

Lavaca-Navidad River Authority

Minutes of March 18, 2026

Board Meeting

A meeting of the Lavaca-Navidad River Authority Board of Directors was held on Wednesday, March 18, 2026, 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, Steffek and Taylor. Also present was LNRA Staff: Brzozowski, Crenshaw, Gutierrez, Martin, Sklar, Stuhrenberg, and Terry; Emily Rogers of Bickerstaff Heath Delgado Acosta LLP; Jason Ward of Freese and Nichols; Jack Wu and Amy Blanchett of Formosa Plastics; and Shana Elliot of KCS Public Relations. Joshua Watson and Greg Geller of Freese and Nichols; and Peter Zaroni, Nick Winkelmann, and Ryan Skrobarczyk of the City of Corpus Christi joined the meeting via video teleconference.

President Adelman called the meeting to order.

Public Comments

There were no public comments.

General Manager's Report

- Update on BLM Oil and Gas Lease and Surface Use Agreement with Kaler Energy Corp
- Update on Energy Transfer Pipeline
- Receive update on local drought index, next LNRA Drought Contingency Plan trigger level and DCP measure.
- Customer Communications
- MRPII Operating Agreement Extension Executed
- Personal Financial Statements due to Texas Ethics Commission by April 30, 2026
- Briefing on conversation with the Texas Governor's office
- Briefing on potential transmission line to go through Jackson County
- Briefing on upcoming slope protection repairs to the Spillway Inlet Channel

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 18, 2026, and act as necessary.
2. Consider acceptance of February 2026 financial statements and act as necessary.
3. Consider approval of invoices for payment and act as necessary.
4. Consider approval of 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

Reserve Contingency Fund Expenditures

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

Recreation:	
Event Cargo Trailer – 2026 16ft. Cargo Mate	\$ 7,500.00
6’ Banquet Folding Tables – 20	\$ 2,000.00
Steel Folding Chairs – 76	\$ 2,200.00
Equipment:	
Ingersoll Rand 13HP Air Compressor	\$ 5,000.00
Professional Services:	
LNRA Website – New Platform & Design	\$ 5,000.00

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

Management’s Recommendation for Recreational Improvements

Brzowski briefed the Board as follows:

Considering the number of improvements that have been envisioned that will enhance and redefine LNRA’s recreation offerings and given the need to upgrade and/or replace aging park infrastructure, the following is an approach that might be taken:

1. It is recommended LNRA consider engaging Kaser Design to provide additional planning and clarity for the following improvements:
 - a. Playgrounds/Playscapes featuring water-based elements in Texana and Brackenridge Parks
 - b. Group activities including mini-golf and sports-courts
 - c. Signage to include guide and wayfinding, facility signage, entrance signage
2. It is recommended LNRA advance the following recreational improvements in-house, consistent with a more focused vision provided by Kaser Design:
 - a. Swing in a Tree
 - b. Mountain Bike Trail
 - c. Hiking Trail Upgrades
 - d. Covered Bridge(s)
 - e. Tree House
 - f. Zip Lines
 - g. Fire Pits
3. It is recommended LNRA pursue development of a plan, including funding, to connect Texana and Brackenridge Parks.
4. It is recommended LNRA pursue development of construction plans to replace the comfort stations in Brackenridge Park.
5. It is recommended LNRA update LNRA’s Recreation Master Plan to reflect the improvements to be made to LNRA’s parks and recreation open spaces.

Director Steffek moved to approve Management's recommendation for implementing Recreational improvements as presented. Director Taylor seconded the motion. Motion carried.

Capital Improvement Fund Expenditure

Brzozowski briefed the Board on the proposed Capital Improvement Fund expenditure as follows:

The Board was presented a quote from Coastal Office Solutions for replacement office furniture for their review.

Total estimated cost is \$33,050.90.

The pricing from Coastal Office Solution reflects BuyBoard Purchasing Cooperative pricing.

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

West Delivery System Budget Expenditure for Sediment Removal from the Mary Rhodes Phase II six-million-gallon Storage Tank

Brzozowski briefed the Board as follows:

During our annual dive inspection of the MRPII six-million-gallon storage tank, an accumulation of sediment greater than five (5) feet was discovered. Note, this storage tank receives and stores water from the Colorado River through the MRPII system.

During the design planning phase of the MRPII system, efforts were made to control the anticipated sediment out of the river by passing the water through two (2) pre-sedimentation basins. We now know those efforts were not enough, and the sediment production in the MRPII system far exceeds the designed production rate. As a result, every two years, we take down the system for a week and clean the tank. This year our customer is requesting to not shut down the system due to water demand issues.

