

MINUTES OF THE
TEXAS WATER DEVELOPMENT BOARD
BOARD MEETING
August 12, 2015 – 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 Carlos Rubinstein 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 APPROVING BY RESOLUTION: (A) THE TRANSFER OF FUNDS FROM THE TEXAS WATER DEVELOPMENT FUND II WATER FINANCIAL ASSISTANCE ACCOUNT TO THE CLEAN WATER STATE REVOLVING FUND TO MEET STATE MATCH REQUIREMENTS OF THE 2015 FEDERAL GRANT; AND (B) THE REPAYMENT OF THE MATCH PROVIDED. David Duran, Debt and Portfolio Management, presented this item.

Director Rubinstein moved to adopt the proposed Resolution approving the transfer of funds from the Texas Water Development Fund II Water Financial Assistance Account to the Clean Water State Revolving Fund to meet state match requirements of the 2015 federal grant; and the repayment of the match provided, as recommended by the Executive Administrator.

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

3. CONSIDER APPROVING BY RESOLUTION: (A) THE TRANSFER OF FUNDS FROM THE TEXAS WATER DEVELOPMENT FUND II WATER FINANCIAL ASSISTANCE ACCOUNT TO THE DRINKING WATER STATE REVOLVING FUND TO MEET STATE MATCH REQUIREMENTS OF THE 2015 FEDERAL GRANT; AND (B) THE REPAYMENT OF THE MATCH PROVIDED FOR THE 2013, 2014, AND 2015 FEDERAL GRANTS. David Duran, Debt and Portfolio Management, presented this item.

Director Jackson moved to adopt the proposed Resolution approving the transfer of funds from the Texas Water Development Fund II Water Financial Assistance Account to the Drinking Water State Revolving Fund to meet state match requirements of the 2015 federal grant; and the repayment of the match provided for the 2013, 2014, and 2015 federal grants, as recommended by the Executive Administrator.

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

The General Counsel recommended taking up affirmation Items 4 through 7 together for consideration:

4. CONSIDER AFFIRMING BY RESOLUTION THE COMMITMENT TO PROVIDE FINANCIAL ASSISTANCE FROM THE DRINKING WATER STATE REVOLVING FUND TO THE BRAZOSPORT WATER AUTHORITY (BRAZORIA COUNTY) MADE IN TWDB RESOLUTION NO. 14-66, AND CONCURRING IN THE EXECUTIVE ADMINISTRATOR'S ENVIRONMENTAL FINDING.
5. CONSIDER AFFIRMING BY RESOLUTION THE COMMITMENT TO PROVIDE FINANCIAL ASSISTANCE FROM THE CLEAN WATER STATE REVOLVING FUND TO THE CITY OF EULESS (TARRANT COUNTY) MADE IN TWDB RESOLUTION NO. 14-110, AND CONCURRING IN THE EXECUTIVE ADMINISTRATOR'S ENVIRONMENTAL FINDING.
6. CONSIDER AFFIRMING BY RESOLUTION THE COMMITMENT TO PROVIDE FINANCIAL ASSISTANCE FROM THE DRINKING WATER STATE REVOLVING FUND TO LEE COUNTY FRESH WATER SUPPLY DISTRICT NO.1 (LEE COUNTY) MADE IN TWDB RESOLUTION NO. 15-022, AND CONCURRING IN THE EXECUTIVE ADMINISTRATOR'S ENVIRONMENTAL FINDING.
7. CONSIDER AFFIRMING BY RESOLUTION THE COMMITMENT TO PROVIDE FINANCIAL ASSISTANCE FROM THE CLEAN WATER STATE REVOLVING FUND TO THE CITY OF BUDA (HAYS COUNTY) MADE IN TWDB RESOLUTION NO. 13-44 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 Brazosport Water Authority made in Resolution No. 14-66 and Lee County Fresh Water Supply District No.1 made in Resolution No. 15-022, and from the Clean Water State Revolving Fund to the City of Euless made in Resolution No. 14-110 and the City of Buda made in Resolution No. 13-44; and concurring in the Executive Administrator's environmental findings.

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

The General Counsel recommended taking up together clarification matters 8 and 9 to effectuate the intent of the Board:

8. CONSIDER APPROVING BY RESOLUTION AN AMENDMENT TO TWDB RESOLUTION NO. 15-082 TO REFLECT A \$705,000 LOAN COMMITMENT FROM THE STATE WATER IMPLEMENTATION REVENUE FUND FOR TEXAS THROUGH THE PROPOSED PURCHASE OF \$705,000 CITY OF MARFA, TEXAS COMBINATION TAX AND SURPLUS REVENUE CERTIFICATES OF OBLIGATION.
9. CONSIDER APPROVING BY RESOLUTION AN AMENDMENT TO TWDB

RESOLUTION NO. 15-085 TO REFLECT A 22.0% INTEREST RATE SUBSIDY FOR THE 30-YEAR LOW INTEREST LOAN COMMITMENT IN THE AMOUNT OF \$17,100,000 FROM THE STATE WATER IMPLEMENTATION REVENUE FUND FOR TEXAS TO THE PALO PINTO COUNTY MUNICIPAL WATER DISTRICT NO. 1.

Director Jackson moved to adopt the proposed Resolutions approving an amendment to Resolution No. 15-082 to reflect a \$705,000 loan commitment from the State Water Implementation Revenue Fund for Texas to the City of Marfa, and an amendment to Resolution No. 15-085 to reflect a 22 % interest rate subsidy for the 30-year low interest loan commitment in the amount of \$17,100,000 from the State Water Implementation Revenue Fund for Texas to Palo Pinto County Municipal Water District No. 1, as recommended by the Executive Administrator.

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

10. No public comments were received.

11. Chairman Bruun announced that the Board would meet in closed session in Room 600A as permitted by the Texas Open Meetings Act including Government Code Sections 551.071 and 551.074. The Board stands in recess at 9:44.

The General Counsel reconvened in open meeting and announced that the Board met in Executive Session beginning at 9:53, concluding at 10:24 pursuant to Government Code Sections 551.071 and 551.074. No action was taken.

He adjourned the meeting at 10:31 a.m.

APPROVED and ordered of record this, the 12th day of August, 2015.

TEXAS WATER DEVELOPMENT BOARD

Bech K. Bruun, Chairman

DATE SIGNED: _____

ATTEST:

Kevin Patteson,
Executive Administrator