

Lavaca-Navidad River Authority

Minutes of February 21, 2018 Board Meeting

A meeting of the Lavaca-Navidad River Authority Board of Directors was held on Wednesday, February 21, 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, Johs, Martin, Muegge, Steffek, Sachtleben and Taylor, and LNRA Staff: Brzozowski, Anders, Janak, Martin, Pearson, Fleeman, and Crenshaw. Also present was Bill Dugat of Bickerstaff Heath Delgado Acosta LLP, Mike Reedy of Freese and Nichols and Michael Brooks 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:

- Drought Contingency Plan Communications
- Update on Simons Boat Ramp Improvements Grant
- Bill of Sale and Conveyance of West Delivery System Intake Extension
- Formosa Restated Water Supply and Conveyance Contract with Amendments
- Request for Proposals for LNRA IT Process
- Treatment of Property Encroachment at Devers Creek, Ganado
- Comprehensive Facilities Review – Dam Safety

Consent Agenda

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

1. Approval of January 24, 2018 Board meeting minutes.
2. Approval of January 29, 2018 LNRA Reservoir Operations and Utilities Committee meeting minutes.
3. Approval of February 5, 2018 LNRA Community Development Partnership Program Committee meeting minutes.
4. Acceptance of January 2018 financial statements.
5. Approve invoice summary.

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

Regular Agenda

Hay Meadow Bids

Brzozowski informed the Board that hay meadow bids were solicited in January and briefed the Board on the bids received. The Board was presented a copy of the bid summary for their review. The General Manager recommended to accept the bid from Douglas Larson.

Bidder	Hay Meadows		
	Minimum Bid \$15.00 per acre		
	15	21	27
Douglas Larson Jr.		\$ 20.00 per acre \$ 400.00 total bid	
Ryan Tudyk		\$ 16.50 per acre \$ 330.00 total bid	

Bidder	Hay Meadows				
	Minimum Bid \$20.00 per acre				
	16	20	29E	42	54
Douglas Larson Jr.		\$ 20.00 per acre \$ 360.00 total bid	\$ 25.00 per acre \$ 325.00 total bid	\$ 25.00 per acre \$ 775.00 total bid	\$ 22.00 per acre \$ 462.00 total bid

Director Muegge moved to approve the bid from Douglas Larson for hay meadow bids as recommended by LNRA Management. Director Steffek seconded the motion. Motion passed.

Proposed Reserve Contingency Fund Expenditures

Brzowski briefed the Board on the proposed Reserve Contingency Fund expenditures for Brackenridge Recreation Complex improvements and purchases.

1. Bids were solicited for (4) HVAC units at the Hafernick Center. Management recommends accepting the bid from Efficiency Air, Inc. for \$34,787.00.
2. Bids for materials were solicited for the Canoe Launch Pad/Beach Area project with estimated cost of \$13,000 - \$15,000. Funds are available in the Reserve Contingency Fund, Canoe/Kayak Launch Pad/Beach Area category.
3. Bids were solicited for the purchase of an auto walk-behind floor scrubber for maintenance of the recreation facilities for \$5,847.00.
4. Bids were solicited for cable fencing materials to replace the fencing from the Texana Church to the pull-through sites in Brackenridge Park.

Director Muegge abstained from discussion and voting on the proposed expenditure for the HVAC units.

Director Martin moved to approve the proposed Reserve Contingency Fund expenditures for Brackenridge Recreation Complex improvement purchases as presented. Director Johs seconded the motion. Motion passed.

LNRA Community Development Partnership Program Grant Application Form and related Board Policy 701 – Economic Development and Community Services

On February 5, 2018, the LNRA Board Community Development Partnership Program Committee met and reviewed the CDPP Grant Application Form and related Board Policy 701- Economic Development Community Services.

Brzowski brief the Board on the proposed revisions to LNRA's CDPP Grant Application Form and related Board Policy 701. The Board was presented a copy of the proposed Form and Policy 701 for their review.

Director Parker moved to approve the CDPP Grant Application Form and related Board Policy 701 – Economic Development and Community Services as presented. Director Johs seconded the motion. Motion passed.

LNRA General Stipulations

On January 29, 2018, the LNRA Reservoir Operations and Utilities Committee met and discussed the LNRA General Stipulations.

Brzowski briefed the Board on the proposed revisions to the LNRA General Stipulations. The Board was presented a copy of the proposed revised Stipulations for their review.

Director Steffek moved to approve the General Stipulations as presented and recommended by LNRA Management, with exception to changing the value in Section G.8 to \$25,000 and percentage in Section G.9 to (2)%.

Director Martin seconded the motion. Motion passed.

Off-Channel Reservoir Site Due Diligence

Mike Reedy of Freese and Nichols (FNI) briefed the Board on the results from the Due Diligence Investigation for Lake Texana Yield Enhancement Project indicating positive findings provided steps in moving forward with developing a Water Right Amendment Application.

The Board was presented a copy of the Proposed Off-Channel Reservoir Due Diligence and Implementation Work Plan for their review.

No action was taken by the Board.

Evaluation of the General Manager

President Kubecka declared the Board to convene in Executive Session, 551.074 (Personnel Matters) at 9:24 a.m.

Executive Session ended at 9:47 a.m. and President Kubecka declared the full Board to be in Open Session.

Director Muegge moved to approve a 9% salary increase and a bonus to the General Manager of the FY2018 budgeted Performance Incentive based on the following positive evaluation:

- Commitment to LNRA and the Community (local schools, church, etc.) by giving his personal time to Jackson and surrounding counties.
- Dedication and guidance of LNRA through Hurricane Harvey
- Amendment #4 to the Formosa Water Contract
- Grant Projects (Education Center and Simons Boat Ramp Renovations) through TPWD
- Devotion to and steering LNRA into the future and development of projects
- Regard for the wellbeing and future development of LNRA

Director Steffek seconded the motion. Motion passed.

The Board meeting adjourned at 9:58 a.m.

Ronald Kubecka
President

Terri Parker
Secretary-Treasurer