

MINUTES OF THE  
TEXAS WATER DEVELOPMENT BOARD  
FINANCE COMMITTEE MEETING  
February 28, 2013

Chairman Monte Cluck called to order the meeting of the Finance Committee of the Texas Water Development Board at 8:30 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: Jorge Arroyo, Stacy Barna, Jim Bateman, Joyce Bourenane, Carolyn Brittin, Brenner Brown, Kelly Burton, Melanie Callahan, Kathy Calnan, David Carter, JoAnne Duncan, Mark Ellison, Scot Foltz, Larry French, Monica Galuski, Lisa Glenn, Mark Hall, Dan Hardin, Francia Harutunian, Ruben Hernandez, Amanda Jenami, Sandy Kaiser, Jennifer Kennedy, Sanjeev Kalaswad, Randy Lara, Dain Larsen, Mireya Loewe, LeeRoy Lopez, Ryan Long, Jeremy Mazur, Linda McCall, Issa McDaniel, Michelle McFaddin, David Meeseey, Dave Mitamura, Lauren Mulverhill, Ben Munguia, Piper Montemayor, Darrell Nichols, Brenda O'Neill, Javier Pena, Ken Petersen, Lisa Petoskey, Jonathan Pi, Debbie Ramirez, Joe Reynolds, Steve Rodriguez, Leo Ruiz, Clay Schultz, Mike Segner, Caaren Skrobarczyk, Joel Smith, Comer Tuck, Jeff Walker, Mark Wentzel, David Yager, and Larry Zamzow.

The following individuals were present:

Lamberto Balli, HMTB  
Jorge Barrera, Eagle Pass Waterworks System  
Danielle Bradford, Piper Jaffray  
Edward Brown, City of Sweetwater  
Sallie Burchelt  
Andy Bynam, Mesirow Financial  
Juan Cedillo, City of EdCouch  
Peter Clarke, J.P. Morgan  
Eric Ebeith, Drexel Hamilton, LLC  
Phil Elledge, White River MWD  
Anne Burger-Entrekin, First Southwest  
Linda Fernandez  
Jorge Flores, Eagle Pass Waterworks System  
Perry Fowler  
Donald Gonzales, Falfurrias Utility Board  
David Gonzalez, Eagle Pass Waterworks System  
Robert Gonzalez, Eagle Pass Waterworks System  
Todd Henderson, Bitter Creek WSC  
Jason Hill, Lone Star Groundwater Conservation District  
Blake Howard, Bitter Creek WSC  
Anthony Jaso, City of Del Rio  
Keith Kindle, City of Sweetwater

Jaime Kypuros, Eagle Pass Waterworks System  
George Lazaro, City of Edcouch  
Gloria Leal  
Dale Lehman, Piper Jaffray  
Kadisja Makhoul, Burgess Well  
Ken Martin, Bitter Creek WSC  
Larry Martin, Bitter Creek WSC  
Thomas Mead, Drexel Hamilton  
M. Watson Moore, Bitter Creek WSC  
Sean Moran  
Sharron Nabors, Region D  
Rick Nelson, Bitter Creek WSC  
Gary Oradat, City of Pflugerville  
Lorraine Palacios, Ramirez & Co.  
Timothy Peterson, J. P. Morgan  
Jeff Posey, Bitter Creek WSC  
Robin Redford, Ramirez & Company  
Ben Rosenberg, Coastal Securities, Inc.  
Ruth Ruiz, City of Edcouch  
Claudio Ruiz  
Shelly Scherwitz, Bitter Creek WSC  
Terry Scherwitz, Bitter Creek WSC  
Dalton Smith, Merrill Lynch  
Van Taylor, State Representative District 66  
Wayne Weeks, Edom WSC  
Gregory Wortham, City of Sweetwater

1. CONSIDER APPROVAL OF THE MINUTES OF THE JANUARY 31, 2013 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 SUMMARY AND BOND SALE RESULTS FOR \$42,470,000 STATE OF TEXAS, GENERAL OBLIGATION WATER FINANCIAL ASSISTANCE BONDS, SERIES 2013A (WATER INFRASTRUCTURE FUND). Monica Galuski, Debt & Portfolio Management, presented this item. Lisa Daniel, Lorraine Palacios, and Robin Redford, Ramirez & Co., also addressed the Committee.

No action was taken on this item.

3. CONSIDER RECOMMENDING FOR APPROVAL BY RESOLUTION THE ESTABLISHMENT OF A NEW TAX-EXEMPT LENDING RATE SCALE FOR THE WATER INFRASTRUCTURE FUND (WIF) TO BE EFFECTIVE FEBRUARY 28, 2013. Monica Galuski, Debt & Portfolio Management, presented this item. Piper Montemayor, Director, Debt & Portfolio Management, also addressed the Committee.

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

Before consideration of the next agenda item, Board Chairman, Billy R. Bradford, Jr., recognized State Representative Van Taylor who was in attendance at the meeting.

The Committee then considered Item No. 4 on the agenda as follows:

4. CONSIDER RECOMMENDING FOR APPROVAL BY RESOLUTION, A REQUEST FROM **BITTER CREEK WATER SUPPLY CORPORATION (NOLAN AND FISHER COUNTIES)** FOR A LOAN IN THE AMOUNT OF \$7,500,000 FROM THE RURAL WATER ASSISTANCE FUND TO FINANCE WATER SYSTEM IMPROVEMENTS, UTILIZING THE PRE-DESIGN FUNDING OPTION. BOARD CONSENT ITEM NO. 20. Caaren Skrobarczyk, Project Development, presented this item. Jeff Posey, President, Bitter Creek WSC, Ken Martin, Martin Engineering, and Keith Kindle, City of Sweetwater, also addressed the Committee.

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

5. THE COMMITTEE MAY DISCUSS ITEMS FROM THE BOARD MEETING OF FEBRUARY 28, 2013.

No other items were discussed.

The meeting adjourned at 9:07 a.m.

APPROVED and ordered of record this the 18<sup>th</sup> day of April, 2013.

TEXAS WATER DEVELOPMENT BOARD  
FINANCE COMMITTEE

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Monte Cluck, Chairman

ATTEST:

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Melanie Callahan  
Executive Administrator