

Lavaca-Navidad River Authority

Minutes of July 18, 2018 Board Meeting

A meeting of the Lavaca-Navidad River Authority Board of Directors was held on Wednesday, July 18, 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, Steffek, and Taylor, and LNRA Staff: Brzozowski, Gregory, Janak, Pearson, Crenshaw, and Fleeman. Also present was Bill Dugat of Bickerstaff Heath Delgado Acosta LLP, Mike Reedy of Freese and Nichols Inc., 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:

- General Manager's Quarterly Report as of June 30, 2018
- Simons Boat Ramp Grant Project Update
- Texana Education Center Grant Project Update
- Water Deliveries Update

Consent Agenda

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

1. Approval of June 20, 2018 Board meeting minutes.
2. Acceptance of June 2018 financial statements.
3. Approve invoice summary.
4. Approve quarterly Investment Report as of June 30, 2018.
5. Approve proposed budget amendments.

Gregory briefed the Board on the activity of investments as reported on the Quarterly Investment Report as of June 30, 2018. TexPool investments earned an average rate of 1.73% 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 1-5 as presented. Director Martin seconded the motion. Motion passed.

Regular Agenda

Proposed Reserve Contingency Fund Expenditure

Brzowski briefed the Board on the proposed reserve contingency fund expenditure for the expansion of the Main Event Center ground storage tank. The Board previously approved reserve contingency expenditure not to exceed \$16,030.00 for this project. A revised estimate has been received for \$17,657.00. Funds (\$18,000.00) are available in the Reserve Contingency Fund.

Director Parker moved to approve the proposed reserve contingency fund expenditure as presented. Director Steffek seconded the motion. Motion passed.

Expenditure for Installation of Aggregate and Seal Coat

Brzowski briefed the Board on the proposal to have aggregate and seal coat installed for resurfacing parking lots, boat ramps, and roadways at Brackenridge Recreation Complex in accordance with the Interlocal Agreement between LNRA and Jackson County.

Faltisek Paving will perform the work, approximately 23,325 square yards of application, for a cost of \$31,915.00. Funds are available in Capital Improvement Fund.

Director Taylor moved to approve the expenditure for installation of aggregate and seal coat as presented. Director Adelman seconded the motion. Motion passed.

Restoration of West Water Delivery System Motor Control Equipment

Brzowski briefed the Board on the Arc Flash incident at the West Intake Pump Station (WPS) that occurred on July 1, 2018. Attached and made an official part of these minutes, is a report detailing the incident and the anticipated costs to restore the WPS motor control equipment.

Director Martin moved to approve the expenditures to restore the West Water Deliver System motor control equipment as presented. Director Parker 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, 2018 to September 30, 2019. LNRA will contribute budgeted funds of \$85,776 and USGS will contribute \$29,810 to cover the cost of the necessary field and analytical work related to the agreement for a total of \$115,586. The Board was presented a copy of the agreement for their review. Funds are budgeted for FY2019.

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

Freese and Nichols Work Order #28

Brzowski briefed the Board on the Freese and Nichols (FNI) Work Order #28 for Arc Flash Reduction Technical Memorandum and Arc Flash Hazard Analysis at the East Pump Station, West Pump Station and Spillway. The estimated cost is as follows:

Technical Memorandum	\$ 7,507
Power System Studies/Arc Flash Reduction	\$ 21,350
TOTAL	\$ 28,857

Brzowski informed the Board that engaging FNI to analyze the EPS, WPS and spillway switch gear, and develop recommendations on how to lower the rated risk of these facilities, will help LNRA better evaluate how to proceed with improvements and modifications to internal operating procedures.

The Board was given a copy of the FNI Work Order #28 and Scope of Services for their review.

Director Taylor moved to approve FNI Work Order #28 Arc Flash Reduction in the amount of \$28,857 as presented. Director Johs seconded the motion. Motion passed.

Lake Texana Yield Enhancement Project

Brzowski and Reedy briefed the Board on the FNI Work Order #29, Lake Texana Yield Enhancement Project, Lavaca River Diversion Assessment, Stakeholder Outreach, Agency Coordination, and Water Rights Permit Application Development. This WO will support a LNRA project to use its water rights on the Lavaca River to divert, transfer and store the water in Lake Texana and in a future off-channel reservoir project.

The total fee estimate is \$993,000. Funds will be available in FY2019.

Director Sachtleben moved to approve FNI Work Order #29 for \$993,000.00 as presented. Director Taylor seconded the motion. Motion passed.

The Board meeting adjourned at 8:47 a.m.

Ronald Kubecka
President

Terri Parker
Secretary-Treasurer