

RICARDO WATER SUPPLY CORPORATION

2302 E. SAGE RD.

KINGSVILLE, TEXAS 78363

Office (361) 592-3952 Fax (361) 592-5965

MEMORANDUM

TO: Ricardo Water Supply Corporation Board of Directors
FROM: Baldemar Garcia, President
DATE: July 17, 2024
SUBJECT: Ricardo Water Supply Corporation Meeting Notice and Agenda

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

Tuesday, July 23, 2024

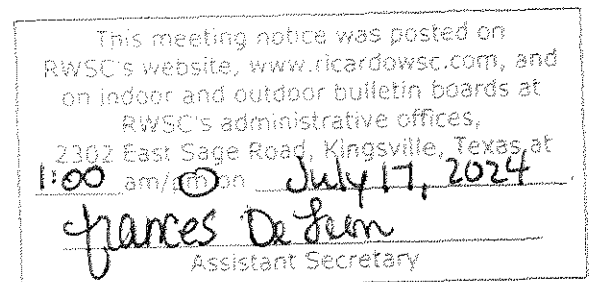
5:30 p.m.

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. Consideration and approval of a First Amendment to Amended and Restated Water Supply Contract between South Texas Water Authority and Ricardo Water Supply Corporation. (Attachment 3)
6. Consideration and approval of a Third Amendment to Management Agreement with the Ricardo Water Supply Corporation. (Attachment 4)
7. General Manager's Report.
8. 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.

BG/JM/fdl
Attachments

ATTACHMENT 1

Approval of Minutes

RICARDO WATER SUPPLY CORPORATION
Regular Meeting Minutes
June 17, 2024

Board Members Present:

Baldemar Garcia
Robert Garza
Oliver Hinojosa
Frank Escobedo
James Fischer
Tisha Jones
Robert Zavala, Jr.

Board Members Absent:

None

Staff Present:

John Marez
Frances De Leon
Jo Ella Wagner
Patrick Sendejo

Guests Present:

Hector Castaneda – Ardurra
Margaret Kelly – John Womack & Co, P.C.
John Bowers – Hubert Construction
Don Hubert – Hubert Construction

1. Call to Order.

Board President Baldemar Garcia called the Regular Meeting of the Ricardo Water Supply Corporation Board of Directors to order at 5:30 p.m. A quorum was present.

2. Citizen comments.

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

3. Review of proposed audit for Fiscal Year 2023.

Ms. Margaret Kelly, John Womack & Co., P.C., presented the Fiscal Year 2023 Audit to the Board. She reviewed the Operating Revenue and Expenses and reported that the Corporation's Net Operating Income for 2023 is \$56,934 and the Corporation remains fiscally healthy. She added that the audit showed no excess expenses over appropriations and thanked staff for their assistance in conducting the audit. There were no questions from the Board.

4. **Resolution 24-02. Resolution accepting the Fiscal Year 2023 Audit prepared by John Womack & Co., P.C. of Kingsville.**

Mr. Escobedo made a motion to approve Resolution 24-02 accepting the Fiscal Year 2023 Audit and Mr. Garza seconded. The motion carried.

The order of the agenda was changed to accommodate the guests.

12. Update on CR 1030 Water Transmission Line Improvements Project, TxCDBG TDA Contract No. CFC21-479.

Mr. John Bowers of Hubert Construction reported that the company lacks only 40 feet at the tie-in on either end of the new line and then the necessary testing will be performed. Mr. Garcia asked how far the project reaches and Mr. Bowers responded that it ends about 300 feet north of CR 2140. No action was taken by the Board.

5. Approval of Minutes.

Mr. Escobedo made a motion to approve the minutes of the April 9, 2024 Regular Meeting as presented. Mr. Fischer seconded. All voted in favor.

6. Treasurer's Report/Payment of Bills.

The following financial reports were presented for Board review and approval:

Treasurer's Report as of March 31, 2024

Account Activity for General Account for March 1, 2024 to March 31, 2024

Account Activity for Operations Account for March 1, 2024 to March 31, 2024

Account Activity for Debt Service Account for March 1, 2024 to March 31, 2024

TEXPOOL Participant Statement for 03/01/2024 – 03/31/2024 for General Account

TEXPOOL Participant Statement for 03/01/2024 – 03/31/2024 for Membership Deposit Account

TEXPOOL Participant Statement for 03/01/2024 – 03/31/2024 for USDA Reserve Account

Treasurer's Report as of April 30, 2024

Account Activity for General Account for April 1, 2024 to April 30, 2024

Account Activity for Operations Account for April 1, 2024 to April 30, 2024

Account Activity for Debt Service Account for April 1, 2024 to April 30, 2024

TEXPOOL Participant Statement for 04/01/2024 – 04/30/2024 for General Account

TEXPOOL Participant Statement for 04/01/2024 – 04/30/2024 for Membership Deposit Account

TEXPOOL Participant Statement for 04/01/2024 – 04/30/2024 for USDA Reserve Account

The following bills were presented for payment:

STWA Invoice S24-048	\$31,943.82
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March 2024 Water Usage, Water Cost and Handling Charge	
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STWA Invoice S24-049	\$24,235.85
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March 2024 General and Administration	
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STWA Invoice S24-053	\$10,365.35
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March 2024 Taps and Repairs	
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STWA Invoice S24-071	\$35,474.93
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April 2024 Water Usage, Water Cost and Handling Charge	
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STWA Invoice S24-072 \$19,946.80

April 2024 General and Administration

STWA Invoice S24-076 \$ 6,052.79

April 2024 Taps and Repairs

STWA Invoice S24-079 \$ 333.60

Reimburse for Payroll Expenses – Standby Pay January 4, 2024 through March 27, 2024

STWA Invoice S24-091 \$ 4,946.00

Supplies and Materials Reimbursement

RWSC Water Loss Computation Reports:

October 10, 2023 – November 7, 2023

November 7, 2023 – December 7, 2023

December 7, 2023 – January 8, 2024

January 8, 2024 – February 8, 2024

February 8, 2024 – March 7, 2024

March 7, 2024 – April 8, 2024

A motion was made by Mr. Escobedo and seconded by Ms. Jones to approve the Treasurer's Reports and payment of the bills. The motion carried.

7. Amended RWSC Water Conservation and Drought Contingency Plan.

Mr. Marez presented a proposed Amended RWSC Water Conservation and Drought Contingency Plan. Ms. Jones stated that she disagreed with imposing a sur charge as stated in the plan. Mr. Marez responded that the plan mirrors the City of Corpus Christi's plan. Ms. De Leon pointed out that a few corrections would be made as follows:

Page 7 – 3.A The monthly minimum will be updated to reflect \$43.

