

## **Lavaca-Navidad River Authority**

### **Minutes of August 17, 2016 Board Meeting**

A meeting of the Lavaca-Navidad River Authority Board of Directors was held on Wednesday, August 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, Parker, Johs, Martin, Muegge, Sachtleben, Steffek, and Taylor and LNRA Staff: Brzozowski, Anders, Gregory, Martin, Janak, Pearson, Fleeman and Crenshaw. Also present was Bill Dugat of Bickerstaff Heath Delgado Acosta LLP, Mike Reedy and Philip Taucer of Freese and Nichols, Inc., and Jack Wu and Mike Rivet of Formosa Plastics, Inc.

President Kubecka called the meeting to order.

#### **Public Comments**

There were no public comments.

#### **General Manager's Report**

Brzozowski reported on the following:

- Simons Boat Ramp Texas Parks and Wildlife Grant
- Mustang Creek Watershed Protection Plan

#### **Consent Agenda**

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

1. Approval of Board meeting minutes of July 20, 2016.
2. Approval of Board workshop minutes of August 11, 2016.
3. Acceptance of July 2016 financial statements.
4. Approval of invoices for payment.

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

#### **LNRA Board Policy 401 – Banking & Investment**

Gregory briefed the Board on the LNRA Board Policy 401, Banking and Investment and related Resolution. There were no recommended revisions to the Policy.

The Board is required under the Public Funds Investment Act, Chapter 2256, TEX. GOV'T CODE to adopt a Banking and Investment Policy and to review the Policy and investment strategy no less than annually. The Board was presented a copy of Policy 401 and related Board Resolution for their review.

Director Martin moved to approve LNRA Board Policy 401 – Banking and Investment and related Resolution as presented. Director Steffek seconded the motion. Motion passed.

### **Proposed Budget Amendments**

Brzowski briefed the Board on the Recreation Fund and Wastewater Treatment Plant proposed budget amendments. The Board was presented a copy of the proposed budget amendments for their review.

Director Johs moved to approve the proposed budget amendment as presented. Director Taylor seconded the motion. Motion passed.

### **Ratification of Executive Committee's Approval**

The LNRA Executive Committee was contacted on July 21, 2016 to request authorization to expend up to \$33,000 for the purchase of cover stone to be used for the resurfacing of parking areas and roadways in Brackenridge Park. Brzowski informed the Board that the expenditure was \$32,664.50 from the Capital Improvement Fund.

Director Taylor moved to ratify the Executive Committee's action to approve the Capital Improvement Fund expenditure as presented. Director Parker seconded the motion. Motion passed.

### **Capital Fund Expenditure**

Brzowski informed the Board that a bid was received from Faltisek Paving to apply seal coat to the parking lots and roadways at Brackenridge Park for \$44,178.00. Funds are available in the Capital Improvement Fund.

Director Martin moved to approve the bid from Faltisek Paving for \$44,178.00 as presented. Director Steffek seconded the motion. Motion passed.

### **Replacement of Heavy Equipment**

Brzowski recommended this item to be tabled. The item was tabled with no discussion.

### **LNRA Employee Retirement Benefits**

LNRA's retirement plan is with the Texas County & District Retirement System (TCDRS). The Board was presented a copy of the funding projections for 2016-2017 and program benefit information.

Brzowski briefed the Board on the Lavaca-Navidad River Authority's employer contribution rate to TCDRS. TCDRS requires that participating employers review and confirm their benefit plans on an annual basis.

The calculated employer contribution rate for 2017 is 9.10%. LNRA Management recommends continuing contributing at the optional higher elected rate of 15% for 2017.

Director Adelman moved to approve the Lavaca-Navidad River Authority's employer contribution rate to Texas County District Retirement System of 15%. Director Johs seconded the motion. Motion passed.

### **Proposed Fiscal Year 2017 Budgets**

The Board met on August 11, 2016 and were briefed and presented copies of the proposed Fiscal Year 2017 budgets (General Fund, Recreation, Clean Rivers Program, Wastewater Treatment Plant, West Delivery System, Mary Rhodes Phase II, and East Delivery System) and Long Term Capital Expenditures Accrual Plan.

Brzowski briefed the Board on the proposed Fiscal Year 2017 budgets and Long Term Capital Expenditures Accrual Plan.

Director Sachtleben moved to approve the proposed Fiscal Year 2017 budgets as presented. Director Parker seconded the motion. Motion passed.

### **Briefing on Water Right Amendment Process**

Reedy and Taucer briefed the Board on the potential water permit evaluation as performed by Freese and Nichols. The power point presentation included project findings and preliminary recommendations. The Board was presented a copy of the presentation for their review.

### **Work Order from Naismith Engineering, Inc.**

Brzowski briefed the Board on the proposed work order with Naismith Engineering, Inc. for services rendered in conjunction with Texas Parks and Wildlife Department recreation grant application. The Design Service Fee is \$8,500.00 for design services regarding the proposed LNRA Nature Center at Lake Texana Park.

Director Parker moved to approve the proposed work order with Naismith Engineering, Inc. for design services as presented. Director Adelman seconded the motion. Motion passed.

### **Public Comments**

Jack Wu from Formosa Plastics Corporation addressed the Board. Wu thanked the Board for any further consideration of the appropriation of additional water.

### **Proposed Amendment No. 4**

President Kubecka declared the Board to convene in Executive Session, 551.071 (Consultations with Attorney) at 9:00 a.m.

Executive Session ended at 10:13 a.m. and President Kubecka declared the full Board to be in Open Session.

The Board meeting adjourned at 10:13 a.m.

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Ronald Kubecka  
President

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Terri Parker  
Secretary-Treasurer