

MINUTES OF THE
TEXAS WATER DEVELOPMENT BOARD
WORK SESSION
May 3, 2011

Chairman Vaughan called the Work Session of the Texas Water Development Board to order at 2:30 p.m. in Room 170 of the Stephen F. Austin Building, Austin, Texas. The following Board Members were present:

Thomas Weir Labatt III
Lewis H. McMahan
Joe M. Crutcher
Monte Cluck
Billy Bradford, Jr.

Members of Texas Water Development Board staff attending included: Chris Adams, Stacy Barna, Jim Bateman, Joyce Bourenane, Carolyn Brittin, Melanie Callahan, Kathy Calnan, Chris Caran, David Carter, Mark Evans, Luis Farias, Wendy Foster, Lisa Glenn, Maxine Gilford, Rene Gonzalez, Mark Hall, Ingrid Hansen, Dan Hardin, Francia Harutunian, Samantha Heng, Bill Hutchison, Chris Jurgens, Merry Klonower, Jerry Laman, Amanda Lavin, Darryl Lindgens, Mireya Loewe, Ryan Long, Robert Mace, Nancy Marsteller, Michelle McFaddin, David Meesey, Piper Montemayor, Matt Nelson, Darrell Nichols, Brenda O'Neill, Javier Pena, Ken Petersen, Lisa Petoskey, Debbie Ramirez, Steve Rodriguez, Leo Ruiz, Jim Scott, Caaren Skrobarczyk, Joel Smith, Mike Smith, John Steib, John Sutton, Augustine Tambe, Comer Tuck, Jeff Walker, Gilbert Ward, Carlton Wilkes, Leila Wurst, and David Yager.

The following individuals were present:

Sarah Kinkle, Sunset Commission
Steve Stevens, Mesa Water

Chairman Vaughan recognized and welcomed the new Board members.

1. CONSIDER APPROVAL OF THE JANUARY, 2011 WORK SESSION MINUTES.

Mr. Labatt moved to approve the minutes as submitted; Mr. McMahan seconded the motion; the motion passed unanimously.

2. ELECTION OF VICE-CHAIRMAN OF THE BOARD.

Mr. Bradford moved to nominate Mr. Crutcher as Vice-Chairman of the Board; Mr. Cluck seconded the motion. Mr. Crutcher was elected by acclamation.

3. ANNOUNCEMENT OF APPOINTMENTS TO THE FINANCE AND AUDIT COMMITTEES.

With the appointment of two new Board Members, Chairman Vaughan announced the following appointments to the Board's standing committees:

Finance Committee: Thomas Weir Labatt III, Chair, Monte Cluck and Edward Vaughan, Members.

Audit Committee: Lewis McMahan, Chair, Joe Crutcher and Billy Bradford, Jr., Members.

4. BRIEFING AND DISCUSSION ON THE INTERNAL CREDIT RISK SCORING SYSTEM USED TO ASSESS THE FINANCIAL STABILITY OF APPLICANTS FOR TEXAS WATER DEVELOPMENT BOARD FINANCING. Jeff Walker, Director of Project Development in Project Finance, presented this item.

No action was taken on this item.

5. BRIEFING AND DISCUSSION CONCERNING CURRENT COMMITMENTS AND PENDING APPLICATIONS FOR FUNDING IN THE ECONOMICALLY DISTRESSED AREAS PROGRAM, THE STATE PARTICIPATION PROGRAM, AND THE WATER INFRASTRUCTURE FUND. Amanda Lavin, Deputy Executive Administrator, Project Finance, presented this item.

No action was taken on this item.

6. BRIEFING AND DISCUSSION CONCERNING THE 82ND LEGISLATURE, INCLUDING BILLS FILED, CURRENT AND ANTICIPATED ISSUES, AND THE TEXAS WATER DEVELOPMENT BOARD'S LEGISLATIVE PRIORITIES REPORT. Wendy Foster, Director, Governmental Relations, presented this item. Carolyn Brittin, Deputy Executive Administrator of Water Resources Planning and Information, and Robert Mace, Deputy Executive Administrator, Water Science & Conservation, also addressed the Board.

No action was taken on this item.

7. THE BOARD MAY DISCUSS AND CONSIDER ITEMS FROM THE AUDIT COMMITTEE, FINANCE COMMITTEE, AND BOARD MEETINGS OF MAY 4, 2011.

The Board discussed Item Nos. 6 and 10 from the Board's Consent Agenda. John Steib, Director, ARRA & Strategic Initiatives, addressed the Board on Item No. 6. Jerry Laman, Project Oversight in Project Finance, addressed the Board on Items 6 and 10.

No other items were discussed.

8. THE BOARD MAY RECESS INTO EXECUTIVE SESSION TO CONSULT WITH ITS ATTORNEYS REGARDING PENDING OR CONTEMPLATED LITIGATION, OR SETTLEMENT OFFERS, ON ANY POSTED MATTER ON WHICH THE BOARD SEEKS ADVICE OF ITS ATTORNEYS PURSUANT TO GOVERNMENT CODE

§551.071, AND WILL RECONVENE IN OPEN SESSION FOR ANY NECESSARY ACTION ON ANY SUCH MATTER CONSIDERED IN EXECUTIVE SESSION.

The Board did not recess into executive session under this posting.

The meeting adjourned at 3:15 p.m.

APPROVED and ordered of record this, the 20th day of July, 2011.

TEXAS WATER DEVELOPMENT BOARD

Edward G. Vaughan, Chairman

ATTEST:

Melanie Callahan
Interim Executive Administrator