

MINUTES OF THE  
TEXAS WATER DEVELOPMENT BOARD  
BOARD MEETING  
March 3, 2016 – 9:30 A.M.

Chairman Bech K. Bruun called to order the meeting of the Texas Water Development Board at 9:30 a.m. in Room 170 of the Stephen F. Austin Building, 1700 N. Congress Avenue, Austin, Texas. In addition to Chairman Bruun, Directors Kathleen Jackson and Peter Lake were 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 A REVISION OF THE NOT-TO-EXCEED AGGREGATE PRINCIPAL AMOUNT ESTABLISHED AT THE JANUARY 19, 2016 BOARD MEETING TO \$50,000,000 DUE TO CHANGES IN THE PLAN OF FINANCE, AND APPROVE BY RESOLUTION THE FOLLOWING: (A) THE ISSUANCE, SALE AND DELIVERY OF STATE OF TEXAS, GENERAL OBLIGATION WATER FINANCIAL ASSISTANCE BONDS, SERIES 2016A (ECONOMICALLY DISTRESSED AREAS PROGRAM) IN AN AGGREGATE PRINCIPAL AMOUNT NOT TO EXCEED \$50,000,000; (B) A PRELIMINARY OFFICIAL STATEMENT; AND (C) AUTHORIZATION FOR THE EXECUTIVE ADMINISTRATOR AND DEVELOPMENT FUND MANAGER TO ACT ON BEHALF OF THE TEXAS WATER DEVELOPMENT BOARD IN THE SALE AND DELIVERY OF SUCH BONDS. Cindy Demers, Chief Financial Officer, presented this item.

Director Jackson moved to approve a revision of the not-to-exceed aggregate principal amount established at the January 19, 2016 board meeting to \$50,000,000 due to changes in the plan of finance; and adopt the proposed Resolution approving the following:

The issuance, sale and delivery of State of Texas, General Obligation Water Financial Assistance Bonds, Series 2016A (Economically Distressed Areas Program) in an aggregate principal amount not to exceed \$50,000,000;

A Preliminary Official Statement; and

Authorization for the Executive Administrator, Chief Financial Officer, and Development Fund Manager to act on behalf of the Texas Water Development Board in the sale and delivery of such bonds.

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

3. CONSIDER APPROVING BY RESOLUTION A REQUEST FROM THE TOWN OF VINTON (EL PASO COUNTY) FOR FINANCIAL ASSISTANCE IN THE AMOUNT OF \$2,709,070 CONSISTING OF A \$825,000 LOAN AND \$1,884,070 IN LOAN FORGIVENESS FROM THE CLEAN WATER STATE REVOLVING FUND TO FINANCE THE PLANNING, ACQUISITION, AND DESIGN OF A NEW CENTRALIZED WASTEWATER COLLECTION SYSTEM. Lee Huntoon, Water Supply and Infrastructure, presented this item.

Director Lake moved to adopt the proposed Resolution providing the Town of Vinton financial assistance from the Clean Water State Revolving Fund to finance the planning, acquisition, and design of a new centralized wastewater collection system, as recommended by the Executive Administrator.

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

4. CONSIDER APPROVING BY RESOLUTION A REQUEST FROM THE CITY OF STAMFORD (JONES AND HASKELL COUNTIES) FOR FINANCIAL ASSISTANCE IN THE AMOUNT OF \$19,765,708, CONSISTING OF A \$9,530,000 LOAN AND \$10,235,708 IN LOAN FORGIVENESS FROM THE DRINKING WATER STATE REVOLVING FUND TO FINANCE THE PLANNING, ACQUISITION, DESIGN, AND CONSTRUCTION PHASES FOR WATER SYSTEM IMPROVEMENTS. Caaren Skrobarczyk, Water Supply and Infrastructure, presented this item. Alan Plumlee, City Manager for the City of Stamford, also addressed the Board.

Chairman Bruun noted that Keith Kendall, Enprotec/Hibbs & Todd, registered his opinion in support of this item.

Director Jackson moved to adopt the proposed Resolution, providing the City of Stamford financial assistance from the Drinking Water State Revolving Fund to finance the planning, acquisition, design, and construction phases for water system improvements, as recommended by the Executive Administrator.

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

5. CONSIDER APPROVING BY RESOLUTION A REQUEST FROM THE CITY OF BEEVILLE (BEE COUNTY) FOR A \$3,300,000 LOAN FROM THE DRINKING WATER STATE REVOLVING FUND TO FINANCE WATER SYSTEM IMPROVEMENTS. Mireya Loewe, Water Supply and Infrastructure, presented this item. Jack Hamlett, City Manager for the City of Beeville, also addressed the Board.

