

Lavaca-Navidad River Authority

Minutes of December 18, 2019

Board Meeting

A meeting of the Lavaca-Navidad River Authority Board of Directors was held on Wednesday, December 18, 2019 at 7:30 a.m. in the Board Meeting Room of the Lavaca Navidad River Authority Office Complex, 4631 FM 3131, located approximately seven (7) miles east of Edna, Jackson County, Texas off FM 3131. Board members present were President Kubecka, Directors Adelman, Parker, Aimone, Johs, Kucera, Sachtleben, Steffek, and Taylor, and LNRA Staff: Brzozowski, Anders, Gregory, Hartl, Janak, Martin, Pearson, and Crenshaw. Also present was Bill Dugat of Bickerstaff Heath Delgado Acosta LLP, Mike Rivet of Formosa Plastics Corporation, Carla Contreras of RSM US LLP, Mike Reedy and Jason Afinowicz of Freese and Nichols and Telishia Malone of the Jackson County Herald Tribune. Joel Perez, RSM US LLP attended via telephone conference.

President Kubecka called the meeting to order.

Public Comments

There were no public comments.

General Manager's Report

Brzozowski reported on the following:

- Youth Deer Hunt – January 10-12
- Simons Boat Ramp Grant Project Update
- Community Education Center Grant Project Update
- Briefing on Lavaca County Friends of the River Committee

Consent Agenda

President Kubecka called for questions or comments to the Consent Agenda items as follows:

1. Consider approval of Board meeting minutes of November 20, 2019 and act as necessary.
2. Consider acceptance of November 2019 financial statements and act as necessary.
3. Consider approval of invoices for payment and act as necessary.

Director Adelman moved to approve the Consent Agenda items 1-3 as presented. Director Johs seconded the motion. Motion passed.

Regular Agenda

Fiscal Year 2019 Financial Audit Report

Perez (RSM US LLP) addressed the Board and expressed his appreciation for LNRA's participation in the audit process and commended the LNRA audit team for their expertise.

Contreras (RSM US LLP) briefed the Board on the Lavaca-Navidad River Authority Annual Financial Report and Letter on Conduct of Audit for the year ended September 30, 2019. The Board was presented a copy of the draft Financial Report and Letter on Conduct of Audit for their review.

Director Adelman moved to accept the Lavaca-Navidad River Authority Annual Financial Report for the year ended September 30, 2019 as performed by RSM US LLP. Director Steffek seconded the motion. Motion passed.

Revisions to LNRA Employee Information Manual

Brzowski briefed the Board on the proposed revisions to the LNRA Employee Information Manual, V. General Conditions, adding Section I. Taping Conversations. The Board was given a copy of the proposed revisions for their review.

Dugat recommended replacing the word "taping" in the revisions to "recording".

Director Adelman moved to approve the proposed revisions to the LNRA Employee Information Manual as presented to include the recommendation by Dugat. Director Johs seconded the motion. Motion passed.

Revisions to Board Policy 203 Drug and Alcohol

Brzowski briefed the Board on the proposed revisions to LNRA Board Policy 203 – Drug and Alcohol, 203.204 Testing of Employees and Applicants. Revisions include adding "law enforcement" and "IT personnel" to the positions deemed to be safety-sensitive. The Board was given a copy of the proposed revisions for their review.

Director Johs moved to approve the proposed revisions to the LNRA Board Policy 203 as presented. Director Taylor seconded the motion. Motion passed.

Briefing on Lake Texana Yield Enhancement Project

Reedy and Afinowicz presented to the Board, via PowerPoint, information regarding Lake Texana Yield Enhancement Project TCEQ Water Right Application process. Information including requirements, work order status, field investigation, technical report, and associated fees was presented. The Board was given a copy of the information for their review. The Board discussed the use of the water right and the area to be utilized.

The Board will consider approval of the TCEQ Water Right Application and submittal to TCEQ in January 2020.

The Board meeting adjourned at 9:09 a.m.

Ronald Kubecka
President

Terri Parker
Secretary-Treasurer