

MINUTES OF THE
TEXAS WATER DEVELOPMENT BOARD
BOARD MEETING
July 23, 2015 – 9:00 A.M.

Chairman Bech K. Bruun called to order the meeting of the Texas Water Development Board at 9:00 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 Carlos Rubinstein were also in attendance, and a quorum was present.

The General Counsel announced the first item for consideration:

1. CONSIDER APPROVING BY RESOLUTION A REQUEST FROM FORT BEND COUNTY FRESH WATER SUPPLY DISTRICT NO.1 (FORT BEND COUNTY) FOR AN \$8,000,000 LOAN FROM THE TEXAS WATER DEVELOPMENT FUND TO FINANCE DESIGN AND CONSTRUCTION COSTS FOR NEW WATER LINES AND A WATER PLANT EXPANSION. Nancy Richards, Water Supply and Infrastructure, presented this item.

Director Rubinstein moved to adopt the proposed Resolution providing Fort Bend County Fresh Water Supply District No.1 assistance from the Texas Water Development Fund to finance design and construction costs for new water lines and a water plant expansion, as recommended by the Executive Administrator.

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

2. CONSIDER APPROVING BY RESOLUTION A REQUEST FROM THE CITY OF HUDSON (ANGELINA COUNTY) FOR A \$410,000 LOAN FROM THE CLEAN WATER STATE REVOLVING FUND TO FINANCE PLANNING AND DESIGN COSTS FOR THE REPLACEMENT OF AN EXISTING WASTEWATER TREATMENT PLANT. Nancy Richards, Water Supply and Infrastructure, presented this item. David Mendez, Bond Counsel, and Ben Rosenberg, Managing Director-Public Finance, U.S. Capital Advisors, registered their support in favor of this item.

Director Jackson moved to adopt the proposed Resolution providing the City of Hudson financial assistance from the Clean Water State Revolving Fund to finance planning and design costs for the replacement of an existing wastewater treatment plant, as recommended by the Executive Administrator.

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

3. CONSIDER APPROVING BY RESOLUTION A REQUEST FROM THE CITY OF TAHOKA (LYNN COUNTY) FOR \$6,314,000 IN FINANCIAL ASSISTANCE CONSISTING OF A \$4,443,000 GRANT AND A \$1,871,000 LOAN FROM THE ECONOMICALLY DISTRESSED AREAS PROGRAM TO FINANCE THE CONSTRUCTION OF WATER DISTRIBUTION SYSTEM IMPROVEMENTS. Lee Huntoon, Water Supply and Infrastructure, presented this item. David Mendez, Bond

Counsel, registered his support in favor of this item.

Director Rubinstein moved to adopt the proposed Resolution providing the City of Tahoka financial assistance from the Economically Distressed Areas Program to finance the construction of water distribution system improvements, 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 GREATER TEXOMA UTILITY AUTHORITY ON BEHALF OF THE CITY OF WHITEWRIGHT (GRAYSON AND FANNIN COUNTIES) FOR A \$640,000 LOAN FROM THE CLEAN WATER STATE REVOLVING FUND TO FINANCE THE PLANNING, ACQUISITION, DESIGN, AND CONSTRUCTION OF WASTEWATER SYSTEM IMPROVEMENTS. Luis Farias, Water Supply and Infrastructure, presented this item.

Director Jackson moved to adopt the proposed Resolution providing the Greater Texoma Utility Authority on behalf of the City of Whitewright financial assistance from the Clean Water State Revolving Fund to finance the planning, acquisition, design, and construction of wastewater system improvements, as recommended by the Executive Administrator.

