

MINUTES OF THE
TEXAS WATER DEVELOPMENT BOARD
BOARD MEETING

November 10, 2015 – 9:30 A.M.

Chairman Bech K. Bruun called to order the meeting of the Texas Water Development Board at 9:31 a.m. in Room 170 of the Stephen F. Austin Building, 1700 N. Congress Avenue, Austin, Texas. In addition to Chairman Bruun, Director Kathleen Jackson was also in attendance, and a quorum was present.

The General Counsel announced the first item for consideration:

1. DISCUSSION REGARDING OUTREACH EFFORTS AND ACTIVITIES BY THE BOARD.

No action was taken on this item.

2. CONSIDER APPROVING BY RESOLUTION THE ESTABLISHMENT OF A NEW TAXABLE LENDING RATE SCALE FOR THE TEXAS WATER DEVELOPMENT FUND II WATER FINANCIAL ASSISTANCE ACCOUNT (DFUND II) TO BE EFFECTIVE NOVEMBER 10, 2015. David Duran, Debt and Portfolio Management, presented this item.

Director Jackson moved to adopt the proposed Resolution establishing a new taxable lending rate scale for the Texas Water Development Fund II Water Financial Assistance Account to be effective November 10, 2015, as recommended by the Executive Administrator.

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

3. BRIEFING AND DISCUSSION ON THE QUARTERLY INVESTMENT REPORT FOR THE PERIOD JUNE 1, 2015 THROUGH AUGUST 31, 2015. Cindy Demers, Chief Financial Officer, presented this item.

No action was taken on this item.

4. BRIEFING AND DISCUSSION ON THE BOND SALE RESULTS FOR TEXAS WATER DEVELOPMENT BOARD STATE WATER IMPLEMENTATION REVENUE FUND FOR TEXAS REVENUE BONDS, SERIES 2015A, \$798,450,000 (MASTER TRUST) AND TAXABLE SERIES 2015B, \$11,960,000 (MASTER TRUST). Cindy Demers, Chief Financial Officer, presented this item. Anne Berger-Entrekin, First Southwest, and Rob Mellinger, CitiGroup, also addressed the Board.

No action was taken on this item.

5. BRIEFING, DISCUSSION AND CONSIDER APPROVING THE INTERNAL AUDIT ANNUAL REPORT FOR FY 2015. Nicole Campbell, Internal Auditor, presented this item.

Chairman Bruun moved to approve the Internal Audit Annual Report for Fiscal Year 2015.

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

6. CONSIDER APPROVING BY RESOLUTION A REQUEST FROM THE CITY OF MELVIN (MCCULLOCH COUNTY) TO AMEND THE \$170,000 COMMITMENT IN RESOLUTION NO. 15-029 FROM THE ECONOMICALLY DISTRESSED AREAS PROGRAM ACCOUNT OF THE TEXAS WATER DEVELOPMENT FUND II, TO INCREASE THE GRANT FUNDING TO 100 PERCENT GRANT FUNDS. Lee Huntoon, Water Supply and Infrastructure, presented this item.

Director Jackson moved to adopt the proposed Resolution amending the commitment made under Board Resolution Number 15-029 from the Economically Distressed Areas Program, to increase the grant funding to 100 percent grant funds, as recommended by the Executive Administrator.

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

7. CONSIDER ADOPTING AND AUTHORIZING PUBLICATION OF AMENDMENTS TO 31 TEXAS ADMINISTRATIVE CODE (TAC) §357.10, §357.50, §357.51, §357.62, AND §358.3 RELATING TO INTERREGIONAL CONFLICTS IN REGIONAL WATER PLANNING. Todd Chenoweth, Special Advisor, presented this item.

Chairman Bruun recognized Linda Price from the Region D Water Board, who was attending the meeting.

Chairman Bruun moved to adopt amendments to Title 31, Sections 357.10, 357.50, 357.51, 357.62, and 358.3 of the Texas Administrative Code relating to Interregional Conflicts in Regional Water Planning, as recommended by the Executive Administrator.

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

8. CONSIDER AMENDING THE 2012 STATE WATER PLAN TO INCORPORATE AN AMENDMENT TO THE 2011 REGION H REGIONAL WATER PLAN RELATING TO THE CENTRAL HARRIS COUNTY REGIONAL WATER AUTHORITY. Matt Nelson, Water Supply and Infrastructure, presented this item.

Director Jackson moved to amend the 2012 State Water Plan to incorporate an amendment to the 2011 Region H Regional Water Plan relating to the Central Harris County Regional Water Authority, as recommended by the Executive Administrator.

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

9. No public comments were received.
10. The Board did not meet in closed session.

The Chairman adjourned the meeting at 10:29 a.m.

APPROVED and ordered of record this, the 10th day of November, 2015.

TEXAS WATER DEVELOPMENT BOARD

Bech K. Bruun, Chairman

DATE SIGNED: _____

ATTEST:

Kevin Patteson,
Executive Administrator