	\$41.66	\$49,493
Wholesale - Golden Acres	1	\$468.10	\$5,617
1	9	\$81.38	\$8,789
1.5	0	\$122.98	\$0
2	4	\$187.36	\$8,993
4	1	\$355.88	\$4,271
8	1	\$2,800.00	\$33,600
	1,138		\$540,423

	Rate	Gallons	Sale Revs
Up to 10k	\$5.10	39,900,450	\$203,492
10k to 20k	\$5.15	16,822,150	\$86,634
Net Above 20k	\$5.20	59,559,097	\$309,707
Aqua @ 2x	\$10.40	4,052,497	\$42,146
Industry	\$5.75	245,026	\$1,409
		120,579,219	\$643,389

TOTAL MINIMUMS AND SALES REVENUE \$1,183,811

OPTION "C"	# of Meters	Rate	Min. Revs
5/8	1,023	\$36.00	\$441,936
3/4	99	\$42.89	\$50,951
Wholesale - Golden Acres	1	\$468.10	\$5,617
1	9	\$83.77	\$9,048
1.5	0	\$126.61	\$0
2	4	\$192.88	\$9,258
4	1	\$366.37	\$4,396
8	1	\$2,880.00	\$34,560
	1,138		\$555,766

	Rate	Gallons	Sale Revs
Up to 10k	\$5.15	39,900,450	\$205,487
10k to 20k	\$5.20	16,822,150	\$87,475
Net Above 20k	\$5.25	59,559,097	\$312,685
Aqua @ 2x	\$10.50	4,052,497	\$42,551
Industry	\$5.75	245,026	\$1,409
		120,334,194	\$649,608

TOTAL MINIMUMS AND SALES REVENUE \$1,205,374

ATTACHMENT 5

Resolution 25-06

NUECES WATER SUPPLY CORPORATION

Resolution 25-06

RESOLUTION ADOPTING THE RECOMMENDED FISCAL YEAR 2026 BUDGET.

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

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

NOW, THEREFORE, BE IT RESOLVED that the Board of Directors of the Nueces Water Supply Corporation adopts the attached Fiscal Year 2026 budget.

Duly adopted this 3rd day of December, 2025.

SHERRY ZIMMERMAN, VICE-PRESIDENT

ATTEST:

KATHLEEN LOWMAN, SECRETARY/TREASURER

ATTACHMENT 6

Auditor Engagement Letter

Memo

To: Nueces Water Supply Corporation Board of Directors
From: John Marez, General Manager Interim
Date: November 25, 2025
Re: Engagement Letter-John Womack and Company

Background:

Enclosed is a Letter of Engagement for Auditing Services with John Womack & Company, P.C. for fiscal year ending December 31, 2025.

Analysis:

Last year's engagement letter quoted a cost of \$7,500 for the external audit. Enclosed is the Letter of Engagement in the amount of \$9,950 for a basic audit.

Staff Recommendation:

Accept the Letter of Engagement for Auditing Services with John Womack & Company, P.C. for fiscal year ending December 31, 2025. Review the letter outlining the various factors of the external audit including Communication, Independence, The Audit Planning Process, The Concept of Materiality in Planning and Executing the Audit, Our Approach to Internal Control Relevant to the Audit, and Timing of the Audit and instruct staff to reflect that the letter was reviewed in the meeting's minutes.

Board Action:

Determine whether to accept the engagement letter for FY 2025 audit services in an amount of \$9,950.

Summary:

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

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

JOHN L. WOMACK, CPA
MARGARET KELLY, CPA

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

November 28, 2025

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

We are pleased to confirm our understanding of the services we are to provide for Nueces Water Supply Corporation (a nonprofit Corporation) for the year ended December 31, 2025.