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

The General Counsel recommended taking up affirmation Items 5 through 7 together for consideration:

5. CONSIDER AFFIRMING BY RESOLUTION THE COMMITMENT TO PROVIDE FINANCIAL ASSISTANCE FROM THE DRINKING WATER STATE REVOLVING FUND TO THE TOWN OF ANTHONY (EL PASO COUNTY), MADE IN TWDB RESOLUTION NO. 14-25, AND CONCURRING IN THE EXECUTIVE ADMINISTRATOR'S ENVIRONMENTAL FINDING.
6. CONSIDER AFFIRMING BY RESOLUTION THE COMMITMENT TO PROVIDE FINANCIAL ASSISTANCE FROM THE CLEAN WATER STATE REVOLVING FUND TO THE CITY OF CASTROVILLE (MEDINA COUNTY), MADE IN TWDB RESOLUTIONS NOS. 12-110 AND 15-032, AND CONCURRING IN THE EXECUTIVE ADMINISTRATOR'S ENVIRONMENTAL FINDING.
7. CONSIDER AFFIRMING BY RESOLUTION THE COMMITMENT TO PROVIDE FINANCIAL ASSISTANCE FROM THE DRINKING WATER STATE REVOLVING FUND TO THE GREATER TEXOMA UTILITY AUTHORITY, ON BEHALF OF THE CITY OF SHERMAN (GRAYSON COUNTY), MADE IN TWDB RESOLUTION NO. 14-105, AND CONCURRING IN THE EXECUTIVE ADMINISTRATOR'S ENVIRONMENTAL FINDING.

Director Rubinstein moved to affirm the commitments to provide financial assistance from

the Drinking Water State Revolving Fund to the Town of Anthony in Board Resolution Number 14-25, and the Greater Texoma Utility Authority, on behalf of the City of Sherman in Board Resolution Number 14-105; and to the City of Castroville from the Clean Water State Revolving Fund as made in Board Resolution Numbers 12-110 and 15-032; and concurring in the Executive Administrator's environmental findings.

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

8. CONSIDER AUTHORIZING THE EXECUTIVE ADMINISTRATOR TO NEGOTIATE AND EXECUTE GRANT CONTRACTS ON OR BEFORE AUGUST 31, 2015, IN A TOTAL AMOUNT NOT TO EXCEED \$379,600 FROM THE AGRICULTURAL WATER CONSERVATION FUND FOR THE RECOMMENDED FISCAL YEAR 2015 AGRICULTURAL WATER CONSERVATION PROJECTS. Cameron Turner, Water Science and Conservation, presented this item. Heath Thompson, Lower Neches Valley Authority, also addressed the Board. Scott Hall, General Manager, Lower Neches Valley Authority, registered his opinion in favor of this item.

Director Jackson moved to authorize the Executive Administrator to negotiate and execute grant contracts on or before August 31, 2015, in a total amount not to exceed \$379,600 from the Agricultural Water Conservation Fund for the recommended Fiscal Year 2015 agricultural water conservation projects.

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

9. CONSIDER AUTHORIZING THE EXECUTIVE ADMINISTRATOR TO EXECUTE A CONTRACT AMENDMENT FOR CONTINUATION OF A BIOLOGICAL STUDY OF SAN ANTONIO BAY FOR A TOTAL AMOUNT NOT TO EXCEED \$300,000. Ruben Solis, Water Supply and Infrastructure, presented this item.

Director Rubinstein moved to authorize the Executive Administrator to execute a contract amendment in a total amount not to exceed \$300,000 for continuation of a biological study of San Antonio Bay.

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

10. CONSIDER APPROVING BY RESOLUTION: (A) THE ISSUANCE OF TEXAS WATER DEVELOPMENT BOARD STATE WATER IMPLEMENTATION REVENUE FUND FOR TEXAS REVENUE BONDS, SERIES 2015 A AND B, (B) THE EXECUTION OF THE MASTER TRUST INDENTURE AND BOND INDENTURES, (C) THE EXECUTION OF THE STATE WATER IMPLEMENTATION FUND FOR TEXAS FUNDS TRANSFER AGREEMENT, (D) THE PRELIMINARY OFFICIAL STATEMENT, (E) THE UNDERWRITING SYNDICATE, AND (F) THE AUTHORIZATION OF THE EXECUTIVE ADMINISTRATOR, THE DEVELOPMENT FUND MANAGER, AND THE CHIEF FINANCIAL OFFICER TO ACT ON BEHALF OF THE TEXAS WATER DEVELOPMENT BOARD IN THE SALE AND DELIVERY OF MULTIPLE SERIES OF THE STATE WATER IMPLEMENTATION REVENUE FUND FOR TEXAS REVENUE

BONDS ISSUANCES. Amanda Landry, Chief Financial Officer, presented this item. Kevin Patteson, Executive Administrator, also addressed the Board.