Page 15 – 10.1 The second bulleted item will be changed to Stage 1 instead of Stage 2

Page 20 – XI. The heading will be changed to Stages 3 – 4 instead of 3 – 5

8. **Resolution 24-03. Resolution Adopting the Amended Ricardo Water Supply Corporation Water Conservation and Drought Contingency Plan.**

Mr. Garza made a motion to approve Resolution 24-03 adopting the Amended RWSC Water Conservation and Drought Contingency Plan. Mr. Hinojosa seconded the motion. The motion passed on a vote of six to one. Ms. Jones cast the dissenting vote.

9. Water Supply and Development Contract with Stanley Woelfel, Developer, for the Woelfel Subdivision.

Mr. Marez presented the Water Supply and Development Contract with Stanley Woelfel for the development of the Woelfel subdivision. He reported that Mr. Woelfel has met the Kleberg

County subdivision requirements and has paid the pro rata share of the improvements to the corporation's water system to service the subdivision. The development is at CR 1070, south of CR 2180, and includes four lots. However, only two taps are available on the 2-inch waterline and Mr. Woelfel understands that only two lots can receive water from RWSC with the current 2-inch line.

10. **Resolution 24-04. Resolution authorizing the Ricardo Water Supply Corporation President to enter into a Water Supply and Development Contract with Stanley Woelfel, Developer, for the Woelfel Subdivision.**

Ms. Jones made a motion to approve Resolution 24-04 and Mr. Escobedo seconded. The motion passed by unanimous vote.

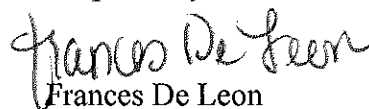
11. **Lead and Copper Rule Lead Service Line Inventory – Authorization to distribute Lead Service Line Inventory Survey to RWSC customers/members.**

Mr. Marez presented a sample survey to be sent out to RWSC customers/members to assist staff in gathering the information needed for the required Lead Service Line Inventory. Mr. Escobedo made a motion to authorize the implementation of the recommended data collection approach, including the use of customer surveys, to comply with the LCR Lead Service Line inventory requirements. Mr. Zavala seconded the motion. All voted in favor.

13. **Adjournment.**

With no further business to discuss, Mr. Hinojosa made a motion to adjourn the meeting at 6:27 p.m. Ms. Jones seconded and the motion carried.

Respectfully submitted,



Frances De Leon
Assistant Secretary

ATTACHMENT 2

Treasurer's Report/Payment of Bills

Ricardo Water Supply Corporation
Treasurer's Report
As of May 31, 2024

General Account - KFNB	\$122,694.65
General Account - TexPool	\$728,137.88
General Account - TexPool Prime	\$124,640.76
Operations Account - KFNB	\$8,306.62
Membership Deposit & Refund Account - Texpool	\$127,827.40
Debt Service Account	\$181.66
Reserve Account	\$131,961.13
Petty Cash	\$50.00
Cash Drawer	\$100.00
TOTAL	\$1,243,900.10

	2/14/2024 Billing Reg.	3/14/2024 Billing Reg.	5/15/2024 Billing Reg.
Total Usage (Gal)	6,090,540	5,209,920	7,176,740
Water Sales (\$)	\$79,795.45	\$75,405.06	\$85,452.26
Adjustments	(\$331.07)	(\$379.32)	(\$423.55)
Turn on Charge	\$1,440.00	\$2,040.00	\$1,140.00
Late Charges	\$1,156.00	\$1,199.00	\$1,267.00
Past Due	\$28,948.82	\$28,339.71	\$30,827.52
Tax	\$430.84	\$407.50	\$459.72
Leak Pay Plan	\$325.63	\$262.63	\$183.22
Sewage	\$6,126.30	\$5,857.81	\$6,264.15
Total Receivables	<u>\$117,891.97</u>	<u>\$113,132.39</u>	<u>\$125,170.32</u>
METERS ON LINE	1112	1113	1115

RICARDO WATER SUPPLY CORP.

GENERAL MAY 2024

DATE	DESCRIPTION	CK. NO	DEPOSIT	DISBURSEMENT	BALANCE
05-01	BEGINNING BALANCE				\$96,244.51
05-01	WATER RECEIPTS	DEP	\$1,150.81		\$97,395.32
05-01	JOHN WOMACK & CO, P.C.	4586		\$730.00	\$96,665.32
05-01	RICARDO WASTEWATER- INV#04302024	4587		\$2,754.50	\$93,910.82
05-01	RWSC TRANSFER TO OPERATIONS	4588		\$7,000.00	\$86,910.82
05-01	ONLINE PAYMENTS	DEP	\$1,671.64		\$88,582.46
05-02	WATER RECEIPTS	DEP	\$956.70		\$89,539.16
05-02	REYNA JR., H. #1378- MEMBERSHIP	DEP	\$3,041.78		\$92,580.94
05-02	ONLINE PAYMENTS	DEP	\$665.73		\$93,246.67
05-03	WATER RECEIPTS	DEP	\$1,766.91		\$95,013.58
05-03	VOID	4589		\$0.00	\$95,013.58
05-03	STWA- REIMBURSEMENT FOR T. SUDDEN	4590		\$2,703.00	\$92,310.58
05-03	HOELSCHER E;ECTRIC CO.	4591		\$1,288.27	\$91,022.31
05-03	ONLINE PAYMENTS	DEP	\$1,852.88		\$92,875.19
05-04	ONLINE PAYMENTS	DEP	\$507.68		\$93,382.87
05-05	ONLINE PAYMENTS	DEP	\$353.64		\$93,736.51
05-06	WATER RECEIPTS	DEP	\$2,778.94		\$96,515.45
05-06	ONLINE PAYMENTS	DEP	\$2,431.75		\$98,947.20
05-07	WATER RECEIPTS	DEP	\$2,357.73		\$101,304.93
05-07	ONLINE PAYMENTS	DEP	\$2,451.43		\$103,756.36
05-08	WATER RECEIPTS	DEP	\$1,398.59		\$105,154.95
05-08	TREVINO, N. #1379- MEMBERSHIP	DEP	\$7,210.41		\$112,365.36
05-08	ONLINE PAYMENTS	DEP	\$1,819.91		\$114,185.27
05-09	WATER RECEIPTS	DEP	\$2,570.23		\$116,755.50
05-09	POSTMASTER	4592		\$2,000.00	\$114,755.50
05-09	TEXAS RURAL WATER ASSOCIAATION	4593		\$1,040.00	\$113,715.50
05-09	THERMAL SCIENTIFIC, INC.	4594		\$1,073.30	\$112,642.20
05-09	ONLINE PAYMENTS	DEP	\$3,315.69		\$115,957.89
05-10	WATER RECEIPTS	DEP	\$3,376.52		\$119,334.41
05-10	URI	ACH	\$286.94		\$119,621.35
05-10	ROJAS, T. #1313- TRANSFER FEE	DEP	\$25.00		\$119,646.35
05-10	ONLINE PAYMENTS	DEP	\$3,797.51		\$123,443.86
05-11	ONLINE PAYMENTS	DEP	\$695.44		\$124,139.30
05-12	ONLINE PAYMENTS	DEP	\$384.66		\$124,523.96
05-13	WATER RECEIPTS	DEP	\$1,533.87		\$126,057.83
05-13	ONLINE PAYMENTS	DEP	\$1,596.19		\$127,654.02
05-14	WATER RECEIPTS	DEP	\$353.11		\$128,007.13
05-14	ONLINE PAYMENTS	DEP	\$638.12		\$128,645.25
05-15	WATER RECEIPTS	DEP	\$1,283.88		\$129,929.13
05-15	ONLINE PAYMENTS	DEP	\$1,850.45		\$131,779.58
05-16	WATER RECEIPTS	DEP	\$177.89		\$131,957.47
05-16	ONLINE PAYMENTS	DEP	\$1,596.66		\$133,554.13
05-17	WATER RECEIPTS	DEP	\$678.26		\$134,232.39
05-17	AVELAR, J. #1380-MEMBERSHIP	DEP	\$6,300.87		\$140,533.26
05-17	RICARDO WASTEWATER- INV#05152024	4595		\$2,248.45	\$138,284.81

