

RIVER ACRES WATER SUPPLY CORPORATION

**MINUTES OF
REGULAR MEETING**

MARCH 21, 2023

**THE STATE OF TEXAS §
 §
COUNTY OF NUECES §**

On the 21st day of March 2023, the Board of Directors of the River Acres Water Supply Corporation convened at 5:30 P.M. in a Regular Meeting at the Corporation's Office, 15602 Northwest Blvd., Suite H, Robstown, Texas, there being present and in attendance the following, to wit:

| | |
|---------------------|------------------------------------|
| President | David Wishard |
| Vice President | John Fernan |
| Secretary/Treasurer | Janine Pruski (via Teleconference) |
| Director | Ron Hellberg |
| Director | Jeff Holley |
| Director | Mike Olszewski |

| | | |
|--------|----------------|--------------|
| Staff: | Office Manager | Kaylee Reed |
| | Legal Counsel | Charlie Zahn |

Board of Directors Members
Absent: None

Number of Members Present: One (1) via teleconference.

CALL TO ORDER

1. A quorum being present, the meeting was called to order by the presiding officer, Mr. Wishard, pursuant to posted notice.

RECOGNITION OF GUESTS

2. Mr. Paul Pilarczyk, Engineer for the Corporation, Mr. Steven Robledo, Mr. Marcos Alaniz and Mr. Hector Benavidez with Nueces County Control and Improvement District #3 ("The District"), System Operator for the Corporation.

RECEIVE CONFLICT OF INTEREST AFFIDAVITS

3. President David Wishard asked for Conflict-of-Interest Statements. No Conflict-of-Interest Statements were provided by any member of the Board of Directors.

PUBLIC COMMENT

4. No public comment was made.

MINUTES

5. Approval of the minutes.
 - a. Upon motion by Jeff Holley and a second by Ron Hellberg, the Minutes of February 21, 2023, Regular Meeting of the Board of Directors were unanimously approved by the Board of Directors.

DISCUSS STAGE 1 OF THE DROUGHT CONTINGENCY PLAN

6. The Board of Directors reviewed and discussed the current drought conditions and the RAWS Drought Contingency Plan. No action was taken. Stage 1 of the Drought Contingency Plan is still in effect.

UPDATE FROM THE DISTRICT ON SYSTEM OPERATIONS

7. Mr. Steven Robledo, Mr. Hector Benavidez, and Mr. Marcos Alaniz, with The District provided the following updates to the Board of Directors:
 - a. There has been approx. a 55% reduction in flushing since the 15th of the month and residuals are continuing to maintain well.
 - b. The District has received their transformers for the new pump station and is now awaiting NEC to install electricity. The pump station is scheduled to be online by July 2023.

UPDATE FROM RAWS ENGINEER, PAUL PILARCZYK

8. Mr. Paul Pilarczyk, the Corporation's engineer provided the following updates to the Board of Directors:
 - a. The final plans and specifications for the existing Elevated Storage Tank have been approved by TCEQ.

RECESS OPEN SESSION AND CONVENE IN EXECUTIVE SESSION

9. At 6:29 pm Mr. Wishard announced that the Board of Directors would go into executive session to deliberate the purchase, exchange, lease, or value of real property pursuant to Section 551.072 of the Local Government Code.

RECONVENE OPEN SESSION

10. At 7:16 pm Mr. Wishard reconvened in open session. Upon motion by Mike Olszewski and a second by Jeff Holley, the Board of Directors unanimously approved to have President, David Wishard continue negotiations with a local landowner for the New Elevated Storage tank.

UPDATE FROM RAWS ATTORNEY CHARLIE ZAHN

11. Charlie Zahn, the Corporation's legal counsel provided the following updates to the Board of Directors:
 - a. Mr. Zahn informed the Board of Directors that RAWS has received and paid the bill for Mr. Alan Ozuna for his services performed in 2022 for RAWS following a public information request from RAWS member, Kathy Vinson.

APPROVAL OF ORDER OF CANCELLATION OF THE 2023 DIRECTORS' ELECTION

12. Mr. Zahn advised the Board of Directors that Kylee Reed, the Office Manager and Election Official for the Corporation had filed a Certificate of Unopposed Candidates for Other Political Subdivisions thereby certifying that David Wishard, John Fernan and Janine Pruski are unopposed for election to the office of Director at the election to be held on April 27, 2023. A motion was made by Ron Hellberg and seconded by John Fernan to approve the Order of Cancellation cancelling the 2023 Directors' Election. The motion carried.

DISCUSS 2023 ELECTION TIMELINES AND MEMBERSHIP MEETING

13. The Board of Directors discussed the 2023 Members Meeting:
 - a. Upon motion by John Fernan and a second by Ron Hellberg, the Board of Directors, by majority vote, elected to place a member concern on the 2023 Members Meeting agenda. Mike Olszewski and Jeff Holley voted no.

OFFICE MANAGER UPDATE

14. Kaylee Reed, Office Manager, provided an update to the Board of Directors as follows:
- a. Kaylee Reed reviewed the bank account reconciliation with the Board of Directors.
 - b. Kaylee Reed advised the Board of Directors that the Corporation's bank account balances are as follows:
 - i. Operating account \$442,888.44
 - ii. Construction account \$9,393.9
 - iii. Bond Reserve I \$202,349.43
 - iv. Bond Reserve II \$44,058.73
 - c. Kaylee Reed informed the Board of Directors that RAWs is officially a BBB accredited business.

DISCUSS FEBRUARY 2023 LTM REPORT

15. The Board of Directors reviewed the February 2023 LTM report.

DISCUSS FEBRUARY 2023 DIRECTOR'S REPORT

16. The Board of Directors reviewed the February 2023 Director's report.


DIRECTOR COMMENTS

17. Mr. Wishard asked for comments from the Board of Directors.

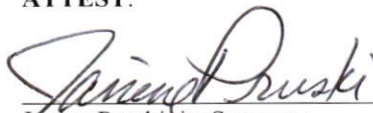
ADJOURN

18. As there was no further business to come before the Board of Directors, a motion was made by John Fernan with a second by Ron Hellberg to adjourn.

RIVER ACRES WATER SUPPLY CORPORATION

By  _____
David Wishard, its President

ATTEST:



Janine Pruski, its Secretary