Director Jackson moved to adopt the proposed Resolution, which includes the approval of the following:

- (a) the issuance of Texas Water Development Board State Water Implementation Revenue Fund for Texas Revenue Bonds, Series 2015 A and B in an aggregate principal amount not to exceed \$ 1,025,000,000;
- (b) the execution of the Master Trust Indenture, the 2015 A Bond Indenture, and the 2015 B Bond Indenture;
- (c) the execution of the State Water Implementation Fund for Texas Funds Transfer Agreement;
- (d) the issuance of the proposed Preliminary Official Statement to be used in the marketing of the bonds;
- (e) the authorization of the Executive Administrator, the Development Fund Manager, and the Chief Financial Officer to act on behalf of the Texas Water Development Board in the sale and delivery of multiple series of the State Water Implementation Revenue Fund for Texas Revenue Bonds issuances, and to make non-material changes to the bond documents to effectuate the intent of the Board; and
- (f) approve the following underwriting firms to serve as co-managers for the bond sale:
 - Bank of America Merrill Lynch
 - Coastal Securities, Inc.
 - J. P. Morgan
 - Loop Capital Markets
 - Morgan Stanley & Co., LLC
 - Piper Jaffray & Co.
 - RBC Capital Markets
 - SAMCO Capital Markets, and
 - Siebert Brandford Shank & Co. LLC

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

11. OVERVIEW OF THE STATE WATER IMPLEMENTATION FUND FOR TEXAS FINANCIAL ASSISTANCE PROGRAM. Amanda Lavin presented this item.

No action was taken on this item.

Before consideration of the next item, Chairman Bruun recognized the following people attending the meeting today:

Steven Schar, Governor Abbott's Office;
Tara Rejino, Senator Troy Fraser's Office; and
Tyler Doveet, Representative Molly White's Office.

The General Counsel recommended taking up Items 12 through 17 together: Nancy Richards, Water Supply and Infrastructure presented the items.

12. CONSIDER APPROVING BY RESOLUTION A REQUEST FROM THE COASTAL WATER AUTHORITY (HARRIS COUNTY) FOR \$300,000,000 IN FINANCIAL ASSISTANCE CONSISTING OF \$276,740,000 IN MULTI-YEAR BOARD PARTICIPATION COMMITMENTS AND A \$23,260,000 LOW INTEREST LOAN FROM THE STATE WATER IMPLEMENTATION REVENUE FUND FOR TEXAS TO FINANCE THE CONSTRUCTION OF THE LUCE BAYOU INTER-BASIN TRANSFER PROJECT. Donald Ripley, Executive Director, Coastal Water Authority, also addressed the Board. Keith Kindle, Hibbs & Todd, and Jonathan Marks, Coastal Water Authority, registered their opinion in favor of this item.

Director Rubinstein moved to adopt the proposed Resolution providing the Coastal Water Authority financial assistance in multi-year Board Participation commitments and a low interest loan from the State Water Implementation Revenue Fund for Texas to finance the construction of the Luce Bayou Inter-basin Transfer Project, as recommended by the Executive Administrator.

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

13. CONSIDER APPROVING BY RESOLUTION A REQUEST FROM THE CITY OF HOUSTON (HARRIS COUNTY) FOR A \$296,125,000 MULTI-YEAR, LOW INTEREST LOAN COMMITMENT FROM THE STATE WATER IMPLEMENTATION REVENUE FUND FOR TEXAS TO FINANCE THE PLANNING, DESIGN, AND CONSTRUCTION OF THE NORTHEAST WATER PURIFICATION PLANT EXPANSION AND THE SECOND SOURCE PHASE I WATER TRANSMISSION LINE. Susan Bandy, City of Houston, also addressed the Board.

