

RICARDO WATER SUPPLY CORPORATION
Annual Meeting
April 14, 2015

MINUTES

Board Members Present:

Baldemar Garcia
Robert Zavala
Oliver Hinojosa
Kathy Brown
James Fischer
Christina Titus

Board Members Absent:

Robert Garza

Membership Present:

None

Staff Present:

Carola G. Serrato
Frances De Leon
Jo Ella Wagner
Jacob Hinojosa
Dony Cantu

Guests Present:

Margaret Kelly, John Womack & Co., P.C.

1. Call to Order.

Mr. Baldemar Garcia, Board President, called the Annual Meeting to order at 7:00 p.m. at the STWA Boardroom in Kingsville, Texas. A quorum was present.

2. Citizen comments.

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

3. Approval of Minutes.

The minutes of the April 8, 2014 Annual Meeting were presented for approval. Mr. Zavala made a motion to approve the minutes as presented. Mr. Fischer seconded the motion and all were in favor.

4. Election of Board members.

Pursuant to Texas Water Code Section 67.0055, Mr. Garcia read Resolution 15-02 into record and declared unopposed candidates James Fischer and Robert Zavala elected to the Board of Directors.

5. Review of proposed audit for Fiscal Year 2014.

The Fiscal Year 2014 Audit was presented for approval and was reviewed by the Board. Ms. Margaret Kelly, John Womack & Co., P.C., reviewed the audit and explained that a prior period adjustment was made because last year's financial statements did not reflect an accrual of

\$368,993 of USDA grant receivable that the Corporation was eligible to receive as of December 31, 2013. The adjustment was made and the prior year amounts were restated to properly match revenues to related expenses for the construction of assets under the USDA Grant. She added that a single audit was not required for 2014. Ms. Kelly stated that the Corporation is in sound fiscal condition and said there was nothing negative to report.


6. **Resolution 15-03. Resolution accepting the Fiscal Year 2014 Audit prepared by John Womack & Co., P.C. of Kingsville.**

Mr. Zavala made a motion to approve Resolution 15-03 accepting the Fiscal Year 2014 Audit and Mr. Hinojosa seconded. The motion carried.

7. **Adjournment.**

With no further business to conduct, Mr. Zavala made a motion to adjourn the meeting at 7:13 p.m. Mr. Hinojosa seconded the motion and all voted in favor.

Respectfully submitted,


Frances De Leon
Assistant Secretary