05-17	ONLINE PAYMENTS	DEP	\$1,803.40		\$140,088.21
05-18	ONLINE PAYMENTS	DEP	\$681.89		\$140,770.10
05-19	ONLINE PAYMENTS	DEP	\$791.86		\$141,561.96
05-20	WATER RECEIPTS	DEP	\$1,551.32		\$143,113.28
05-20	RWSC BANK DRAFTS	ACH	\$16,804.90		\$159,918.18
05-20	ONLINE PAYMENTS	DEP	\$1,016.84		\$160,935.02
05-21	WATER RECEIPTS	DEP	\$1,034.47		\$161,969.49
05-21	ONLINE PAYMENTS	DEP	\$940.56		\$162,910.05
05-22	WATER RECEIPTS	DEP	\$537.94		\$163,447.99
05-22	GUTIERREZ, A. #730- TEMP. SER.& BAD DEBT	DEP	\$339.43		\$163,787.42
05-22	STWA- 3 SHRED BOXES	4596		\$15.75	\$163,771.67
05-22	ONLINE PAYMENTS	DEP	\$921.83		\$164,693.50
05-23	WATER RECEIPTS	DEP	\$2,775.22		\$167,468.72
05-23	NUECES ELECTRIC COOP.	ACH	\$52.06		\$167,520.78
05-23	ONLINE PAYMENTS	DEP	\$1,607.37		\$169,128.15
05-24	WATER RECEIPTS	DEP	\$708.81		\$169,836.96
05-24	STWA- REPAIRS, TAPS, CSI, EXT., ADMIN	4597		\$6,052.79	\$163,784.17
05-24	ONLINE PAYMENTS	DEP	\$1,523.51		\$165,307.68
05-25	ONLINE PAYMENTS	DEP	\$317.71		\$165,625.39
05-26	ONLINE PAYMENTS	DEP	\$386.76		\$166,012.15
05-27	ONLINE PAYMENTS	DEP	\$644.47		\$166,656.62
05-28	WATER RECEIPTS	DEP	\$3,542.85		\$170,199.47
05-28	STWA- APRIL WATER	4598		\$35,474.93	\$134,724.54
05-28	STWA- ADMIN, POSTAGE, METER READINGS	4599		\$19,946.80	\$114,777.74
05-28	WALKER PARTNERS	4600		\$1,400.00	\$113,377.74
05-28	ONLINE PAYMENTS	DEP	\$1,788.60		\$115,166.34
05-29	WATER RECEIPTS	DEP	\$2,536.71		\$117,703.05
05-29	POLHEMUS, K. #143- TRANSFER FEE	DEP	\$25.00		\$117,728.05
05-29	FLUID METER SERVICE	4601		\$1,540.00	\$116,188.05
05-29	ONLINE PAYMENTS	DEP	\$2,462.77		\$118,650.82
05-30	WATER RECEIPTS	DEP	\$1,021.02		\$119,671.84
05-30	ONLINE PAYMENTS	DEP	\$1,117.91		\$120,789.75
05-31	WATER RECEIPTS	DEP	\$890.70		\$121,680.45
05-31	JOHN WOMACK & CO, P.C.	4602		\$425.00	\$121,255.45
05-31	ONLINE PAYMENTS	DEP	\$997.36		\$122,252.81
05-31	INTEREST EARNED	DEP	\$441.84		\$122,694.65
			\$112,142.93	\$85,692.79	

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



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

RECEIVED
JUN 13 2024

RICARDO WATER SUPPLY CORPORATION

Participant Statement

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

Statement Period 05/01/2024 - 05/31/2024

Page 1 of 2

Customer Service 1-866-TEX-POOL
Location ID 000077893
Investor ID 000007578

TexPool Update

With cyber-crime and other social engineering attacks on the rise, TexPool offers tips, resources, and other suggestions to help protect your participating entity from potential financial fraud. Please visit the Financial Fraud Prevention page on TexPool.co to learn more. We also encourage you to complete the Phishing and Cybersecurity Awareness course that is available through TexPool Academy.