Director Rubinstein moved to adopt the proposed Resolution providing the City of Houston financial assistance in a multi-year, low interest loan from the State Water Implementation Revenue Fund for Texas to finance the planning, design, and construction of the Northeast Water Purification Plant expansion and the Second Source Phase I water transmission line, and approving a waiver of the mitigation requirements under Section 16.0121(g) of the Texas Water Code, as recommended by the Executive Administrator.

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

14. CONSIDER APPROVING BY RESOLUTION A REQUEST FROM THE NORTH HARRIS COUNTY REGIONAL WATER AUTHORITY (HARRIS COUNTY) FOR A \$953,405,000 MULTI-YEAR, LOW INTEREST LOAN COMMITMENT FROM THE

STATE WATER IMPLEMENTATION REVENUE FUND FOR TEXAS TO FINANCE THE PLANNING, ACQUISITION, DESIGN AND CONSTRUCTION OF THE NORTHEAST WATER PURIFICATION PLANT EXPANSION, THE SECOND SOURCE PHASES I AND II WATER TRANSMISSION LINES, AND INTERNAL DISTRIBUTION LINES. Mark Evans, North Harris County Regional Water Authority, also addressed the Board. Michael Reedy, Freese & Nichols, registered his opinion in favor of this item.

Director Rubinstein moved to adopt the proposed Resolution providing the North Harris County Regional Water Authority financial assistance in a multi-year, low interest loan from the State Water Implementation Revenue Fund for Texas to finance the planning, acquisition, design and construction of the Northeast Water Purification Plant expansion, the Second Source Phases I and II water transmission lines, and internal distribution lines, as recommended by the Executive Administrator.

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

15. CONSIDER APPROVING BY RESOLUTION A REQUEST FROM THE CENTRAL HARRIS COUNTY REGIONAL WATER AUTHORITY (HARRIS COUNTY) FOR A \$41,630,000 MULTI-YEAR, LOW INTEREST LOAN COMMITMENT FROM THE STATE WATER IMPLEMENTATION REVENUE FUND FOR TEXAS TO FINANCE THE PLANNING, ACQUISITION, DESIGN AND CONSTRUCTION OF THE NORTHEAST WATER PURIFICATION PLANT EXPANSION AND THE SECOND SOURCE PHASES I AND II WATER TRANSMISSION LINES.

Director Rubinstein moved to adopt the proposed Resolution providing the Central Harris County Regional Water Authority financial assistance in a multi-year, low interest loan from the State Water Implementation Revenue Fund for Texas to finance the planning, acquisition, design and construction of the Northeast Water Purification Plant expansion and the Second Source Phases I and II water transmission lines, as recommended by the Executive Administrator.

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

16. CONSIDER APPROVING BY RESOLUTION A REQUEST FROM THE WEST HARRIS COUNTY REGIONAL WATER AUTHORITY (HARRIS COUNTY) FOR A \$812,140,000 MULTI-YEAR, LOW INTEREST LOAN COMMITMENT FROM THE STATE WATER IMPLEMENTATION REVENUE FUND FOR TEXAS TO FINANCE THE PLANNING, ACQUISITION, DESIGN, AND CONSTRUCTION OF THE NORTHEAST WATER PURIFICATION PLANT EXPANSION, THE SECOND SOURCE TRANSMISSION LINE, AND INTERNAL DISTRIBUTION LINES. Alia Vinson, Attorney, also addressed the Board and registered her opinion in favor of items 12-17.

Director Rubinstein moved to adopt the proposed Resolution providing the West Harris County Regional Water Authority financial assistance in a multi-year, low interest loan from the State Water Implementation Revenue Fund for Texas to finance the planning, acquisition, design, and construction of the Northeast Water Purification Plant expansion, the Second

Source transmission line, and internal distribution lines, as recommended by the Executive Administrator.

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

17. CONSIDER APPROVING BY RESOLUTION A REQUEST FROM THE NORTH FORT BEND WATER AUTHORITY (FORT BEND COUNTY) FOR A \$555,845,000 MULTI-YEAR, LOW INTEREST LOAN COMMITMENT FROM THE STATE WATER IMPLEMENTATION REVENUE FUND FOR TEXAS TO FINANCE THE PLANNING, ACQUISITION, DESIGN, AND CONSTRUCTION OF THE NORTHEAST WATER PURIFICATION PLANT EXPANSION AND THE SECOND SOURCE TRANSMISSION LINE.

