

Lavaca-Navidad River Authority

Minutes of October 17, 2018 Board Meeting

A meeting of the Lavaca-Navidad River Authority Board of Directors was held on Wednesday, October 17, 2018 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, Bubela, Johs, Martin, Sachtleben, and Taylor, and LNRA Staff: Brzozowski, Gregory, Anders, Martin, Pearson, Janak, Crenshaw, and Fleeman. Also present was Bill Dugat of Bickerstaff Heath Delgado Acosta LLP, Mike Rivet of Formosa Plastics, Mike Reedy and Jason Afinowicz of Freese and Nichols and Telishia Malone of the Jackson County Herald Tribune.

President Kubecka called the meeting to order.

Public Comments

There were no public comments.

General Manager's Report

Brzozowski reported on the following:

- Presentation of LNRA's Community Development Partnership Program Grant Recipients:
 - City of Edna City Secretary Becky Miska \$ 12,500.00
 - JC Chamber of Commerce Chris Lundstrom/Jessica Doelitsch \$ 15,175.00

- General Manager's Report as of September 30, 2018
- Texas Water Conservation Association – Legislative News Subscription
- Financial Audit FYE September 30, 2108 Schedule
- Administrative Office Renovations
- Briefing on City of Corpus Christi Quarterly Meeting on October 4th
- Spooktacular in Texana Park – October 27, 2018
- Texana Chili Spill – November 8-10, 2018

Consent Agenda

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

1. Approval of Board meeting minutes of September 19, 2018
2. Acceptance of September 2018 financial statements
3. Approval of invoices for payment
4. Approval of Investment Report as of September 30, 2018

Gregory briefed the Board on the activity of investments as reported on the Quarterly Investment Report as of September 30, 2018. TexPool investments earned an average rate of 1.93% for the quarter. The Board was presented a copy of the quarterly report for their review.

Director Adelman moved to approve the Consent Agenda items 1-4 as presented. Director Parker seconded the motion. Motion passed.

Regular Agenda

Heavy Equipment Lease

Brzowski briefed the Board on the proposed lease for a new Caterpillar Skid Loader 259D to replace the current skid loader lease that expires in November. Management recommends leasing a new Caterpillar Skid Loader 259D with a monthly payment of \$1,241.16 for a three (3) year term.

Director Johs moved to approve the lease of a new Caterpillar Skid Loader 259D for a monthly payment of \$1,241.16 for a three (3) year term as presented. Director Taylor seconded the motion. Motion passed.

LNRA Retiree Health Benefits with TML

Brzowski briefed the Board on the LNRA retiree health benefits with Texas Municipal League MultiState Intergovernmental Employee Benefits Pool (TML).

Pre 65 Retiree Plan

- Plan year is effective October 2018 through September 2019
- General Manager recommends retirees between the ages of 59 and 65 access the active employee medical benefit plan at 195% of the active employee rate.
 - LNRA pays 100% retiree health (medical, dental and vision) contributions and 50% of dependent health (medical, dental and vision) contributions
 - 2018 Medical Rate: \$1,333.18 per retiree per coverage month
\$1,062.68 per coverage month for dependent
 - 2019 Medical Rate: \$1,399.84 per retiree per coverage month
\$1,115.81 per coverage month for dependent
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 - 2018 Dental IV Rate: \$45.58 per retiree per coverage month
\$75.26 per coverage month for dependent
 - 2019 Dental IV Rate: \$45.58 per retiree per coverage month
\$75.26 per coverage month for dependent
 - 2018 Vision A Rate: \$7.68 per retiree per coverage month
\$15.32 per coverage month for dependent

- 2019 Vision A Rate: \$8.84 per retiree per coverage month
\$17.62 per coverage month for dependent

Post 65 Retiree Medicare Supplement Plan

- Plan year is effective January 2019 through December 2019.
- Contributions are paid 100% by retiree.
- General Manager recommends Package 2.
- Package 2 includes:
 - Medicare Advantage PPO Plan 2 with Tier 1 Gap Formulary H at \$216.87 per coverage month
 - OR**
 - Senior Supplemental Plan K at \$139.10 per coverage month
 - Prescription Drug Plan (PDP) Tier 1 Gap Coverage, Formulary G at \$95.62 per coverage month

The Board was presented a copy of the proposed LNRA retiree health benefits for their review.

Director Martin moved to approve LNRA retiree health benefits with TML as recommended by the General Manager. Director Parker seconded the motion. Motion passed.

FNI Work Order for LNRA Dam Safety Program

Brzowski briefed the Board on Freese and Nichols Task Authorization #30 for 2019 General Professional Dam Safety Services and associated Scope of Work, including deliverables and project schedule in the amount of \$100,000.00 for October 1, 2018 through September 30, 2019. The Board was presented a copy of the Task Authorization #30 and associated Scope of Work for their review.

Director Taylor moved to approve Freese and Nichols Task Authorization #30 as presented. Director Johs seconded the motion. Motion passed.

Lake Texana Yield Enhancement Project

Brzowski informed the Board that progress was being made on the presentation of information regarding the LTYEP to be made available for dissemination.

President Kubecka declared the Board to convene in Executive Session, 551.071 (Consultation with Attorney) and 551.072 (Deliberations about Real Property) at 8:07 a.m.

Executive Session ended at 8:55 a.m. and President Kubecka declared the full Board to be in Open Session.

The Board meeting adjourned at 8:55 a.m.

Ronald Kubecka
President

Terri Parker
Secretary-Treasurer