

Lavaca-Navidad River Authority

Minutes of July 20, 2016 Board Meeting

A meeting of the Lavaca-Navidad River Authority Board of Directors was held on Wednesday, July 20, 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, Parker, Johs, Martin, Sachtleben, Steffek, and Taylor and LNRA Staff: Brzozowski, Anders, Fleeman, Gregory, Martin, Janak, Pearson, and Crenshaw. Also present was Bill Dugat of Bickerstaff Heath Delgado Acosta LLP and Tom Brown of Naismith Engineering, Inc.

President Kubecka called the meeting to order.

Public Comments

There were no public comments.

General Manager's Report

Brzozowski reported on the following:

- General Manager's Quarterly Report – June 30, 2016
- Texas Desal- September 28-30, 2016
- Brackish Aquifers – Gulf Coast Aquifer
- Formosa Request
- Off Channel Reservoir - Water Rights Evaluation
- West Delivery System
- Interruptible Water Supply
- City of Corpus Christ new City Manager Margie C. Rose
- Mustang Creek Remediation
- MEC 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 June 22, 2016.
2. Approval of Recreation, Fish and Wildlife Committee and Recreation Advisory Committee meeting minutes of July 12, 2016.
3. Acceptance of June 2016 financial statements.
4. Approval of invoices for payment.
5. Investment Report as of June 30, 2016.

Gregory briefed the Board on the activity of investments as reported on the Quarterly Investment Report as of June 30, 2016. Tex Pool investments earned an average rate of .35% for the quarter. The Board was presented a copy of the quarterly report for their review.

Adelman moved to approve the Consent Agenda items 1-5 as presented. Director Martin seconded the motion. Motion passed.

Proposed Budget Amendment

Brzowski briefed the Board on the Recreation Fund proposed budget amendment for anticipated electricity costs. The Board was presented a copy of the proposed budget amendment for their review.

Director Parker moved to approve the proposed budget amendment as presented. Director Adelman seconded the motion. Motion passed.

Campsite Improvements Bid

At the June 22, 2016 meeting, the Board approved the bid from Rexco, Inc. for the campsite improvement project. Rexco cannot perform the work in the time frame needed for the project.

The General Manager approved to substitute alternative bid from Kazmir Construction for the project. Funds are available in the Capital Improvement Fund.

Bids are as follows:

| COMPANY | DESCRIPTION | BASIS | NO. | TOTAL BID |
|---------------------------------|---|-----------------|------------|------------------|
| Clyde Kazmir Construction, Inc. | 12'x60' x 1 1/2" Type D Asphalt Hot Mix | \$1,282.00/each | 44 | \$56,408.00 |
| Rexco, Inc. | 12'x60' x 1 1/2" Type D Asphalt Hot Mix | \$1,211.00/each | 44 | \$53,284.00 |

Director Martin moved to ratify the General Manager's approval to substitute alternative bid from Kazmir Construction and funding for the campsite improvement project. Director Steffek seconded the motion. Motion passed.

Mary Rhodes Phase II Mowing Contract

Brzowski briefed the Board on the bids received for the Mary Rhodes Phase II Mowing Contract. The Project includes contract mowing services of pipeline rights-of-ways, owned by the City of Corpus Christi, in Jackson and Matagorda Counties, Texas, for an initial one-year period with the option to renew for up to three years if mutually agreeable. The Board was presented a copy

of the bid summary for their review.

The General Manager recommends accepting the low bid from Rocket Field Services, LLC for \$220.00 per mile for each mowing cycle.

Director Johs moved to approve the bid from Rocket Field Services, LLC for \$220.00 per mile for each mowing cycle. Director Parker seconded the motion. Motion passed.

East Delivery System Pipeline Recoating Project

Brzowski briefed the Board on the bids received for the East Delivery System Pipe Recoating Project. The Project includes furnishing labor, materials, plant and superintendence, equipment and tools for performing the specified work required to complete the surface preparation and recoating of approximately 4,820 linear feet of aboveground 36-inch welded steel water pipeline, 125 linear feet of 36-inch ductile iron water pipeline, valves, couplings and metal pipe supports. The Board was presented a copy of the bid summary for their review.

The General Manager recommends accepting the low bid from CFG Industries, LLC for \$94,010.00, total base item costs and \$7,500 for additive alternative. CFG has provided an estimate for an additional coat of paint to the proposed bid in the amount of \$22,562.00. The General Manager also recommends the additional coat of paint, resulting in a total cost for the pipeline project of \$124,072. Funds are available in the Capital Improvement Fund.

Director Steffek moved to approve the bid from CFG Industries, LLC including \$94,010.00, base item costs, \$7,500 for additive alternative, and \$22,562.00 for an additional coat of paint for a total cost of \$124,072 as presented. Director Taylor seconded the motion. Motion passed.

LNRA Parks and Open Space Master Plan

The draft LNRA Parks and Open Space Master Plan 2017-2027 was approved by the LNRA Citizens Recreation Committee and the LNRA Recreation, Fish and Wildlife Committee on July 12, 2016. The Board was provided a copy of the draft plan for their review.

Tom Brown of Naismith Engineering, Inc. briefed the Board on the process that the two Recreation Committees used to assess the current needs and priorities for recreational opportunities and in updating the Master Plan. Upon approval of the Master Plan 2017-2027 by the Board, the final Plan will be forwarded to Texas Parks and Wildlife Department for their approval.

Director Adelman moved to approve the draft LNRA Parks and Open Space Master Plan 2017-2027 as presented. Director Martin seconded the motion. Motion passed.

Agreement between LNRA and U.S. Geological Survey

Brzowski briefed the Board on the proposed standard joint-funding agreement between LNRA and U.S. Geological Survey (USGS) for surface-water and water-quality data collection activities for the period from October 1, 2016 to September 30, 2017. LNRA will contribute budgeted funds of \$85,282 and USGS will contribute \$31,406 to cover the cost of the necessary field and analytical work related to the agreement for a total of \$116,688. The Board was

presented a copy of the agreement for their review. Funds are budgeted for FY2017.

Director Parker moved to approve the agreement between LNRA and USGS as presented. Director Taylor seconded the motion. Motion passed.

Reserve Contingency Fund Expenditure

Brzowski informed the Board that bids were received for air conditioning replacement at the Hafernick Center. Efficiency Air was the low bidder at a cost of \$5,924.00. Funding is available in the Reserve Contingency Fund.

Director Sachtleben moved to approve the reserve contingency expenditure for the air conditioning replacement. Director Steffek seconded the motion. Motion passed.

The Board meeting adjourned at 8:51 a.m.

Ronald Kubecka
President

Terri Parker
Secretary-Treasurer