Director Rubinstein moved to adopt the proposed Resolution providing the North Fort Bend Water Authority financial assistance in a multi-year, low interest loan from the State Water Implementation Revenue Fund for Texas to finance the planning, acquisition, design, and construction of the Northeast Water Purification Plant expansion and the Second Source transmission line, as recommended by the Executive Administrator.

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

18. CONSIDER APPROVING BY RESOLUTION, A REQUEST FROM THE EL PASO WATER UTILITIES PUBLIC SERVICE BOARD (EL PASO COUNTY) FOR A \$50,000,000 LOW INTEREST LOAN FROM THE STATE WATER IMPLEMENTATION REVENUE FUND FOR TEXAS TO FINANCE BONE SPRING-VICTORIO PEAK LAND AND WATER RIGHTS ACQUISITIONS. Lee Huntoon, Water Supply and Infrastructure, presented this item.

Director Jackson moved to adopt the proposed Resolution providing the El Paso Water Utilities Public Service Board financial assistance in a low interest loan from the State Water Implementation Revenue Fund for Texas to finance Bone Spring-Victorio Peak land and water rights acquisitions, as recommended by the Executive Administrator.

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

19. CONSIDER APPROVING BY RESOLUTION A REQUEST FROM THE CITY OF MARFA (PRESIDIO COUNTY) FOR A \$705,000 LOW INTEREST LOAN FROM THE STATE WATER IMPLEMENTATION REVENUE FUND FOR TEXAS TO FINANCE THE PLANNING, DESIGN, AND CONSTRUCTION OF A WATER WELL. Lee Huntoon, Water Supply and Infrastructure, presented this item.

Director Rubinstein moved to adopt the proposed Resolution providing the City of Marfa financial assistance in a low interest loan from the State Water Implementation Revenue Fund for Texas to finance the planning, design, and construction of a water well, as recommended by the Executive Administrator.

The motion was seconded by Director Jackson it passed unanimously.

20. CONSIDER APPROVING BY RESOLUTION A REQUEST FROM THE GREATER TEXOMA UTILITY AUTHORITY ON BEHALF OF THE CITY OF TOM BEAN (GRAYSON COUNTY) FOR A \$1,210,000 LOW INTEREST LOAN FROM THE STATE WATER IMPLEMENTATION REVENUE FUND FOR TEXAS TO FINANCE THE PLANNING, ACQUISITION, DESIGN, AND CONSTRUCTION OF NEW WATER WELL AND RELATED APPURTENANCES. JoAnne Duncan, Water Supply and Infrastructure, presented this item.

Director Jackson moved to adopt the proposed Resolution providing the Greater Texoma Utility Authority on behalf of the City of Tom Bean financial assistance in a low interest loan from the State Water Implementation Revenue Fund for Texas to finance the planning, acquisition, design, and construction of a new water well and related appurtenances, as recommended by the Executive Administrator.

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

21. CONSIDER APPROVING BY RESOLUTION A REQUEST FROM THE LONE STAR REGIONAL WATER AUTHORITY (BELL AND WILLIAMSON COUNTIES) FOR \$27,640,000 IN FINANCIAL ASSISTANCE CONSISTING OF \$5,530,000 IN LOW INTEREST LOANS AND A \$22,110,000 BOARD PARTICIPATION COMMITMENT FROM THE STATE WATER IMPLEMENTATION REVENUE FUND FOR TEXAS TO FINANCE THE PLANNING, ACQUISITION, DESIGN, AND CONSTRUCTION OF A WATER TRANSMISSION PIPELINE, PUMP STATIONS, STORAGE TANKS, AND RELATED APPURTENANCES. JoAnne Duncan, Water Supply and Infrastructure, presented this item. Dan Dodson, General Manager, Lone Star Regional Water Authority, registered his opinion in favor of this item.

