

MINUTES OF THE
TEXAS WATER DEVELOPMENT BOARD
BOARD MEETING
June 1, 2016 – 1:30 P.M.

Chairman Bech K. Bruun called to order the meeting of the Texas Water Development Board at 1:30 p.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 ADOPTING BY RESOLUTIONS THE FOLLOWING: (A) THE ISSUANCE, SALE AND DELIVERY OF STATE OF TEXAS, GENERAL OBLIGATION WATER FINANCIAL ASSISTANCE AND REFUNDING BONDS, SERIES 2016B, GENERAL OBLIGATION WATER FINANCIAL ASSISTANCE REFUNDING BONDS, SERIES 2016C (ECONOMICALLY DISTRESSED AREAS PROGRAM), AND GENERAL OBLIGATION WATER FINANCIAL ASSISTANCE REFUNDING BONDS, SERIES 2016D (STATE PARTICIPATION PROGRAM); (B) A PRELIMINARY OFFICIAL STATEMENT; AND (C) AUTHORIZATION FOR THE EXECUTIVE ADMINISTRATOR AND THE 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 adopt the proposed Resolutions authorizing the following:

(a) the issuance, sale and delivery of State of Texas, General Obligation Water Financial Assistance and Refunding Bonds, Series 2016B, General Obligation Water Financial Assistance Refunding Bonds, Series 2016C, and General Obligation Water Financial Assistance Refunding Bonds, Series 2016D;

(b) the issuance of the Preliminary Official Statement; and

(c) the Executive Administrator and the 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 CITY OF ELDORADO (SCHLEICHER COUNTY) FOR A \$575,000 LOAN FROM THE CLEAN WATER STATE REVOLVING FUND TO FINANCE THE CONSTRUCTION OF

WASTEWATER COLLECTION SYSTEM IMPROVEMENTS.

Chairman Bruun moved to continue this matter to a future Board meeting.

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

4. CONSIDER APPROVING BY RESOLUTION A REQUEST FROM THE MEMORIAL POINT UTILITY DISTRICT (POLK COUNTY) FOR A \$2,045,000 LOAN FROM THE CLEAN WATER STATE REVOLVING FUND TO FINANCE THE PLANNING, DESIGN AND CONSTRUCTION OF A NEW WASTEWATER TREATMENT PLANT AND REHABILITATION OF THE MAIN LIFT STATION. Nancy Richards, Water Supply and Infrastructure, presented this item. The Chairman announced that Jose de Leon, Memorial Point Utility District, registered his opinion in favor of this item.

Director Lake moved to adopt the proposed Resolution providing the Memorial Point Utility District financial assistance from the Clean Water State Revolving Fund to finance the planning, design and construction of a new wastewater treatment plant and rehabilitation of the main lift station, as recommended by the Executive Administrator.

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

5. CONSIDER APPROVING BY RESOLUTION A REQUEST FROM THE CITY OF WEATHERFORD (PARKER COUNTY) FOR \$12,770,433 IN FINANCIAL ASSISTANCE, CONSISTING OF A \$11,220,000 LOAN AND \$1,550,433 IN LOAN FORGIVENESS FROM THE CLEAN WATER STATE REVOLVING FUND TO FINANCE THE DESIGN, ACQUISITION, AND CONSTRUCTION OF WASTEWATER REUSE SYSTEM IMPROVEMENTS. Luis Farias, Water Supply and Infrastructure, presented this item. The Chairman announced that Bill Smith, Civil Engineer for the City of Weatherford, registered his opinion in favor of this item.

Director Jackson moved to adopt the proposed Resolution providing the City of Weatherford financial assistance from the Clean Water State Revolving Fund to finance the design, acquisition, and construction of wastewater reuse system improvements as recommended by our Executive Administrator.

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

The General Counsel recommended taking up affirmation Items 6-7 together for consideration:

6. CONSIDER AFFIRMING BY RESOLUTION THE COMMITMENT TO PROVIDE FINANCIAL ASSISTANCE FROM THE DRINKING WATER STATE REVOLVING FUND TO THE CITY OF LAREDO (WEBB COUNTY) MADE IN TWDB RESOLUTION NO. 14-88, 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 CITY OF LAREDO (WEBB COUNTY) MADE IN TWDB RESOLUTION NO. 15-025, AND CONCURRING IN THE EXECUTIVE ADMINISTRATOR'S ENVIRONMENTAL FINDING.

Director Lake moved to affirm the commitments to provide financial assistance from the Drinking Water State Revolving Fund to the City of Laredo made in Board Resolution Numbers 14-88 and 15-025, and concur 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 CONTRACTS ON OR BEFORE OCTOBER 31, 2016, WITH RECOMMENDED APPLICANTS FOR FISCAL YEAR 2016 AGRICULTURAL WATER CONSERVATION GRANTS IN AN AMOUNT NOT TO EXCEED \$525,689. Cameron Turner, Water Science and Conservation, presented this item.

Director Jackson moved to authorize the Executive Administrator to negotiate and execute contracts on or before October 31, 2016, with recommended applicants for Fiscal Year 2016 Agricultural Water Conservation Grants in an amount not to exceed \$525,689.

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

9. CONSIDER ADOPTING AMENDMENTS TO 31 TEXAS ADMINISTRATIVE CODE SECTIONS 356.10, 356.21, 356.22, 356.34, 356.35, AND 356.53; THE REPEAL OF SECTIONS 356.41-356.46; AND NEW SECTIONS 356.41 AND 356.42, RELATING TO GROUNDWATER MANAGEMENT. Rima Petrossian, Water Science & Conservation, presented this item.

Director Lake moved to adopt amendments to 31 Texas Administrative Code Sections 356.10, 356.21, 356.22, 356.34, 356.35, and 356.53; repeal of Sections 356.41-356.46; and add new Sections 356.41 and 356.42, relating to Groundwater Management, as recommended by the Executive Administrator.

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

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

The meeting was adjourned at 1:59 p.m.

APPROVED and ordered of record this, the 1st day of June, 2016.

TEXAS WATER DEVELOPMENT BOARD

Bech K. Bruun, Chairman

DATE SIGNED: _____

ATTEST:

Jeff Walker,
Executive Administrator