

MINUTES OF THE
TEXAS WATER DEVELOPMENT BOARD
FINANCE COMMITTEE MEETING
January 31, 2013

Chairman Monte Cluck called to order the meeting of the Finance Committee of the Texas Water Development Board at 9:30 a.m. in Room 170 of the Stephen F. Austin Building, Austin, Texas. Members, Edward G. Vaughan and F. A. "Rick" Rylander were in attendance.

Board Members Billy R. Bradford, Jr., Lewis H. McMahan and Joe M. Crutcher also attended the meeting.

Members of the Texas Water Development Board staff attending included: Chris Adams, Jorge Arroyo, Renita Bankhead, Stacy Barna, Jim Bateman, Jo Dawn Bomar, Joyce Bourenane, Carolyn Brittin, Kelly Burton, Melanie Callahan, Chris Caran, David Carter, Mark Ellison, Scot Foltz, Maxine Gilford, Lisa Glenn, Mark Hall, Ingrid Hansen, Dan Hardin, Ruben Hernandez, Amanda Jenami, Sandy Kaiser, Jennifer Kennedy, Merry Klonower, Randy Lara, Dain Larsen, LeeRoy Lopez, Ryan Long, Robert Mace, Jeremy Mazur, Issa McDaniel, David Meeseey, Dave Mitamura, Piper Montemayor, Darrell Nichols, Brenda O'Neill, Javier Pena, Ken Petersen, Lisa Petoskey, Jonathan Pi, Samantha Pollard, Debbie Ramirez, Steve Rodriguez, Leo Ruiz, Sunny Sadler, Robert Sahm, Mike Segner, Caaren Skrobarczyk, Joel Smith, Rebecca Trevino, Comer Tuck, Cameron Turner, Jeff Walker, Carlton Wilkes, and David Yager.

The following individuals were present:

John Baldwin, Coastal Water Authority
Susan Bandy, City of Houston
Kate Bechtold, City of Houston
Tilman Naylor, Jefferies
Lorraine Palacios, Ramirez & Co.
Keith Richard, Morgan Stanley
Don Ripley, Coastal Water Authority

1. CONSIDER APPROVAL OF THE MINUTES OF THE DECEMBER 6, 2012 MEETING.

Mr. Vaughan moved to approve the minutes as submitted; the motion was seconded by Mr. Rylander; it passed unanimously.

2. BRIEFING AND DISCUSSION ON THE QUARTERLY INVESTMENT REPORT FOR THE PERIOD SEPTEMBER 1, 2012 THROUGH NOVEMBER 30, 2012. Piper Montemayor, Director, Debt & Portfolio Management, presented this item.

No action was taken on this item.

3. CONSIDER RECOMMENDING FOR APPROVAL BY RESOLUTION: (A) A REQUEST FROM THE COASTAL WATER AUTHORITY (HARRIS COUNTY) FOR FINANCIAL ASSISTANCE IN THE AMOUNT OF \$28,754,000 FROM THE STATE PARTICIPATION PROGRAM TO

FINANCE WATER SYSTEM IMPROVEMENTS, UTILIZING THE PRE-DESIGN FUNDING OPTION (THE LUCE BAYOU INTERBASIN TRANSFER PROJECT); AND (B) AUTHORIZING THE EXECUTIVE ADMINISTRATOR TO NEGOTIATE AND EXECUTE A MASTER AGREEMENT BETWEEN TWDB AND COASTAL WATER AUTHORITY REGARDING STATE PARTICIPATION IN THE LUCE BAYOU INTERBASIN TRANSFER PROJECT. (BOARD CONSENT ITEM NO. 25) Dain Larsen, Project Development, presented this item. Piper Montemayor, Director, Debt & Portfolio Management, also addressed the Committee.

Prior to consideration of this item, Chairman Cluck stated that Don Ripley, wished to address the Committee.

Mr. Ripley stated that he is the Executive Director for Coastal Water Authority. He stated that he was attending this meeting with representatives from the City of Houston and they all wished to express thanks to the Board and staff members for their assistance with this project.

Mr. Vaughan moved to recommend approval of the staff recommendation as proposed; the motion was seconded by Mr. Rylander; it passed unanimously.

4. THE COMMITTEE MAY DISCUSS ITEMS FROM THE BOARD MEETING OF JANUARY 31, 2012.

No other items were discussed.

The meeting adjourned at 9:45 a.m.

APPROVED and ordered of record this the 28th day of February, 2013.

TEXAS WATER DEVELOPMENT BOARD
FINANCE COMMITTEE

Monte Cluck, Chairman

ATTEST:

Melanie Callahan
Executive Administrator