Director Rubinstein moved to adopt the proposed Resolution providing the Lone Star Regional Water Authority financial assistance in low interest loans and a Board Participation commitment from the State Water Implementation Revenue Fund for Texas to finance the planning, acquisition, design, and construction of a water transmission pipeline, pump stations, storage tanks, and related appurtenances, as recommended by the Executive Administrator.

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

22. CONSIDER APPROVING BY RESOLUTION A REQUEST FROM THE PALO PINTO COUNTY MUNICIPAL WATER DISTRICT #1 (ERATH, HOOD, PALO PINTO AND PARKER COUNTIES) FOR A \$17,100,000 LOW INTEREST LOAN FROM THE STATE WATER IMPLEMENTATION REVENUE FUND FOR TEXAS TO FINANCE THE ACQUISITION, DESIGN, AND UTILITY RELOCATION FOR THE TURKEY PEAK RESERVOIR. JoAnne Duncan, Water Supply and Infrastructure, presented this item. Ken Choffel and Scott Blasor registered their opinion in favor of this item

Director Jackson moved to adopt the proposed Resolution providing the Palo Pinto County Municipal Water District #1 financial assistance in a low interest loan from the State Water Implementation Revenue Fund for Texas to finance the acquisition, design, and utility relocation for the Turkey Peak Reservoir, as recommended by the Executive Administrator.

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

23. CONSIDER APPROVING BY RESOLUTION A REQUEST FROM THE CITY OF BEDFORD (TARRANT COUNTY) FOR A \$90,000,000 MULTI-YEAR, LOW INTEREST LOAN COMMITMENT FROM THE STATE WATER IMPLEMENTATION REVENUE FUND FOR TEXAS TO FINANCE THE CONSTRUCTION OF WATER DISTRIBUTION PIPING AND WATER METERS WITH NEW AUTOMATIC METER READERS. Luis Farias, Water Supply and Infrastructure, presented this item. Sara Smith, Environment Texas, also addressed the Board and registered her opinion in favor of items 23, 28, and 32. In addition, letters of support were received from State Representative Jonathan Stickland, and Mayor Jim Griffin.

Director Rubinstein moved to adopt the proposed Resolution providing the City of Bedford financial assistance in a multi-year, low interest loan from the State Water Implementation Revenue Fund for Texas to finance the construction of water distribution piping and water meters with new Automatic Meter Readers, as recommended by the Executive Administrator.

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

24. CONSIDER APPROVING BY RESOLUTION A REQUEST FROM THE NORTH TEXAS MUNICIPAL WATER DISTRICT (COLLIN, HUNT, ROCKWALL, DALLAS, KAUFMAN, ELLIS, RAINS, FANNIN, AND DENTON COUNTIES) FOR A \$82,105,000 LOW INTEREST LOAN FROM THE STATE WATER IMPLEMENTATION REVENUE FUND FOR TEXAS TO FINANCE THE ACQUISITION AND CONSTRUCTION WORK ANCILLARY TO THE LOWER BOIS D'ARC CREEK RESERVOIR. Luis Farias, Water Supply and Infrastructure, presented this item.

Director Jackson moved to adopt the proposed Resolution providing the North Texas Municipal Water District financial assistance in a low interest loan from the State Water Implementation Revenue Fund for Texas to finance the acquisition and construction work ancillary to the Lower Bois d'Arc Creek Reservoir, as recommended by the Executive Administrator.

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

25. CONSIDER APPROVING BY RESOLUTION A REQUEST FROM THE TARRANT REGIONAL WATER DISTRICT (JACK, WISE, PARKER, TARRANT, JOHNSON, ELLIS, NAVARRO, HENDERSON, KAUFMAN, FREESTONE, DENTON, DALLAS, COLLIN, ELLIS, AND ROCKWALL COUNTIES) FOR \$440,000,000 IN LOW INTEREST LOANS FROM THE STATE WATER IMPLEMENTATION REVENUE

FUND FOR TEXAS TO FINANCE THE ACQUISITION, DESIGN, AND CONSTRUCTION OF AN INTEGRATED PIPELINE PROJECT. Luis Farias, Water Supply and Infrastructure, presented this item. Wayne Owen, Planning Director, Tarrant Regional Water District, and Denis Qualls, Program Manager, City of Dallas Water Utilities, registered their opinion in favor of this item.

