

NUECES WATER SUPPLY CORPORATION
Minutes – Regular Meeting
August 14, 2025

Board Members Present:

Sherry Zimmerman
Kathleen Lowman
Samuel Arciniega
Tanya Lawhon

Board Members Absent:

None

Staff Present:

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

Guests Present:

Danielle Black, Tesla
Margaret Kelly – John Womack & Co, P.C.
Louie Longoria – John Womack & Co, P.C.

1. Call to Order.

Ms. Sherry Zimmerman, 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.

Ms. Zimmerman opened the floor to citizen comments. Ms. Danielle Black introduced herself to the Board and stated that Tesla wants to be active in the community.

3. Review of proposed audit for Fiscal Year 2024.

Ms. Margaret Kelly of John Womack & Co., P.C., presented the Fiscal Year 2024 Audit. She reviewed the Operating Revenue and Expenses and reported a net loss of \$204,578. She added that the Corporation is fiscally strong with a fund balance large enough to cover over 25 months of operating expenses.

4. Resolution 25-02. Resolution accepting the Fiscal Year 2024 Audit prepared by John Womack & Co., P.C. of Kingsville.

Ms. Lowman made a motion to adopt Resolution 25-02 accepting the Fiscal Year 2024 Audit. Mr. Arciniega seconded the motion and all voted in favor.

5. Approval of Minutes.

Ms. Lowman made a motion to approve the corrected January 7, 2025 Special Meeting minutes and the minutes of the April 8, 2025 and May 5, 2025 Regular Meetings as presented. Mr. Arciniega seconded. All voted in favor.

6. Treasurer's Report/Payment of Bills.

The following financial reports were presented for review and approval:

Treasurer's Report as of March 31, 2025
Account Activity for General Account for March 1, 2025 to March 31, 2025
Account Activity for Operations Account for March 1, 2025 to March 31, 2025
TEXPOOL Participant Statement for 03/01/2025 – 03/31/2025 for General Account
TEXPOOL Participant Statement for 03/01/2025 – 03/31/2025 for Security Deposit Account
Treasurer's Report as of April 30, 2025
Account Activity for General Account for April 1, 2025 to April 30, 2025
Account Activity for Operations Account for April 1, 2025 to April 30, 2025
TEXPOOL Participant Statement for 04/01/2025 – 04/30/2025 for General Account
TEXPOOL Participant Statement for 04/01/2025 – 04/30/2025 for Security Deposit Account
Treasurer's Report as of May 31, 2025
Account Activity for General Account for May 1, 2025 to May 31, 2025
Account Activity for Operations Account for May 1, 2025 to May 31, 2025
TEXPOOL Participant Statement for 05/01/2025 – 05/31/2025 for General Account
TEXPOOL Participant Statement for 05/01/2025 – 05/31/2025 for Security Deposit Account
Treasurer's Report as of June 30, 2025
Account Activity for General Account for June 1, 2025 to June 30, 2025
Account Activity for Operations Account for June 1, 2025 to June 30, 2025
TEXPOOL Participant Statement for 06/01/2025 – 06/30/2025 for General Account
TEXPOOL Participant Statement for 06/01/2025 – 06/30/2025 for Security Deposit Account

The following bills were presented for payment:

STWA Invoice S25-041	\$ 9,369.00
February 2025 Taps and Repairs	
STWA Invoice S25-051	\$44,691.00
March 2025 Water Usage, Water Cost and Handling Charge	
STWA Invoice S25-052	\$24,154.81
March 2025 General and Administration	
STWA Invoice S25-055	\$12,477.63
March 2025 Taps and Repairs	

STWA Invoice S25-065 April 2025 Water Usage, Water Cost and Handling Charge	\$39,396.89
STWA Invoice S25-066 April 2025 General and Administration	\$18,815.86
STWA Invoice S25-069 April 2025 Taps and Repairs	\$ 8,637.99
STWA Invoice S25-080 May 2025 Water Usage, Water Cost and Handling Charge	\$47,238.20
STWA Invoice S25-081 May 2025 General and Administration	\$18,890.38
STWA Invoice S25-084 May 2025 Taps and Repairs	\$14,728.45
STWA Invoice S25-086 Supplies & Materials Reimbursement	\$ 900.96
STWA Invoice S25-094 June 2025 Water Usage, Water Cost and Handling Charge	\$53,976.88
STWA Invoice S25-095 June 2025 General and Administration	\$19,679.06
STWA Invoice S25-098 June 2025 Taps and Repairs	\$17,128.79
STWA Invoice S25-101 Standby Pay Reimbursement October 1, 2024 to June 30, 2025	\$ 1,378.94

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

7. NWSC Master Plan – Engineering Feasibility Report.

Mr. Marez explained that the 2023 Master Plan was updated to include population growth and STWA's 5-year and 50-year water demand projections, the Brackish Desalination project in Nueces County, the Ricardo Well project in Kleberg County, external water management strategy projects, the Groundwater Feasibility Study, the Cathodic Protection Study and asset management strategies for future development. He presented the Engineering Feasibility Report prepared by International Consulting Engineers (I.C.E.) and said that upgrades include tank and pump replacement at all pump stations as well as generator, valve, ammonia and chlorine

upgrades or replacement. The report has been submitted to the TWDB and their review is expected to take 30 to 90 days. He added I.C.E. has been in contact with TCEQ regarding compliance issues and hopes to have these issues resolved.

8. General Manager's Report.

- Vaquero Ventures Service on FM 665
- Water System Update

Mr. Marez reported that work has begun on the waterline installation to serve the Vaquero Ventures store on FM 665 and should be completed soon. He informed the Board that a section of waterline was not properly accounted for and the oversight may result in a reimbursement or a cost split with Vaquero. He also reported that he was contacted by Chief Clack of the Annville Fire Department about funding that has been received for fire hydrants and is awaiting further information. He had nothing further to report.

9. Adjournment.

With no further business to conduct, Mr. Arciniega made a motion to adjourn the meeting at 6:27 p.m. Ms. Lowman seconded the motion. All voted in favor.

Respectfully submitted,


Frances De Leon
Assistant Secretary