

**San Patricio Municipal Water District
MEETING MINUTES
October 14, 2025**

President Troy Mircovich called the meeting of the Board of Directors of San Patricio Municipal Water District to order at 2:00 p.m. with the following members and officers present:

**Troy Mircovich, President
Thomas Bridges, Vice-President
Danny Cox, Director
Yolanda Carr, Director
Mark Evans, Director
Larry Kalich, Director
Doil Kellar, Director
Brian Williams, Manager
Rebecca Klaevemann, Secretary Treasurer
Karen Ivey, Assistant Secretary**

Also present were Assistant General Manager Mallory Lightsey, District O & M Manager, Jake Krumnow, District HR Manager Cliff Ezell, Attorney Marshall Wilkerson, Jason Hale, Payton Campbell with Coastal Watch Association, Rhiannon Scott with Coastal Watch Association, Itezelle Miller with Grove and Davis Insurance, Scott Baker with Baker Benefits Administrators, Inc., Wes Holmstrom with Cox Holmstrom, PLLC, and Richard Shaw.

President Troy Mircovich led the pledge to the American flag and Texas flag.

Public comments were made by Rhiannon Scott with Coastal Watch Association. She pledged opposition to the La Quinta Desalination Project and stated she is also concerned for the extra cost the rate payers would pay in San Patricio County. The Coastal Watch Association also plans to contest the discharge permit for the La Quinta Desalination Project. Payton Campbell with the Coastal Watch Association is concerned with the water quality in San Patricio County. He handed out water quality information for San Patricio County. Jason Hale stated the La Quinta Desalination Project could be blended with the current water supply in San Patricio County to upgrade the quality. The water could potentially be more affordable. He would also like more transparency in the actions of the District for the people of San Patricio County.

1. Minutes of September 18, 2025. A motion was made and seconded to approve the minutes of September 18, 2025. Motion carried unanimously.

2. Self-Funded Health Insurance Renewal w/Specialty RX Program and Reliant Life, Short and Long Term Disability, Employee Assistance Program, and Remote Telephonic Physician Service for plan year 11/1/2025 to 10/31/2026. Secretary/Treasurer Rebecca Klaevemann and Scott Baker. President with Baker Benefits Administrators, Inc. gave a brief presentation on the Self-Funded Health Insurance Renewal. A motion was made and seconded to approve the Baker Benefit partially self-funded insurance renewal and include the Specialty RX Program Agreement, the current stop loss carrier Sirius America with the Cigna Network and the Reliant Standard short and long term disability, life, employee assistance program and the remote telephonic physician service for the plan year 11/1/2025 – 10/31/2025. Motion carried unanimously. Scott Baker, President of Baker Benefit Administrators, Inc. and Itezelle Miller with Grove and Davis Insurance left the meeting at 2:17 p.m.

3. Adamson & Company, LLC Fee Proposal for Annual Audit Years 2025, 2026, and 2027. Secretary/Treasurer Rebecca Klaevemann gave a brief presentation about a fee proposal letter for the District's annual audit for the years 2025, 2026, and 2027 with 5% increases per year. A motion was made and seconded to approve the audit proposal for Adamson & Company, LLC for the audit years ending December 31, 2025, 2026 and 2027 and allow the Manager to execute an engagement letter. Motion carried unanimously.

4. Local, Regional and State Water Updates. Discussion by Board and Staff. No action taken.
President Troy Mircovich skipped item 5. Economic Development.

6. Manager's Reports

a. Management Reports

- i. Water Supply & Demand**
- ii. Infrastructure & Facilities**
- iii. Municipal & Industrial Development**
- v. Personnel.**

b. Financial Report. Secretary/Treasurer Rebecca Klaevemann presented the 3rd Quarter Investment Report pursuant to the Public Funds Investment Act.

Director Danny Cox left the meeting at 3:30 p.m.

5. Economic Development.

President Troy Mircovich called the meeting into executive session at 3:31 p.m. pursuant to the Texas Government Code Section 551.087 for economic development for Item 5 Economic Development. The meeting was called back into open session by President Troy Mircovich at 3:52 p.m. No action was taken on Item 5 Economic Development.

7. Adjourned. The meeting adjourned at 3:54 p.m.



Rebecca Klaevemann, Secretary/Treasurer



Thomas Bridges, Vice-President