Director Rubinstein moved to adopt the proposed Resolution providing the Tarrant Regional Water District financial assistance in low interest loans from the State Water Implementation Revenue Fund for Texas to finance the acquisition, design, and construction of an integrated pipeline project, as recommended by the Executive Administrator.

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

26. CONSIDER APPROVING BY RESOLUTION A REQUEST FROM THE UPPER TRINITY REGIONAL WATER DISTRICT (FANNIN, COLLIN, COOKE, DALLAS, DENTON, GRAYSON, AND WISE COUNTIES) FOR \$44,680,000 IN FINANCIAL ASSISTANCE CONSISTING OF A \$15,565,000 BOARD PARTICIPATION COMMITMENT AND A \$29,115,000 DEFERRED LOAN FROM THE STATE WATER IMPLEMENTATION REVENUE FUND FOR TEXAS TO FINANCE THE PLANNING, ACQUISITION, AND DESIGN FOR THE PROPOSED LAKE RALPH HALL RESERVOIR. Luis Farias, Water Supply and Infrastructure, presented this item.

Director Jackson moved to adopt the proposed Resolution providing the Upper Trinity Regional Water District financial assistance in a Board Participation commitment and a deferred loan from the State Water Implementation Revenue Fund for Texas to finance the planning, acquisition, and design for the proposed Lake Ralph Hall Reservoir, as recommended by the Executive Administrator.

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

27. CONSIDER APPROVING BY RESOLUTION A REQUEST FROM THE CANYON REGIONAL WATER AUTHORITY (BEXAR, CALDWELL, COMAL, GUADALUPE, HAYS, AND WILSON COUNTIES) FOR A \$55,000,000 LOAN FROM THE STATE WATER IMPLEMENTATION REVENUE FUND FOR TEXAS TO FINANCE THE PLANNING, DESIGN, AND CONSTRUCTION OF THE EXPANSION OF THE WELLS RANCH SUPPLY PROJECT. Clay Schultz, Water Supply and Infrastructure, presented this item. David Davenport and Patrick Lackey registered their opinion in favor of this item.

Director Rubinstein moved to adopt the proposed Resolution providing the Canyon Regional Water Authority financial assistance in a low interest loan from the State Water Implementation Revenue Fund for Texas to finance the planning, design, and construction of the expansion of the Wells Ranch Supply Project, as recommended by the Executive Administrator.

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

28. CONSIDER APPROVING BY RESOLUTION A REQUEST FROM THE CITY OF FORT WORTH (TARRANT, DENTON, JOHNSON, PARKER, AND WISE COUNTIES) FOR A \$76,000,000 MULTI-YEAR, LOW INTEREST LOAN COMMITMENT FROM THE STATE WATER IMPLEMENTATION REVENUE FUND FOR TEXAS TO FINANCE PLANNING AND CONSTRUCTION COSTS FOR AN ADVANCED METERING INFRASTRUCTURE SYSTEM. Clay Schultz, Water Supply and Infrastructure, presented this item. Gerald Chandler and Nowzar Dinyarian registered their opinion in favor of this item. In addition, a letter was received from Tarrant County Precinct Number Four Commissioner, J.D. Johnson, registering his opinion in favor of this item.

Director Jackson moved to adopt the proposed Resolution providing the City of Fort Worth financial assistance in a multi-year, low interest loan from the State Water Implementation Revenue Fund for Texas to finance planning and construction costs for an advanced metering infrastructure system, as recommended by the Executive Administrator.

