

## Lavaca-Navidad River Authority

### Minutes of February 17, 2016 Board Meeting

A meeting of the Lavaca-Navidad River Authority Board of Directors was held on Wednesday, February 17, 2016 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, Johs, Martin, Muegge, Parker, Sachtleben, Steffek, and Taylor and LNRA Staff: Brzozowski, Anders, Gregory, Martin, Janak, Pearson and Crenshaw. Also present was Bill Dugat of Bickerstaff Heath Delgado Acosta LLP and Jack Wu of Formosa Plastics Corporation.

President Kubecka called the meeting to order.

#### Public Comments

There were no public comments.

#### General Manager's Report

Brzozowski reported on the following:

- Update on Mary Rhodes Phase II Operating Agreement
- Recreation Advisory Committee Meetings – 2/2/16 and 2/23/16
- LNRA Safety Walk-Thru 2/10/16
- Update on Formosa Amendment No. 3
- Spillway Improvements
- Main Event Center Stall Barn Project

#### Consent Agenda

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

1. Approval of Board meeting minutes of January 20, 2016.
2. Acceptance of January 2016 financial statements.
3. Approval of invoices for payment.

Adelman moved to approve the Consent Agenda as presented. Director Steffek seconded the motion. Motion passed.

#### Reserve Contingency Expenditure

Brzozowski briefed the Board on the following proposed reserve contingency expenditures:

Main Event Center Stall Barn Foundation	Alpine Site Services, Inc.	\$114,400
Proposed Off-Chanel Reservoir	Freese & Nichols	\$ 3,040
BRC Marina Deck	Westhoff's ( <i>bids were solicited</i> )	\$ 6,000

Director Martin moved to approve the proposed reserve contingency expenditures as presented. Director Muegge seconded the motion. Motion passed.

**Capital Improvement Fund Expenditure**

Brzowski briefed the Board on the proposed capital improvement fund expenditure for the Spillway Gate Rehab Design (11 gates) project for \$43,308.

Director Parker moved to approve proposed capital improvement fund expenditure as presented. Director Taylor seconded the motion. Motion passed.

**Hay Meadow Bids**

Brzowski briefed the Board on the hay lease bids received. The Board was presented a summary as follows:

<b>Bidder</b>	<b>1</b>	<b>54</b>
Jimmy Joines	<b>*\$30.68 per acre</b> <b>\$2,699.84 total bid</b>	
Keith Foxell	\$21.50 per acre \$1,892.00 total bid	
Michael Chanek		<b>*\$20.05 per acre</b> <b>\$421.05 total bid</b>

\* Indicates high bid (minimum bid \$20.00 per acre)

The General Manager recommends accepting the highest bid for each hay meadow as indicated.

Director Taylor moved to approve the hay lease bids as recommended by the General Manager. Director Johs seconded the motion. Motion passed.

**Portable Horse Stalls Bids**

Brzowski briefed the Board on the bids received for the Portable Horse Stalls at the Main Event Center. The Board was presented a copy of the bid summary indicating bidder, days to complete, and bid amount, including variances. The General Manager recommends to accept the low bid from Lonestar Equipment Company for \$211,812.00.

Director Muegge moved to accept the bid from Lonestar Equipment Company for the portable horse stalls at the Main Event Center as presented. Director Steffek seconded the motion. Motion passed.

**Disposal of Assets**

In accordance with LNRA Board Policy 306 – Disposition of Personal Property, the Board must approve disposal of LNRA property. The General Manager recommends to dispose of the following:

- Miscellaneous office furniture
- Fluorescent lights
- Pallet jack
- Winch
- Miscellaneous electrical and computer components
- Shredder

The above items will not be offered for sale or reuse, but will be disposed of in an appropriate manner.

Director Steffek moved to approve the disposal of property as presented. Director Muegge seconded the motion. Motion passed.

### **Public Comments**

Jack Wu from Formosa Plastics Corporation addressed the Board. He expressed his appreciation to the Board for their diligence and cooperation with the Formosa Amendment No. 3. He also stated interest in the 5,000 acre-feet of water, should it become available. Wu also thanked the Board for any further consideration of the appropriation of additional water.

### **Discuss Evaluation of the General Manager**

President Kubecka declared the Board to convene in Executive Session, 551.074 (Personnel Matters) at 8:09 a.m.

Executive Session ended at 9:12 a.m. and President Kubecka declared the full Board to be in Open Session.

Director Taylor moved for the General Manager to implement a succession plan as relates to his position by September 2016. Director Martin seconded the motion. Motion passed.

Director Adelman moved to approve a bonus to the General Manager in the amount to of the FY2016 budgeted Performance Incentive. Director Martin seconded the motion. Motion passed.

The Board meeting adjourned at 9:15 a.m.

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Ronald Kubecka  
President

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Terri Parker  
Secretary-Treasurer