Director Lake thanked Jack Hamlett and Christine Horton from the City of Beeville for attending the meeting.

Chairman Bruun noted that Keith Kendall, Enprotec/Hibbs & Todd, and Christine Horton, Financial Director, City of Beeville, registered their opinion in support of this item; and he also noted for the record that Wil Galloway, City of Beeville, was in support of this item.

Director Lake moved to adopt the proposed Resolution providing the City of Beeville financial assistance from the Drinking Water State Revolving Fund to finance water system improvements, as recommended by the Executive Administrator.

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

6. CONSIDER APPROVING BY RESOLUTION A REQUEST FROM DARIO V. GUERRA, III, DOING BUSINESS AS DERBY, ING., (FRIO COUNTY) FOR \$140,000 IN LOAN FORGIVENESS FROM THE DRINKING WATER STATE REVOLVING FUND TO FINANCE CONSTRUCTION COSTS ASSOCIATED WITH UPGRADES TO THE EXISTING WATER SYSTEM; AND APPROVAL OF A WAIVER RELATED TO THE ENTITY'S WATER AUDIT, REQUIRING THE ENTITY TO COMPLETE AND FILE A WATER AUDIT PRIOR TO RELEASE OF CONSTRUCTION FUNDS. Clay Schultz, Water Supply and Infrastructure, presented this item. Dario V. Guerra III, Derby, Ing., also addressed the Board.

Director Jackson moved to continue this matter to a future Board Meeting.

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

7. CONSIDER AUTHORIZING THE EXECUTIVE ADMINISTRATOR TO NEGOTIATE AND EXECUTE A FISCAL YEAR 2016 CONTRACT AND RENEWAL OPTION FOR FISCAL YEAR 2017 FOR GROUNDWATER QUALITY ANALYSIS SERVICES IN AN AMOUNT NOT TO EXCEED \$196,000 FOR EACH FISCAL YEAR, COMPRISED OF \$100,000 FROM GENERAL REVENUE AND \$96,000 FROM THE RESEARCH AND PLANNING FUND; AND TRANSFER \$96,000 FROM THE WATER ASSISTANCE FUND TO THE RESEARCH AND PLANNING FUND. Janie Hopkins, Water Science and Conservation, presented this item.

Chairman Bruun noted that Dale Jureca, Customer and Project Service Supervisor, LCRA Environmental Lab Services, registered his opinion in support of this item.

Director Lake moved to authorize the Executive Administrator to negotiate and execute a Fiscal Year 2016 contract and renewal option for Fiscal Year 2017 for groundwater quality analysis services in an amount not to exceed \$196,000 for each fiscal year; and transfer \$96,000 from the Water Assistance Fund to the Research and Planning Fund.

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

8. CONSIDER APPROVING BY RESOLUTION MATERIAL CHANGES TO CONTRACTS FOR GOODS AND SERVICES AWARDED UNDER CHAPTER 2155 OF THE TEXAS GOVERNMENT CODE EXECUTED DURING THE FIRST QUARTER OF FISCAL YEAR 2016. David Carter, Operations and Administration, presented this item.

Director Jackson moved to approve the issuance of the Resolution acknowledging material

changes to contracts for goods and services awarded under Chapter 2155 of the Texas Government Code executed during the first quarter of fiscal year 2016.

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

9. CONSIDER AUTHORIZING PUBLICATION OF THE DRAFT 2017 STATE WATER PLAN FOR PUBLIC COMMENT AND POSTING NOTICE OF PUBLIC HEARING, PUBLIC COMMENT PERIOD, AND INTENT TO ADOPT THE 2017 STATE WATER PLAN. Matt Nelson, Water Supply and Infrastructure, presented this item.

Director Lake moved to authorize the Executive Administrator to publish the Draft 2017 State Water Plan for public comment; and to post notice of public hearing, the public comment period, and the intent to adopt the 2017 State Water Plan

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

10. No public comments were received.

11. The Board did not meet in Executive Session.

The Chairman adjourned the meeting at 10:34 a.m.

APPROVED and ordered of record this, the 3<sup>rd</sup> day of March, 2016.

TEXAS WATER DEVELOPMENT BOARD

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Bech K. Bruun, Chairman

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

ATTEST:

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Kevin Patteson,  
Executive Administrator