TexPool Summary

Pool Name	Beginning Balance	Total Deposits	Total Withdrawals	Total Interest	Current Balance	Average Balance
Texas Local Government Investment Pool	\$733,757.12	\$0.00	\$8,892.00	\$3,272.76	\$728,137.88	\$724,970.69
TexPool Prime	\$124,066.00	\$0.00	\$0.00	\$574.76	\$124,640.76	\$124,084.54
Total Dollar Value	\$857,823.12	\$0.00	\$8,892.00	\$3,847.52	\$852,778.64	

Portfolio Value

Pool Name	Pool/Account	Market Value (05/01/2024)	Share Price (05/31/2024)	Shares Owned (05/31/2024)	Market Value (05/31/2024)
Texas Local Government Investment Pool	449/1370100001	\$733,757.12	\$1.00	728,137.880	\$728,137.88
TexPool Prime	590/1370100001	\$124,066.00	\$1.00	124,640.760	\$124,640.76
Total Dollar Value		\$857,823.12			\$852,778.64

Interest Summary

Pool Name	Pool/Account	Month-to-Date Interest	Year-to-Date Interest
Texas Local Government Investment Pool	449/1370100001	\$3,272.76	\$13,127.00
TexPool Prime	590/1370100001	\$574.76	\$2,813.11
Total		\$3,847.52	\$15,940.11



RICARDO WATER SUPPLY CORPORATION

OPERATIONS

2024

DATE DESCRIPTION	CK NO.	DEPOSITS	DISBURSE.	BALANCE
MAY 2024				\$2,041.06
05-01 ROBERT BENNETT- METER DOWNSIZED	6920		\$100.00	\$1,941.06
05-03 TRANSFER FROM GENERAL	DEP	\$7,000.00		\$8,941.06
05-03 TEXAS EXCAVATION SAFETY SYSTEM	6921		\$56.35	\$8,884.71
05-13 MCCOY'S	6922		\$64.69	\$8,820.02
05-13 PSI HOLDINGS	ACH		\$43.30	\$8,776.72
05-17 MS. ALICIA MOYA	6923		\$200.00	\$8,576.72
05-22 CITY OF CC- CENTRAL CASHIER	6924		\$51.00	\$8,525.72
05-22 FERGUSON ENTERPRISES	6925		\$53.58	\$8,472.14
05-22 MS. YOLANDA FLORES	6926		\$200.50	\$8,271.64
05-30 INTEREST EARNED	DEP	\$34.98		\$8,306.62
		<u>\$7,034.98</u>	<u>\$769.42</u>	

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



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

Participant Statement

RICARDO WATER SUPPLY CORP
MEMBERSHIP DEPOSIT
ATTN CAROLA G SERRATO
2302 E SAGE ROAD
KINGSVILLE TX 78363-3328

Statement Period 05/01/2024 - 05/31/2024

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Customer Service 1-866-TEX-POOL
Location ID 000077893
Investor ID 000007580

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TexPool Summary

Pool Name	Beginning Balance	Total Deposits	Total Withdrawals	Total Interest	Current Balance	Average Balance
Texas Local Government Investment Pool	\$127,252.81	\$0.00	\$0.00	\$574.59	\$127,827.40	\$127,271.35
Total Dollar Value	\$127,252.81	\$0.00	\$0.00	\$574.59	\$127,827.40	

Portfolio Value

Pool Name	Pool/Account	Market Value (05/01/2024)	Share Price (05/31/2024)	Shares Owned (05/31/2024)	Market Value (05/31/2024)
Texas Local Government Investment Pool	449/1370100003	\$127,252.81	\$1.00	127,827.40	\$127,827.40
Total Dollar Value		\$127,252.81			\$127,827.40

Interest Summary

Pool Name	Pool/Account	Month-to-Date Interest	Year-to-Date Interest
Texas Local Government Investment Pool	449/1370100003	\$574.59	\$2,796.50
Total		\$574.59	\$2,796.50



RICARDO WATER SUPPLY CORPORATION

DEBT SERVICE

2024

DATE	DESCRIPTION	DEPOSITS	DISBURSE.	BALANCE
MAY 2024				\$181.66
05-01	DEPOSIT	\$8,892.00		\$9,073.66
05-06	USDA LOAN PAYMENT		\$1,173.00	\$7,900.66
05-06	USDA LOAN PAYMENT		\$7,719.00	\$181.66
		<u>\$8,892.00</u>	<u>\$8,892.00</u>	

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



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

Participant Statement

RICARDO WATER SUPPLY CORP
USDA RESERVE ACCOUNT
ATTN CAROLA SERRATO
2302 E SAGE ROAD
KINGSVILLE TX 78363-3328

Statement Period 05/01/2024 - 05/31/2024

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Customer Service 1-866-TEX-POOL
Location ID 000077893
Investor ID 000021281

TexPool Update

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TexPool Summary

Pool Name	Beginning Balance	Total Deposits	Total Withdrawals	Total Interest	Current Balance	Average Balance
Texas Local Government Investment Pool	\$131,368.02	\$0.00	\$0.00	\$593.11	\$131,961.13	\$131,387.15
Total Dollar Value	\$131,368.02	\$0.00	\$0.00	\$593.11	\$131,961.13	

Portfolio Value

Pool Name	Pool/Account	Market Value (05/01/2024)	Share Price (05/31/2024)	Shares Owned (05/31/2024)	Market Value (05/31/2024)
Texas Local Government Investment Pool	449/1370100004	\$131,368.02	\$1.00	131,961.130	\$131,961.13
Total Dollar Value		\$131,368.02			\$131,961.13

Interest Summary

Pool Name	Pool/Account	Month-to-Date Interest	Year-to-Date Interest
Texas Local Government Investment Pool	449/1370100004	\$593.11	\$2,886.92
Total		\$593.11	\$2,886.92



INVOICE

2302 E. SAGE RD.

S24 - 086

KINGSVILLE, TEXAS 78363
June 17, 2024

Ricardo Water Supply Corporation
2302 East Sage Rd.
Kingsville, Texas 78363

Usage

FM 772 Meter			
Current Reading:	6/1/2024	217139	
Previous Reading:	5/1/2024	217135	
Current usage			4,000
Kingsville Meter			
Current Reading:	6/1/2024	879673	
Previous Reading:	5/1/2024	868882	
Current usage			10,791,000
Total Water Usage for Period	5/1/2024	to 6/1/2024	10,795,000
Total Water delivered			10,795,000
Ratio STWA to Total			100%

Contract Year to Date Usage - - - - - 75,051,480 gallons

Water Rate (per thousand gallons)

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

Total charges	\$144,767.52
Total consumption	51,400
Cost of Water from City of Corpus Christi	\$ 2.816489

				Amount Due
STWA Handling Charge	10,795,000 g @	\$ 0.500000	=	\$ 5,397.50
Corpus Christi Water Cost	10,795,000 g @	\$ 2.816489	=	\$ 30,404.00
Water Rate for current billing period		\$ 3.316489		