Audit Scope and Objectives

We will audit the financial statements of Nueces Water Supply Corporation, which comprise the statement(s) of net position as of December 31, 2025 and 2024, the related statements of activities, and cash flows for the year then ended, and the disclosures (collectively, the "financial statements"). Also, the following supplementary information accompanying the financial statements will be subjected to the auditing procedures applied in our audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America (GAAS), and we will provide an opinion on it in relation to the financial statements as a whole, in a report combined with our auditor's report on the financial statements:

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



PRIVATE COMPANIES PRACTICE SECTION, AICPA DIVISION FOR CPA FIRMS

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

Auditor's Responsibilities for the Audit of the Financial Statements

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

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

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

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

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

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

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

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

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

Responsibilities of Management for the Financial Statements

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

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

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

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

Other Services

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

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

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

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

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

Limitation on Liability

In the unlikely event that differences concerning our services or fees should arise that are not resolved by mutual agreement, to facilitate judicial resolution and save time and expense of both parties, the Corporation agrees to participate in mediation, under the

Commercial Mediation Rules of the American Arbitration Association, before any claim is asserted.

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

Engagement Administration, Fees, and Other

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

John L Womack is the engagement partner and is responsible for supervising the engagement and signing the report or authorizing another individual to sign it. We expect to begin our audit on approximately April 13, 2026. To ensure that John Womack & Co., P.C.'s independence is not impaired under the AICPA *Code of Professional Conduct*, you agree to inform the engagement partner before entering into any substantive employment discussions with any of our personnel.

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

We estimate that our fees for the audit will be \$9,950. You will also be billed for travel and other out-of-pocket costs such as report production, word processing, postage, confirmation service provider fees, etc. The fee estimate is based on anticipated cooperation from your personnel and the assumption that unexpected circumstances will not be encountered during the engagement. If significant additional time is necessary, we will keep you informed of any problems we encounter and our fees will be adjusted

accordingly. Our invoices for these fees will be rendered each month as work progresses and are payable on presentation. You may request that we perform additional services not addressed in this engagement letter. If this occurs, we will communicate with you concerning the scope of the additional services and the estimated fees. We also may issue a separate engagement letter covering the additional services. In the absence of any other written communication from us documenting such additional services, our services will continue to be governed by the terms of this engagement letter.

As an attest client, John Womack & Co., P.C. cannot store your documents, data, or records on your behalf because doing so will impair John Womack & Co., P.C.'s independence. This is in accordance with the "Hosting Services" interpretation at ET 1.295.143 of the *AICPA Code of Professional Conduct*. Nueces Water Supply Corporation is solely responsible for maintaining its own data and records.

Reporting

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

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

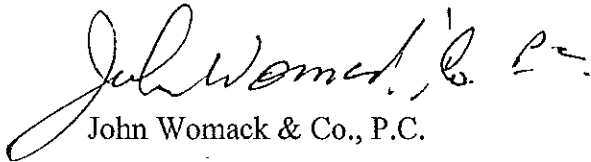
You have engaged us to include in our report a section that discusses key audit matters, if any, identified during our audit. Key audit matters are matters that are communicated or required to be communicated to those charged with governance that were, in the auditor's professional judgment, of most significance to the audit of the financial statements of the current period. Key audit matters may involve, among other things, areas of higher assessed risk of material misstatement or significant identified risks; areas that required significant auditor judgment, such as accounting estimates or other areas subject to a high degree of estimation uncertainty; or the effect of significant events or transactions in the current

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period. For each key audit matter identified in our report, our report will describe the primary reason(s) we designated it as a key audit matter, how it was addressed in the audit, and refer to the financial statement account(s) or disclosure(s) related to it. The communication of key audit matters does not alter in any way our opinion on the financial statements, taken as a whole. If our audit does not identify any key audit matters, our audit report will state that conclusion.

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

Sincerely,

A handwritten signature in cursive script, appearing to read "John Womack, C. P.C.", written in dark ink. The signature is fluid and stylized, with a large initial "J" and a trailing flourish.

John Womack & Co., P.C.

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RESPONSE:

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

Management signature: _____

Title: _____

Governance signature: _____

Title: _____

ATTACHMENT 7

Annual Membership Meeting

Memorandum

To: Nueces Water Supply Corporation Board of Directors
From: John Marez, General Manager
Date: November 25, 2025
Subject: Annual Membership Meeting Election Procedures

Background:

Per State requirements, the Board must review the Election Procedures for their Annual Membership Meeting. The procedures require sending a notice of vacancies and number of positions that are up for election. In April of 2026, Ms. Sherry Zimmerman's position is up for election. Additionally, the position previously held by Mrs. Alice J. Black remains vacant and is up for election.

