

Lavaca-Navidad River Authority

Minutes of March 19, 2025 Board Meeting

A meeting of the Lavaca-Navidad River Authority Board of Directors was held on Wednesday, March 19, 2025 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, and was also available through video teleconference. Board members present were President Adelman, Vice President Johs, and Directors Aimone, Churan, Kucera, Mitchell, Steffek, and Taylor. Also present was LNRA Staff: Brzozowski, Gregory, Anders, Hartl, Martin, Stuhrenberg, Terry, Sklar, and Crenshaw. Also present was Jason Ward of Freese and Nichols and Jack Wu and Amy Blanchett of Formosa Plastics Corporation. Stefanie Albright of Bickerstaff Heath Delgado Acosta LLP, Cody Cockroft of Freese and Nichols, and Stephen Phillips of Formosa Plastics Corporation joined the meeting via video teleconference.

President Adelman called the meeting to order.

Public Comments

There were no public comments.

General Manager's Report

- Delivery of LNRA water between customers update
- Archery Venue Update
- Personal Financial Statement due to Texas Ethics Commission by April 30, 2025
- Legislative Update
- West Delivery System Schedule 4 (water delivery schedule) Exercise
- Oil & Gas Production Proposal
- LNRA Water Conditions
- Golf Course discussion with Greenscape Solutions
- Public Information Request
- Board Photographs
- Alcoa Water Availability

Consent Agenda

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

1. Consider approval of Board meeting minutes of February 19, 2025 and act as necessary.
2. Consider acceptance of February 2025 financial statements and act as necessary.
3. Consider approval of invoices for payment and act as necessary.
4. Consider approval proposed budget amendment(s) and act as necessary.

Director Churan moved to approve the Consent Agenda items 1-4 as presented. Director Steffek seconded the motion. Motion carried.

Regular Agenda

Proposed Reserve Contingency Fund Expenditures

Brzowski briefed the Board on the proposed Reserve Contingency Fund expenditures as follows:

Texana Park and Brackenridge Park Improvements

Purchase of Jumping Pillows

One (1) Texana Park

One (1) Brackenridge Park

\$ 42,000.00

(\$21,000 each)

A/C Replacement Fund

\$ 6,987.00

Reimburse Operating Budget for expenditure to purchase A/C
(2.5-ton Lennox) for Brackenridge Park Cabin No. 6

Director Steffek moved to approve the proposed Reserve Contingency Fund expenditures as presented. Director Taylor seconded the motion. Motion carried.

Proposed Expenditure for Heavy Equipment

Brzowski informed the Board that LNRA’s current lease with Caterpillar Financial for a 293D3 Caterpillar Compact Track Loader is terminating April 27, 2025.

LNRA solicited bids for a new track loader. Bids were received as follows:

Vendor	Description	Monthly Payment
John Deere Financial	John Deere 325G	\$ 1,351.35
Caterpillar Financial	Caterpillar 255-05	\$ 1,659.71
Nueces Power Equipment	Case TR270	\$ 1,570.00

Management recommends entering into a three-year lease agreement beginning May 1, 2025 with John Deere Financial for one (1) John Deere 325G compact track loader (skid steer) for a monthly rate of \$1,351.35.

Funding is available in the General Fund budget.

Churan abstained from voting and discussions. Director Aimone moved to approve the proposed expenditure for heavy equipment lease as presented. Director Mitchell seconded the motion. Motion carried.

West Delivery System Budget Expenditure

Brzowski briefed the Board on the proposal received from Trystar for two (2) uninterruptible power supply (UPS) systems for the West Delivery System’s Bloomington and Woodsboro booster pump stations.

Management is requesting for the Board to approve expenditure up to \$30,000 allowing for additional items if needed for the installation by LNRA's IE group.

Funds are available in the West Delivery System budget.

Director Mitchell moved to approve the proposed West Delivery System budget expenditure of up to \$30,000 for two (2) uninterruptible power supply (UPS) systems for the West Delivery System's Bloomington and Woodsboro booster pump stations as presented. Director Taylor seconded the motion. Motion carried.

Proposed Capital Improvement Expenditures

Brzozowski briefed the Board on the proposed capital improvement expenditures as follows:

Installation of Metal Building at the West Dike Storage

Bids were solicited for the installation of a lean-to style metal building at the West Dike Storage area. The metal building will be 30' X 420' with 120' portion of the 420' total length being fully enclosed and the remainder (300") to be a lean-to configuration. The enclosed area will be secured to a concrete foundation, and the lean-to section will be on concrete piers with base material footing.

Four (4) bids were received. One bid was rejected for non-conformity with bidding procedures. The Board was presented with a copy of the Bid Summary.

Management recommends accepting the low bid from Lewing Buildings for \$180,425.00.

Funds are available in the Capital Improvement Fund.

Purchase of Fleet Haul Truck

LNRA's 2008 fleet haul truck's transmission failed. In addition, the truck has power problems (turbos) and years of wear and tear.

Management recommends purchasing a replacement dedicated haul truck, a 2025 Ford F-450 regular cab from The Interlocal Purchasing System (TIPS) for \$79,108.25.

Funds are available in the Capital Improvement Fund.

LNRA plans to dispose of the old truck. To get full value from the sale, LNRA will replace the transmission gearing using in-house mechanic labor.

Director Mitchell moved to approve the proposed Capital Improvement Fund expenditures as presented. Director Churan seconded the motion. Motion carried.

Update on Dam Safety Remediation Project

The Board was presented with a copy of the Freese and Nichols Status Report.

Cody Cockcroft updated the Board. The plan package has been submitted to TCEQ for approval. FNI plans to have document package to LNRA by April 2nd.

Briefing on East Delivery System Pipeline Relocation Project

The Board was presented with a copy of the Freese and Nichols Status Report.

The project is complete, and LNRA has one final invoice from FNI before submitting LNRA's documentation to TxDOT.

The Board was presented with a copy of the final accounting that will be submitted to TxDOT

Briefing on Lake Texana Yield Enhancement Project

The Board was presented with a copy of Freese and Nichols Status Report.

Brzozowski reported the following:

- LNRA met with Mary Prihoda, her husband, and Kay Jorgensen to review LNRA's plans for a diversion pump station and pipeline using the family's property. The group asked that we produce a visual for our proposed easement across their property.
- Freese and Nichols has been working on the work order dealing with diversion structure options.
- FNI engaged ProRov for field reconnaissance. ProRov has completed their field work with the cooperation of the Koop family allowing access to the river reach being studied.

Public Comments

Jack Wu of Formosa Plastics Corporation addressed the Board expressing appreciation for the relationship between LNRA and Formosa.

The Board meeting adjourned at 8:23 a.m.

Jerry L. Adelman
President

Jennifer Storz
Secretary-Treasurer