Cost of Water

10,795,000 gallons @ \$3.316489 per thousand gallons \$ 35,801.50

Total Due for Water Usage for period 5/1/2024 to 6/1/2024 **\$ 35,801.50**

Net Water Revenue - STWA

Handling Charge	\$ 5,397.50
less Pumping Cost	\$ 1,650.10
= Net Revenue	\$ 3,747.40

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

Jose M. Graveley, President
Frances Garcia, Vice-President
Imelda Garza, Secretary-Treasurer
Rudy Galvan, Jr.
Kathleen Lowman

<https://spdpid.comptroller.texas.gov/> or the Authority's website www.stwa.org

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

Fax: (361) 592-5965

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

INVOICE

S24 - 087

June 17, 2024

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

Description		Amount Due	
No. of Connections This Month:		1110	
1110	General Maintenance (per connection) @	\$ 5.65	\$ 6,271.50
1110	Read Meters (per connection) @	\$ 2.50	2,775.00
3	Sample Collection (per sample) @	\$ 40.00	120.00
Billing Services for Month of:			
May, 2024			
234	Final Notice Cards @	\$ 1.10	05/13/24 257.40
1122	Statements @	\$ 2.00	05/15/24 2,244.00
3	Meter Removal/Cancel Letters @	\$ 1.75	05/02/24 5.25
1110	Administration (per connection) @	\$ 6.00	6,660.00
1706	Copies @	\$ 0.10	170.60
	Postage		36.62
3	Developer analysis @	\$ 200.00	Woelfel, Pardo, Almaraz 600.00
TOTAL		\$	19,140.37

Payment Due by
June 30, 2024

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

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John Marez, Administrator

S24-093

June 14, 2024

Ricardo Water Supply Corporation
2302 East Sage Road
Kingsville, Tx 78363

DATE	DESCRIPTION	W.O. #	Invoiced	
			to others	Due to STWA
5/2/24	After hours work completing the Cooper extension on CR 2215.	7641	0.00	37.69
5/4/24	Weekend residual checks on rural system and read meters.	7642	0.00	192.50
5/5/24	After hours work on lead service line inventory.	7643	0.00	294.40
5/7/24	After hours work on lead service line inventory.	7644	0.00	199.29
5/8/24	Set flush valve south of CR 2180 and FM 772. Dug up line, set flush valve, saddle and tap.	7645	0.00	400.00
5/8/24	Tap & meter set at acct. #1368-Cooper, CR 2215. Also installed 400LF of 2" water line extension.	7646	1605.00	1,450.00
5/9/24	After hours work on lead service line inventory.	7647	0.00	174.80
5/11/24	Weekend residual checks on rural system and read meters.	7648	0.00	140.00
5/12/24	After hours work on lead service line inventory.	7649	0.00	142.35
5/13/24	Leak repair at a flush valve located on FM 772 & CR 2180, found and replaced cracked female adapter.	7650	0.00	780.00
5/13/24	Replaced meter box at acct. #1362-Jaime, CR 2155 & Hwy 77. Meter box was damaged by Highway contract workers.	7651	0.00	60.00
5/13/24	Time used placing Pump Station #3 online.	7652	0.00	17.50
5/14/24	After hours work on lead service line inventory.	7653	0.00	82.80
5/13/24	Time used placing Pump Station #3 online.	7654	0.00	35.00

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Arturo Rodriguez
Patsy A. Rodgers
John Marez, Administrator

DATE	DESCRIPTION	W.O. #	Invoiced	
			to others	Due to STWA
5/13/24	Customer service inspection at acct. #1310-De La Luz-Martinez, CR 1050. Passed inspection.	7655	75.00	75.00
5/16/24	Tap & meter set at acct. #1376-Scheets, CR 2210.	7656	585.00	430.00
4/16/24	Leak repair at CR 2210 & Hwy 77, hit water line with probe, while prepping for acct. #1376-Sheets tap.	7657	0.00	400.00
5/14/24	Spot digging for 4" water line for Best Estates Subdivision quote . Maps were incorrect.	7658	0.00	2,300.00
5/16/24	After hours work on lead service line inventory.	7659	0.00	242.00
5/17/24	Meter removal due to non-payment at acct. #1111-Vasquez, CR 2170.	7660	60.00	60.00
5/17/24	Meter removal due to non-payment at acct. #48-Rivera, CR 2165.	7661	60.00	60.00
5/17/24	Customer service inspection at acct. #1362-Jaime c/o Cavazos, CR 2155. Passed inspection.	7662	75.00	75.00
5/13/24	Installed flow switch at Pump Station #3.	7663	0.00	90.00
5/19/24	Weekend residual checks on rural system and read meters.	7664	0.00	157.50
5/20/24	After hours work on lead service line inventory.	7665	0.00	99.65
5/21/24	After hours call-out to acct. #310-Betancourt, CR 1046. Customer request to shut-off water due to leak, customer unable to close his cut-off.	7666	42.50	42.50
5/22/24	After hours work on lead service line inventory.	7667	0.00	85.41
5/19/24	After hours work on lead service line inventory.	7668	0.00	101.20
5/24/24	After hours work on lead service line inventory.	7669	0.00	56.94
5/26/24	Weekend residual checks on rural system and read meters.	7670	0.00	157.50
5/27/24	Holiday residual checks on rural system and read meters.	7671	0.00	93.33

DATE	DESCRIPTION	W.O. #	Invoiced	
			to others	Due to STWA
5/28/24	Temporary meter install at CR 2210-Gutierrez, for in-home inspections.	7672	110.00	110.00
5/28/24	After hours work on lead service line inventory.	7673	0.00	202.40
5/29/24	After hour unlocks at acct. #205-Garza, #1278-Garza, #709-Carpenter, #1274-Ortiz, #758-Garcia.	7674	450.00	450.00
5/29/24	Pump Station #1 and #2 adjustments.	7675	0.00	70.00
5/29/24	Customer service inspection at acct. #1376-Scheets, CR 2210. Passed inspection.	7676	75.00	75.00
5/30/24	Opened water back up after customer at acct. #310-Betancourt, repaired leak on their side.	7677	35.00	35.00
5/31/24	Brought back mini excavator back to office after a road bore.	7678	0.00	63.75
5/31/24	May 2024 Regular hour unlocks - #906-Ramirez, #898-Vega, #1181-Garcia, #78-Mendoza, #908-Olivarez, #966-Zamora, #1162-Rodriguez, #855-Moya, #911-De La Paz, #1293-Almeida.	7679	600.00	600.00

Total Due STWA	\$ 10,138.51
Amount Invoiced to Others	\$ 3,772.50

Payment due by June 24, 2024
Thank You!

