

Lavaca-Navidad River Authority

Minutes of April 21, 2021 Board Meeting

A meeting of the Lavaca-Navidad River Authority Board of Directors was held on Wednesday, April 21, 2021 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 and also was available through video teleconference. Board members present were President Kubecka, Vice President Adelman, Secretary-Treasurer Parker, and Directors Aimone, Johs, Kucera, Steffek, Storz, and Taylor. Also present was LNRA Staff: Brzozowski, Anders, Gregory, Martin, Pearson, Terry, Hartl, Sklar, and Crenshaw. Also present was Bill Dugat of Bickerstaff Heath Delgado Acosta LLP, Mike Reedy of Freese and Nichols, and Carolyn Kubecka.

President Kubecka called the meeting to order.

Public Comments

There were no public comments.

General Manager's Report

- General Manager's Quarterly Report as of March 31, 2021
- Community Education Center Project Update
- River Pump Access Improvement – Bay City Update
- West Delivery System Intake Pump Rehabilitation Update
- Texas Ethics Commission Personal Financial Statements due June 30, 2021
- Cybersecurity Training due May 24, 2021
- TWCA Summer Conference – June 9-11, 2021- Horseshoe Bay Resort
- Board members confirmed by the Senate

Consent Agenda

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

1. Consider approval of Board meeting minutes of March 17, 2021 and act as necessary.
2. Consider approval of Board Scholarship Committee meeting minutes of April 19, 2021 and act as necessary.
3. Consider acceptance of March 2021 financial statements and act as necessary.
4. Consider approval of invoices for payment and act as necessary.
5. Consider approval of Quarterly Investment Report as of March 31, 2021 and act as necessary.

Gregory briefed the Board on the activity of investments as reported on the Quarterly Investment Report as of March 31, 2021. Texpool earned an average rate of .05% while Prosperity Bank earned .20% 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 Taylor seconded the motion. Motion passed.

Regular Agenda

Proposed Reserve Contingency Fund Expenditures

Brzowski briefed the Board on the proposed reserve contingency fund expenditures. The Board was presented a copy of the proposed expenditures as follows:

Recreation

A/C Replacement Fund

Replace existing system in Brackenridge Park Comfort Station #1	\$ 3,893.00
Replace existing failed coil in the HHRC Kitchen Unit	\$ 1,789.00

Wastewater Treatment Plant

WWTP Replacement Fund

Install bypass to isolate clear well no. 1	\$ 6,000.00
Lift station no. 2 slab repairs	\$ 2,000.00
Miscellaneous BPC Improvements	
Lift station electrical panel upgrade	\$ 1,500.00

In accordance with LNRA BOARD POLICY 304 – PROCUREMENT, bids were solicited for proposed expenditures as applicable.

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

Golden Crescent Regional Planning Commission

Brzowski informed the Board that LNRA's membership in the Golden Crescent Regional Planning Commission (GCRPC) provides the region with the opportunity to annually appoint and nominate a member of LNRA for one (1) General Assembly Voting Delegate one (1) Board of Directors Representative.

Director Johs is currently serving as LNRA's voting delegate and Board representative. Terms begin September 1st and end August 31st annually. River Authorities current voting delegates and board representative may continue to serve at the pleasure of each River Authority Board.

Director Adelman moved to approve Sandy Johs to continue serving as LNRA's Golden Crescent Regional Planning Commission General Assembly Delegate and Board of Directors Representative. Director Taylor seconded the motion. Motion passed.

Board Resolution 2021-001 – LNRA 457 Plan

Brzowski briefed the Board on the current LNRA 457 Plan and the proposed changes to the Plan. Recommended changes include consolidating Plan accounts currently at MassMutual and Nationwide to OneAmerica as the recordkeeper to provide better pricing and more robust investments, adding Loren D. Stark Company as Third-Party Plan Administrator to provide plan document amendments, administrative consulting as well as an annual report and annual participant statements, and amending the Plan document to allow for loans which will give the participants more flexibility with their accounts.

The Board was presented a copy of the associated Board Resolution 2021-001 for their review.

Director Kucera moved to approve Board Resolution 2021-001 as presented. Director Parker seconded the motion. Motion passed.

Proposed Capital Fund Expenditure for Stop Log #6

Brzowski briefed the Board on the completion of stop log #5 refurbishment by Palacios Marine and Industrial. Final cost was approximately \$20,000. Funds are available in the capital improvement fund to refurbish stop log #6.

Director Johs moved to approve proposed capital fund expenditure for the refurbishment of stop log #6. Director Aimone seconded the motion. Motion passed.

Bridge Class Culvert in Texana Park

Brzowski briefed the Board on the proposed Freese and Nichols Task Authorization No. 37 for engineering services related to the replacement of existing bridge class culvert located in Texana Park.

FNI proposes to perform engineering services including preliminary and final level design of replacement bridge, including geotechnical investigations (field work and lab testing) and surveying. After approval of the design concept by LNRA, FNI will prepare construction specifications along with drawings. Upon completion of the design services and approval of final drawings and specifications by LNRA, FNI shall provide professional services for soliciting and securing bids for construction.

Proposed cost for the FNI services is \$151,596. Funds are available in Capital Improvement Fund.

The Board was presented a copy of FNI Task Authorization and Scope of Services for their review.

Director Storz moved to approve FNI Task Authorization No. 37 as presented. Director Johs seconded the motion. Motion passed.

Willowstick Technologies Geotechnical Study

Brzowski briefed the Board on the dam safety geotechnical study, performed by Willowstick Technologies, of the anomaly in the East Drain below the East Drop structure and the Maximum Dam Section. The Board was presented a copy of Willowstick Investigation of Palmetto Bend Dam 2021 Geophysical Seepage Investigation for their review.

Management has met and have had multiple conversations with Freese and Nichols to assess the risk and determine a path forward. FNI will prepare a work order that will be presented at the May Board meeting.

87th Legislature Bills of Interest

Dugat briefed the Board on several bills of interest in the 87th Legislature. The Board will continue to be apprised of bills that might have an impact on LNRA.

Lake Texana Yield Enhancement Project

The Board was presented a copy of the status report from Freese and Nichols for March 1-31, 2021.

The Board meeting adjourned at 8:45 a.m.

Ronald Kubecka
President

Terri Parker
Secretary-Treasurer