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

29. CONSIDER APPROVING BY RESOLUTION A REQUEST FROM THE GUADALUPE-BLANCO RIVER AUTHORITY (DEWITT, VICTORIA, CALHOUN, REFUGIO, GONZALES, CALDWELL, HAYS, COMAL, GUADALUPE, AND KENDALL COUNTIES) FOR AN \$8,000,000 DEFERRED LOAN FROM THE STATE WATER IMPLEMENTATION REVENUE FUND FOR TEXAS TO FINANCE PLANNING OF THE INTEGRATED WATER AND POWER PLANT PROJECT. Clay Schultz, Water Supply and Infrastructure, presented this item. Stefan Schuster, James Lee Murphy, and Carrie Kasricha registered their opinion in favor of this item.

Director Rubinstein moved to adopt the proposed Resolution providing Guadalupe-Blanco River Authority financial assistance in a deferred loan from the State Water Implementation Revenue Fund for Texas to finance planning of the Integrated Water and Power Plant Project, as recommended by the Executive Administrator.

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

30. CONSIDER APPROVING BY RESOLUTION A REQUEST FROM THE HAYS CALDWELL PUBLIC UTILITY AGENCY (HAYS, CALDWELL, COMAL, AND GUADALUPE COUNTIES) FOR A \$12,500,000 LOW INTEREST LOAN FROM THE STATE WATER IMPLEMENTATION REVENUE FUND FOR TEXAS TO FINANCE THE PLANNING, ACQUISITION, DESIGN, AND CONSTRUCTION OF AN INTERCONNECTION BETWEEN THE CITIES OF KYLE AND BUDA. Clay Schultz, Water Supply and Infrastructure, presented this item. Graham Moore registered his opinion in favor of this item.

Director Jackson moved to adopt the proposed Resolution providing the Hays Caldwell Public Utility Agency financial assistance in a low interest loan from the State Water Implementation Revenue Fund for Texas to finance the planning, acquisition, design, and construction of an interconnection between the cities of Kyle and Buda, as recommended by

the Executive Administrator.

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

31. CONSIDER APPROVING BY RESOLUTION A REQUEST FROM THE BRAZOSPORT WATER AUTHORITY (BRAZORIA COUNTY) FOR A \$28,300,000 MULTI-YEAR, LOW INTEREST LOAN COMMITMENT FROM THE STATE WATER IMPLEMENTATION REVENUE FUND FOR TEXAS TO FINANCE THE PLANNING, DESIGN AND CONSTRUCTION OF A BRACKISH GROUNDWATER REVERSE OSMOSIS WATER TREATMENT PLANT AND WATER WELLS. Mireya Loewe, Water Supply and Infrastructure, presented this item. Ronnie Woodruff registered his opinion in favor of this item.

Director Rubinstein moved to adopt the proposed Resolution providing the Brazosport Water Authority financial assistance in a multi-year, low interest loan from the State Water Implementation Revenue Fund for Texas to finance the planning, design and construction of a brackish groundwater reverse osmosis water treatment plant and water wells, as recommended by the Executive Administrator.

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

32. CONSIDER APPROVING BY RESOLUTION A REQUEST FROM THE HIDALGO COUNTY IRRIGATION DISTRICT NO. 1 (HIDALGO COUNTY) FOR A \$7,100,000 LOW INTEREST LOAN FROM THE STATE WATER IMPLEMENTATION REVENUE FUND FOR TEXAS TO FINANCE THE PLANNING, DESIGN, AND CONSTRUCTION OF IMPROVEMENTS TO AN AGRICULTURAL IRRIGATION CONVEYANCE SYSTEM. Mireya Loewe, Water Supply and Infrastructure, presented this item. Rusty McDaniel and Israel Posadas registered their opinion in favor of this item.

Director Jackson moved to adopt the proposed Resolution providing the Hidalgo County Irrigation District No. 1 financial assistance in a low interest loan from the State Water Implementation Revenue Fund for Texas to finance the planning, design, and construction of improvements to an agricultural irrigation conveyance system, as recommended by the Executive Administrator.

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

33. No public comments were received.

34. The Board did not meet in closed session.

Chairman Bruun adjourned the meeting at 11:10 a.m.

APPROVED and ordered of record this, the 23rd day of July, 2015.

TEXAS WATER DEVELOPMENT BOARD

Bech K. Bruun, Chairman

DATE SIGNED: _____

ATTEST:

Kevin Patteson,
Executive Administrator