Invoice

S24-095

June 24, 2024

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

Description

Quarterly reimburse for phone service through Praesidium for the period of 01/01/24 through 03/31/24
(See Breakdown attached) \$565.83

Quarterly reimburse for Technology Support from High Touch for the period of 01/01/24 through 03/31/24
(See Breakdown below) \$1,166.34

Total Due \$1,732.17

Payment Due by July 31, 2024

HIGHTOUCH TECHNOLOGY SUPORT

	Server Management 14			Server Management 2			Server Management 3			Total Invoice
	STWA	& Offsite Backup	Email	NWSC	& Offsite Backup	Email Filtering	RWSC	& Offsite Backup	Email Filtering	
Jan-24	\$261.66	\$125.00	\$28.00	\$261.67	\$125.00	\$4.00	\$261.67	\$125.00	\$6.00	\$1,198.00
Feb-24	\$261.66	\$125.00	\$28.00	\$261.67	\$125.00	\$4.00	\$261.67	\$125.00	\$6.00	\$1,198.00
Mar-24	\$250.00	\$125.00	\$28.00	\$250.00	\$125.00	\$4.00	\$250.00	\$125.00	\$6.00	\$1,163.00
Quarterly	\$773.32	\$375.00	\$84.00	\$773.34	\$375.00	\$12.00	\$773.34	\$375.00	\$18.00	
Total	\$1,232.32			\$1,160.34			\$1,166.34			

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Patsy A. Rodgers
John Marez, Administrator

Quantity	Description	Rate	Amount	Users	% share of	Total Cost Shared		
11	VOIP Business Telephone Service - Elevate Pro Business Telephone Service User License	\$ 39.99	\$ 439.89	STWA NWSC RWSC	33% 33% 33%	\$ 146.63 \$ 146.63 \$ 146.63		
1	VOIP Business Telephone Service - Elevate Essentials Business Telephone Service User License	\$ 29.99	\$ 29.99	STWA	100% 0% 0%	\$ 29.99		
1	Web FAX (STWA_WebFax)	\$ 10.00	\$ 10.00	STWA NWSC RWSC	33% 33% 33%	\$ 3.33 \$ 3.33 \$ 3.33		
1	Telephone System Auto Attendant - Hosted VOIP Telephone PBX	\$ 9.95	\$ 9.95	STWA NWSC RWSC	60% 20% 20%	\$ 5.97 \$ 1.99 \$ 1.99		
6	Telephone Numbers: 12 included (1 for each Elevate VOIP user) ; 6 additional telephone numbers @ \$2.00 each per month	\$ 2.00	\$ 12.00	STWA NWSC RWSC	67% 17% 17%	\$ 8.00 \$ 2.00 \$ 2.00		
1	E911 Emergency Service Telephone Fee	\$ 39.00	\$ 39.00	STWA NWSC RWSC	33% 33% 33%	\$ 13.00 \$ 13.00 \$ 13.00		
1	Voice Service FCC Federal Administrative Surcharge and Regulatory Fees	\$ 64.97	\$ 64.97	STWA NWSC RWSC	33% 33% 33%	\$ 21.65 \$ 21.66 \$ 21.66	STWA NWSC RWSC	\$ 228.58 \$ 188.61 \$ 188.61
TOTALS FOR INV (JANUARY SERVICE)			\$ 605.80			\$ 605.80		\$ 605.80

Quantity	Description	Rate	Amount	Users	% share of	Total Cost Shared		
11	VOIP Business Telephone Service - Elevate Pro Business Telephone Service User License	\$ 39.99	\$ 439.89	STWA NWSC RWSC	33% 33% 33%	\$ 146.63 \$ 146.63 \$ 146.63		
1	VOIP Business Telephone Service - Elevate Essentials Business Telephone Service User License	\$ 29.99	\$ 29.99	STWA	100% 0% 0%	\$ 29.99		
1	Web FAX (STWA_WebFax)	\$ 10.00	\$ 10.00	STWA NWSC RWSC	33% 33% 33%	\$ 3.33 \$ 3.33 \$ 3.33		
1	Telephone System Auto Attendant - Hosted VOIP Telephone PBX	\$ 9.95	\$ 9.95	STWA NWSC RWSC	60% 20% 20%	\$ 5.97 \$ 1.99 \$ 1.99		
6	Telephone Numbers: 12 included (1 for each Elevate VOIP user) ; 6 additional telephone numbers @ \$2.00 each per month	\$ 2.00	\$ 12.00	STWA NWSC RWSC	67% 17% 17%	\$ 8.00 \$ 2.00 \$ 2.00		
1	E911 Emergency Service Telephone Fee	\$ 39.00	\$ 39.00	STWA NWSC RWSC	33% 33% 33%	\$ 13.00 \$ 13.00 \$ 13.00		
1	Voice Service FCC Federal Administrative Surcharge and Regulatory Fees	\$ 64.97	\$ 64.97	STWA NWSC RWSC	33% 33% 33%	\$ 21.65 \$ 21.66 \$ 21.66	STWA	\$ 228.58
							NWSC	\$ 188.61
							RWSC	\$ 188.61
TOTALS FOR (FEBRUARY SERVICE)			\$ 605.80			\$ 605.80	\$ 605.80	

Quantity	Description	Rate	Amount	Users	% share of	Total Cost Shared		
11	VOIP Business Telephone Service - Elevate Pro Business Telephone Service User License	\$ 39.99	\$ 439.89	STWA NWSC RWSC	33% 33% 33%	\$ 146.63 \$ 146.63 \$ 146.63		
1	VOIP Business Telephone Service - Elevate Essentials Business Telephone Service User License	\$ 29.99	\$ 29.99	STWA	100% 0% 0%	\$ 29.99		
1	Web FAX (STWA_WebFax)	\$ 10.00	\$ 10.00	STWA NWSC RWSC	33% 33% 33%	\$ 3.33 \$ 3.33 \$ 3.33		
1	Telephone System Auto Attendant - Hosted VOIP Telephone PBX	\$ 9.95	\$ 9.95	STWA NWSC RWSC	60% 20% 20%	\$ 5.97 \$ 1.99 \$ 1.99		
6	Telephone Numbers: 12 included (1 for each Elevate VOIP user) ; 6 additional telephone numbers @ \$2.00 each per month	\$ 2.00	\$ 12.00	STWA NWSC RWSC	67% 17% 17%	\$ 8.00 \$ 2.00 \$ 2.00		
1	E911 Emergency Service Telephone Fee	\$ 39.00	\$ 39.00	STWA NWSC RWSC	33% 33% 33%	\$ 13.00 \$ 13.00 \$ 13.00		
1	Voice Service FCC Federal Administrative Surcharge and Regulatory Fees	\$ 64.97	\$ 64.97	STWA NWSC RWSC	33% 33% 33%	\$ 21.65 \$ 21.66 \$ 21.66	STWA NWSC RWSC	\$ 228.58 \$ 188.61 \$ 188.61
TOTALS FOR (MARCH SERVICE)			\$ 605.80			\$ 605.80		\$ 605.80