Analysis:

Enclosed for review and approval are a Timeline for Election Procedures for the Annual Membership Meeting and Election of Directors, the Notice to NWSC Members outlining procedures for applying for Director and the Application for 2026 Board of Director and Candidate Information form. The documents have been updated to account for the new dates. This year the requirement for posting agendas changed from 72 hours to three business days. With the exception of this change, the procedures remain the same as last year.

Staff Recommendation:

Review and approve the procedures, timeline and mailing of required notices.

Board Action:

Review the enclosures, determine whether any changes are needed and approve the procedures and mailing of required notices according to the enclosed timeline.

Summarization:

Once approved, staff can move forward according to the timeline to provide notices and begin the process of holding an election, if needed.

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

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

1. Appoint a Credentials Committee
2. Elect Officers

At least 90 Days before Membership Meeting – Ballot, Director Application Form and Election Procedures are reviewed and adopted by the Board. **This is by January 14, 2026.**

At least 80 Days before Membership Meeting – Notice of opportunity to submit application for director offices is sent to members. **Due to the weekend, this is on January 23, 2026.**

45 Days before Membership Meeting – Applications for director offices are due. NWSC will review applications upon receipt and notify candidates of any defects that need to be cured. NWSC cannot guarantee the opportunity to cure if application is submitted less than 48 hours before this deadline. NWSC determines if candidates are unopposed. **Due to the weekend, this is on March 2, 2026.**

40 Days before Membership Meeting – Board meets to:

1. Select an independent election auditor;
2. Finalize and approve the ballot, agenda and meeting packet for the member meeting;
3. If applicable, pass resolution declaring elected all unopposed candidates and direct that resolution be posted at the NWSC's main office. **This is on March 5, 2026.**

At least 30 Days before Membership Meeting – Members' meeting packets, including notice of meeting, agenda and ballots are mailed. **Due to the weekend, this is on March 13, 2026.**

28 Days before Membership Meeting – Voting Roster is made available to the members of the Corporation in the office. **This is on March 17, 2026.**

3 business days before the Membership Meeting – NWSC posts notice of the Membership Meeting and Board meeting immediately following membership meeting in accordance with the Open Meetings Act. **This is on April 8, 2026.**

12 Noon, 1 day before the Membership Meeting – Deadline for submittal of the ballots by mail or hand delivered to the office. **This is April 13, 2026.**

Meeting/Election Day – Meeting is held and ballots are accepted until presiding director makes a last call for ballots. If applicable, presiding director reads into the record resolution declaring unopposed candidates elected. Upon adjournment, new Board of Directors meets. **This day is April 14, 2026.**

Memorandum

To: All NWSC Members

From: NWSC Board of Directors and John Marez

Date: January 21, 2026

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

The Nueces Water Supply Corporation Board of Directors is contacting all its members to notify them of the upcoming election to be held on April 14, 2026. There are two (2) positions up for election. One of these positions is currently held by Sherry Zimmerman. The other position is vacant. The term for these positions ends in 2029. At this time, the Corporation is requesting members interested in running for the position of Director to submit the necessary information. If you are submitting another person's name as a potential candidate, please note that the same paperwork is needed. The NWSC Board usually meets quarterly and meetings last approximately one hour. Enclosed is a Nueces Water Supply Corporation Application for 2026 Board of Director and Candidate Information Form.

This completed form must be returned by March 2, 2026.

New election procedures were adopted in November of 2022. The Corporation operates under Election Procedures in accordance with the Texas Water Code. If you have any questions regarding this information, please contact our office.

JM/fdl
Enclosure

Nueces Water Supply Corporation
Application for 2026 Board of Director and Candidate Information

The application form must be completed and submitted to the Corporation's office by **March 2, 2026** for the applicant's name to be placed on the ballot.

Biographical Information:

Name of Candidate: _____

Mailing Address: _____

Physical Address (if different from mailing): _____

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

Qualifications (if applicable):

Previous Board of Director Experience: _____

Business or Governmental Experience: _____

Education/Training Experience: _____

Personal Statement (100 word limit): _____

Affirmation and Pledge to Serve:

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

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

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

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

Signature of Applicant _____ Date _____

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