

MINUTES OF THE  
TEXAS WATER DEVELOPMENT BOARD  
BOARD MEETING  
August 7, 2014 – 1:30 P.M.

Chairman Carlos Rubinstein reconvened the meeting of the Texas Water Development Board at 1:30 p.m. in Room 1-111 of the William B. Travis Building, 1701 North Congress Avenue, Austin, Texas. In addition to Chairman Rubinstein, Directors Kathleen Jackson and Bech Bruun were also in attendance, and a quorum was present. He stated that no action was taken in Executive Session.

The General Counsel announced the first item for consideration:

1. CONSIDER APPROVING, BY RESOLUTION, A REQUEST FROM THE HARRIS COUNTY WATER CONTROL AND IMPROVEMENT DISTRICT NO. 36 (HARRIS COUNTY) FOR FINANCIAL ASSISTANCE TOTALING \$4,976,413 CONSISTING OF A \$3,885,000 LOAN AND \$1,091,413 IN LOAN FORGIVENESS FROM THE DRINKING WATER STATE REVOLVING FUND FOR DESIGN AND CONSTRUCTION COSTS TO FUND EFFICIENCY IMPROVEMENTS AND EQUIPMENT REHABILITATION AT FOUR WATER TREATMENT PLANT SITES. Nancy Richards, Water Supply and Infrastructure, presented this item.

Director Bruun moved to adopt the proposed Resolution providing the Harris County Water Control and Improvement District No. 36 financial assistance from the Drinking Water State Revolving Fund for design and construction costs to fund efficiency improvements and equipment rehabilitation at four water treatment plant sites, as recommended by the Executive Administrator.

The motion was seconded by Director Jackson; it passed unanimously.

2. CONSIDER APPROVING AN AMENDMENT TO RESOLUTION NO. 13-155 OF THE TEXAS WATER DEVELOPMENT BOARD, RELATING TO A LOAN COMMITMENT TO THE CITY OF LADONIA (FANNIN COUNTY), FROM THE DRINKING WATER STATE REVOLVING FUND, TO INCLUDE ACQUISITION FUNDING IN ADDITION TO THE ORIGINALLY APPROVED FUNDING FOR PLANNING AND DESIGN. Jessica Zuba, Water Supply and Infrastructure, presented this item.

Director Jackson moved to adopt the proposed amendment to Board Resolution No. 13-155, relating to a loan commitment to the City of Ladonia, from the Drinking Water State Revolving Fund, to include acquisition funding in addition to the originally approved funding for planning and design, as recommended by the Executive Administrator.

The motion was seconded by Director Bruun; it passed unanimously.

3. CONSIDER APPROVING INTERNAL AUDIT'S FISCAL YEAR 2015 AUDIT PLAN. Amanda Jenami, Internal Auditor, presented this item.

Director Bruun moved to approve the proposed Fiscal Year 2015 Audit Plan.

The motion was seconded by Director Jackson; it passed unanimously.

4. CONSIDER APPROVING THE FISCAL YEAR 2015 OPERATING BUDGET AND FISCAL YEAR 2016/2017 LEGISLATIVE APPROPRIATIONS REQUEST. Amanda Landry, Chief Financial Officer, presented this item.

Director Jackson moved to approve the Fiscal Year 2015 Operating Budget and Fiscal Year 2016/2017 Legislative Appropriations Request, as recommended by the Executive Administrator.

The motion was seconded by Director Bruun; it passed unanimously.

5. BRIEFING AND DISCUSSION ON THE QUARTERLY INVESTMENT REPORT FOR THE PERIOD MARCH 1, 2014 THROUGH MAY 31, 2014. Byron Johnson, Budget Office, presented this item.

No action was taken on this item.

6. CONSIDER APPROVING, BY RESOLUTION, AN OFFICIAL INTENT TO REIMBURSE THE COSTS OF LOANS AND FUNDS TRANSFERS THROUGH THE ISSUANCE, SALE AND DELIVERY OF UP TO \$478,052,878 OF WATER FINANCIAL ASSISTANCE GENERAL OBLIGATION BONDS. Byron Johnson, Budget Office, presented this item.

Director Bruun moved to adopt the proposed Resolution approving an official intent to reimburse the costs of loans and funds transfers through the issuance, sale and delivery of up to \$478,052,878 of Water Financial Assistance General Obligation Bonds, as recommended by the Executive Administrator.

The motion was seconded by Director Jackson; it passed unanimously.

7. CONSIDER APPROVING A RESOLUTION AUTHORIZING THE USE OF EXCESS INTEREST REPAYMENTS TO ACCELERATE THE REPAYMENT OF STATE REVOLVING FUND MATCH DEBT FOR FISCAL YEAR 2015. Byron Johnson, Budget Office, presented this item.

Director Jackson moved to adopt the proposed Resolution authorizing the use of excess interest repayments to accelerate the repayment of State Revolving Fund match debt for Fiscal Year 2015, as recommended by the Executive Administrator.

The motion was seconded by Director Bruun; it passed unanimously.

8. CONSIDER APPROVING A RESOLUTION DELEGATING TO THE EXECUTIVE ADMINISTRATOR AUTHORITY TO UTILIZE PREPAYMENTS TO DEFEASE GENERAL OBLIGATION BONDS FOR FISCAL YEAR 2015. Byron Johnson, Budget Office, presented this item.

Director Bruun moved to adopt the proposed Resolution delegating to the Executive Administrator authority to utilize prepayments to defease General Obligation bonds for Fiscal Year 2015.

The motion was seconded by Director Jackson; it passed unanimously.

9. CONSIDER APPROVING A RESOLUTION DELEGATING TO THE EXECUTIVE ADMINISTRATOR AUTHORITY TO UTILIZE PREPAYMENTS TO DEFEASE CLEAN WATER STATE REVOLVING FUND BONDS FOR FISCAL YEAR 2015. Byron Johnson, Budget Office, presented this item.

Director Jackson moved to adopt the proposed Resolution delegating authority to the Executive Administrator to utilize prepayments to defease Clean Water State Revolving Fund bonds for Fiscal Year 2015.

The motion was seconded by Director Bruun; it passed unanimously.

10. BRIEFING AND DISCUSSION ON HB 4 RULE DEVELOPMENT. Todd Chenoweth, Senior Advisor, presented this item.

No action was taken on this item.

11. THE BOARD RECEIVED PUBLIC COMMENTS FROM:

Sam Brannon, Texas Interfaith Center for Public Policy

Chairman Rubinstein recognized Charles A. Lewis from State Representative Ryan Guillen’s office who was attending the meeting today.

The meeting adjourned at 2:18 p.m.

APPROVED and ordered of record this, the 7<sup>th</sup> day of August, 2014.

TEXAS WATER DEVELOPMENT BOARD

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Carlos Rubinstein, Chairman

DATE SIGNED: \_\_\_\_\_

ATTEST:

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Kevin Patteson  
Executive Administrator