ATTACHMENT 3

Amendment – Water Supply Contract

Memorandum

To: Ricardo Water Supply Corporation Board of Directors
From: John Marez, General Manager
Date: July 17, 2024
Re: First Amendment to Amended and Restated Water Supply Contract between South Texas Water Authority and Ricardo Water Supply Corporation

Background:

This item is a matter of amending our mutual water contracts and having them approved by both boards. Our Bond Counsel of Winstead PC represented by Daniel Martinez reviewed the amendment, made revisions and provided the amendment to the STWA Board for their approval at their July 2, 2024 meeting.

Analysis:

The amendment provided and adopted by the STWA Board on July 2, 2024 is identical to the one being presented to the RWSC Board. Once adopted and signed by both parties, the amendment will be provided to the Texas Water Development Board (TWDB) to complete the final steps of securing State Revolving Funds (SRF).

Staff Recommendation:

Determine whether to amend the Water Supply Contract between South Texas Water Authority and Ricardo Water Supply Corporation.

Board Action:

Determine whether to approve the First Amendment to Amended and Restated Water Supply Contract between South Texas Water Authority and Ricardo Water Supply Corporation.

Summarization:

Based on the information provided by our Bond Counsel, this is the final hurdle to complete in order to receive recommendation and approval by the Texas Water Development Board for State Revolving Funds to STWA on behalf of the Nueces and Ricardo Water Supply Corporations. The revised agreement was drafted by our Bond Counsel, and once the agreements are signed, they will be forwarded to TWDB for their review and final approval to comply with SRFs.

FIRST AMENDMENT TO
AMENDED AND RESTATED WATER SUPPLY CONTRACT
BETWEEN SOUTH TEXAS WATER AUTHORITY AND
RICARDO WATER SUPPLY CORPORATION

This First Amendment to Amended and Restated Water Supply Contract between South Texas Water Authority and Ricardo Water Supply Corporation (the "First Amendment") is by and between South Texas Water Authority, a governmental agency, conservation and reclamation district and body politic and corporate, having been created under Chapter 436 Acts of the 66th Legislature, Regular Session, 1979 of the Laws of the State of Texas, all pursuant to Article XVI, Section 59 of the Texas Constitution (the "Authority"), and Ricardo Water Supply Corporation, a Texas nonprofit corporation, in Kleberg County, Texas (the "Wholesale Customer"). The Wholesale Customer and the Authority are referred to individually as a Party, and collectively as the Parties.

RECITALS

WHEREAS, the Wholesale Customer and the Authority entered into that certain Amended and Restated Water Supply Contract, effective May 5, 2016 (the "Contract"); and

WHEREAS, the Parties want to further amend the Contract to extend the term of the Contract and provide that such Contract shall remain in effect as long as any obligations secured by the payments required by the Contract are outstanding.

AGREEMENT

NOW THEREFORE, for good and valuable consideration, the receipt of which is hereby acknowledged, the Wholesale Customer and the Authority agree as follows.

I.

Effect of Amendment

The following definitions are hereby added: Bonds, Credit Agreements and Land Interests, and due to renumbering, the section is replaced in its entirety as follows:

(A) "Bonds" means all bonds, notes, or other debt obligations payable from and secured, in whole or in part, from the payments to the Authority under this Contract and the interest thereon, hereafter issued by the Authority to finance the costs to acquire, improve, extend, construct, and equip the System or any Land Interests, and any bonds or other obligations issued to Bonds and any other bonds, notes, or other obligations to refund any other refunding bonds or other obligations.

(B) "Corpus Christi Water Supply Agreement" shall mean the Water Supply Agreement by and between the Authority and the City of Corpus Christi, Texas, dated October 14, 1980, as amended and supplemented from time to time and as modified by the Settlement Agreement and Mutual Release between the Authority, San Patricio Municipal Water District and the City of Corpus Christi effective as of August 13, 2013.

(C) "Credit Agreement" means any credit agreement, as defined in and authorized by the provisions under Texas law which the Authority enters into relating to its obligations with respect to the Bonds.

(D) "Fiscal year" shall mean the twelve month period beginning on October 1 and ending September 30 or such other twelve month period as designated by the Authority.

(E) "Land Interests" means the easements, right-of-way, and other interests in real property necessary for the acquisition, construction, and operation of the System.

(F) "Maintenance and Operating Expenses" shall mean all costs of the Authority for operation, maintenance, repair and replacement of the System to the point of delivery for each Wholesale Customer, including, but not limited to, accounting, administration, engineering, and legal expenses and a reasonable reserve to pay for any extraordinary or nonrecurring expenses of operation or maintenance of the System and for replacements and repairs if such expenses should become necessary. Maintenance and Operating Expenses shall include payments under contracts for the purchase of water supply or other services for the System. Maintenance and Operating Expenses shall not include any costs or expenses incurred by the Authority in connection with Special Services.

(G) "Maintenance and Operations Tax" shall mean the ad valorem tax levied by the Authority in accordance with Chapter 49 of the Texas Water Code as authorized by the election of August 11, 2001, at a rate not to exceed \$0.12 per \$100 taxable value.

(H) "Special Services" shall mean services provided by the Authority to a Wholesale Customer other entity for the operation, maintenance or management of any facilities or operations of such party that are not part of the Authority's System.

(I) "System" shall mean the Authority's existing water supply and distribution system, together with all future extensions, improvements, enlargements and additions thereto, and all replacements thereof.

(J) "System Operating Charge" shall mean the monthly charge; per 1,000 gallons described in Section 8 consisting of the "pass through charge" for the purchase of water from the City of Corpus Christi and the "handling charge" to pay Maintenance and Operating Expenses.

(K) "Wholesale Customers" shall mean the Cities of Agua Dulce, Bishop; Driscoll and Kingsville, Nueces County Water Control and Improvement District No. 5, Nueces Water Supply Corporation and Ricardo Water Supply Corporation, and any other future contracting parties that purchase water from the Authority for municipal, industrial or agricultural purposes.

The following language shall replace Section 12 "Term of Contract" in its entirety:

This contract shall be and continue in full force and effect for a period of twenty five (25) years following the date it has been executed by both parties and shall be and continue in full force and effect until the Bonds or Credit Agreements secured by the payments from the Corporation herein are no longer outstanding.

As hereby amended, the Contract shall continue in effect pursuant to its terms.

Effective Date

This First Amendment shall be effective as of the date on which it has been signed by both Parties.

SOUTH TEXAS WATER AUTHORITY

By: _____

Name: _____
President, Board of Directors

Dated: July __, 2024

ATTEST:

By: _____

Name: _____
Secretary, Board of Directors

[AUTHORITY'S SEAL]

RICARDO WATER SUPPLY CORPORATION

By: _____

Name: _____
President, Board of Directors

Dated: July __, 2024

ATTEST:

By: _____

Name: _____
Secretary, Board of Directors

[CORPORATION'S SEAL]

ATTACHMENT 4

Amendment – Management Agreement

Memorandum

To: Ricardo Water Supply Corporation Board of Directors
From: John Marez, General Manager
Date: July 17, 2024
Re: Third Amendment to Management Agreement between South Texas Water Authority and Ricardo Water Supply Corporation

Background:

The amendment to this agreement is to address any concerns regarding the long-term commitment and partnership between the South Texas Water Authority and the Ricardo Water Supply Corporation for their on-going Management Agreement. As last amended in 1996 both entities agreed to have the Executive Director or designee serve in the role of Administration on behalf of the Corporation for all day-to-day operations. While the STWA, RWSC and NWSC have applied and sought out state funding through the Texas Water Development Board (TWDB) State Revolving Fund (SRF), it has been recommended by our Bond Counsel that extending the Management Agreement for the life of the funding proves to the state that this partnership will not dissolve.

Analysis:

The amendment provided and adopted by the STWA Board on July 2, 2024 must be accepted by the Water Supply Corporation Board. Once adopted and signed by both parties, the amendment will be provided to the TWDB to complete the final steps of securing State Revolving Funds.

Staff Recommendation:

Determine whether to amend the Management Agreement between South Texas Water Authority and Ricardo Water Supply Corporation.

Board Action:

Determine whether to approve the Third Amendment to the Management Agreement between South Texas Water Authority and Ricardo Water Supply Corporation.

Summarization:

Based on the information provided by our Bond Counsel, this is the final hurdle to complete in order to receive recommendation and approval by the Texas Water Development Board for State Revolving Funds to STWA on behalf of the Nueces and Ricardo Water Supply Corporations. The revised agreement was drafted by our Bond Counsel, and once the agreements are signed, they will be forwarded to TWDB for their review and final approval to comply with SRFs.

THIRD AMENDMENT TO MANAGEMENT AGREEMENT

THE STATE OF TEXAS

*

COUNTIES OF KLEBERG & NUECES

*

This Third Amendment to Management Agreement (the "Third Amendment"), effective as of the _____ day of July, 2024, between the South Texas Water Authority, a governmental agency, conservation and reclamation District and body politic and corporate, having been created under Chapter 436 Acts of the 66th Legislature, Regular Session, 1979, of the laws of the State of Texas, all pursuant to Article XVI, Section 59 of the Texas Constitution (hereinafter called "Authority") and the Ricardo Water Supply Corporation, a Texas corporation organized under and by virtue of Art. 1434a of Vernons Annotated Texas Civil Statutes (hereinafter the "Corporation").

RECITALS

WHEREAS, the Corporation and the Authority entered into that certain Management Agreement dated January 28, 1991, the First Amendment to Management Agreement, dated June 16, 1992 (the "First Amendment"), and the Second Amendment to Management Agreement, dated December 2, 1996 (the "Second Amendment" together with the First Amendment, the "Agreement"); and

WHEREAS, the Authority and the Corporation desire to amend that Agreement to extend the term of the Agreement and provide that the Agreement shall be in effect so long as any bonds or obligations secured by the payments pursuant to the water supply contract between the parties are outstanding.

AGREEMENT

NOW, THEREFORE, for good and valuable consideration, the receipt of which is hereby acknowledged, the Authority and the Corporation agree as follows:

I.

Effect of Amendment

The following language shall replace Section 7 of the Agreement in its entirety:

SECTION 7. TERM OF CONTRACT

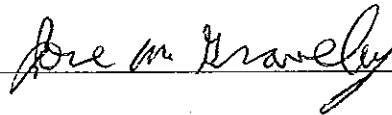
It is agreed between the parties hereto that this Agreement shall be effective on the date first shown and shall be in full force and effect for a period of twenty five years, or until all bonds, obligations, or credit agreements issued by the Authority, or loan agreements of the Corporation have been paid, whichever shall occur latest. Provided, however, that either party may at any time terminate this Agreement by giving the other party ninety (90) days written notice of such termination so long as any bonds, obligations, or credit agreements issued by the Authority or loan agreements of the Corporation are no longer outstanding.

II.
Effective Date

This Third Amendment shall be effective as of the date on which it has been signed by the Authority and the Corporation.

The Authority and the Corporation have executed this Third Amendment in multiple counterparts, each executed copy shall be considered as an original, by their respective duly authorized representatives.

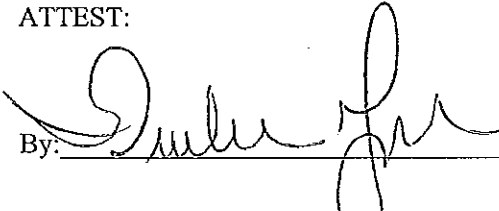
SOUTH TEXAS WATER AUTHORITY

By: 

Name: _____
President, Board of Directors

Dated: July __, 2024

ATTEST:

By: 

Name: Imelda Garza
Secretary, Board of Directors

[AUTHORITY'S SEAL]

RICARDO WATER SUPPLY CORPORATION

By: _____

Name: _____
President, Board of Directors

Dated: July __, 2024

ATTEST:

By: _____

Name: _____
Secretary, Board of Directors

[CORPORATION'S SEAL]