Through the years, we have consulted and used different companies to remove sediment deposited in the tank, but none while operating the system. This year we gave preference to a contractor who could complete this work, while maintaining operations.

A proposal was received from the company, Tex-Dive, with a daily rate of \$15,502.95. Please note, this daily rate shown does not include the cost for diesel. Tex-Dive can complete this work while maintaining full flow of the system. Their plan is to use a hydraulic pump controlled by a mobile crane to remove the sediment. The spoils will be dispatched south of the tank. Estimated completion is ten (10) days.

Please note, we are still having conversations with the company about the work and their approach. With that being said, we do not wish to exceed a total cost of \$150,000.

The Board was presented with the proposal from Tex-Dive, LLC for their review.

Director Aimone moved to approve the proposed West Delivery System Budget expenditure for sediment removal from the Mary Rhodes Phase II six-million-gallon storage tank as presented. Director Steffek seconded the motion. Motion carried.

East Delivery System Budget Expenditure to Install a Line Stop on the 54” Pipeline

Brzozowski briefed the Board as follows:

Installing a line stop on the EDS 54” pipeline is recommended before the installation of three (3) Air Release Valves. This will considerably reduce the volume of water needed to be drained and the amount of time to drain the water.

The installation of the line stop will be placed in a location that will afford LNRA to install a main line valve in the future. Alternatively, the line stop can be reinstalled as needed if the “valve” approach is not acted on.

Bids were solicited and received as follows:

Company	Bid Amount
Rangeline Tapping Services, Inc.	\$ 132,292.00
Colt Services, Inc.	\$ 83,100.00
Koppl Pipeline Services, Inc.	No Bid

Management recommends accepting the bid from Rangeline Tapping Services.

Funds are available in the East Delivery System Operating Budget.

Director Johs moved to approve the East Delivery System Budget expenditure to install a line stop on the 54” pipeline as presented. Director Churan seconded the motion. Motion carried.

Retroactive Advance Funding Agreement with the Texas Department of Transportation

Brzozowski briefed the Board as follows:

Looking back at prior Board meeting agendas, we discovered the Board did not formally act on this issue, understanding it is integral to the Remediation Project.

As previously discussed, and agreed to, LNRA is responsible for providing in-kind funding to TxDOT for the Department’s expenditures to return FM 3131 to TxDOT standards after Zachry Construction has completed their work.

In addition to the extensive roadway repair, TxDOT is providing a hot mix overlay the length of the Dam crossing. The replacement of the traffic railing is included in LNRA’s contract with Zachry Construction.

The Advance Funding Agreement (AFA) was signed December 22, 2025, with payment due by the end of March 2026.

LNRA’s share of the cost is set at \$538,122.07. In accordance with the AFA document, TxDOT is responsible for any cost overruns associated with their work.

Funds are available in the Capital Improvement Fund.

The Board was presented with a copy of the Advance Funding Agreement with the Texas Department of Transportation for their review.

Director Steffek moved to approve the retroactive Advance Funding Agreement with the Texas Department of Transportation as presented. Director Kucera seconded the motion. Motion carried.

Reserve Contingency Fund Balance Reallocation and Expenditure for Purchase of Large Limestone Riprap

Brzozowski briefed the Board as follows:

Last month, the Board approved the rental of stand-by equipment for the possible contingencies associated with constructing the slurry cut-off wall.

This month, we are requesting approval to purchase up to 1,000 tons of large limestone riprap to complete our preparations to plan for the best while preparing for the worst.

This material will be stored adjacent to the project site to facilitate expeditious deployment if a developing condition emerges.

Central Texas Stone is the only quarry in Texas producing aggregate that meets the required specification.

Total costs, including freight, is \$84,000.

Please note, the cost estimate received to move our existing stored riprap from the west side of the Spillway to the new location was as much as purchasing this additional supply.

The Board was presented with the proposed reallocation of funds within our Reserve Contingency Fund for their review.

Director Taylor moved to approve the proposed Reserve Contingency fund balance reallocation and expenditure for large limestone riprap as presented. Director Churan seconded the motion. Motion carried.

Update on the Expansion of LNRA's West Delivery System Pump Station and Approval of West Delivery System Budget Expenditure and Award of Bid

Brzozowski briefed the Board as follows:

Freese and Nichols continues with plan development for the project. Currently, they are working on design of the new electrical room and identifying obstructions needing to be removed, replaced, or relocated.

Bids were solicited for the procurement of one (1) Variable Frequency Drive and associated Switchgear using the electronic sealed bid method.

One (1) bid was received from Five Star Electric and is attached for review. This was not a surprise as we specified new equipment that would match the existing VFD's and motor control equipment onsite.

Total estimated cost is \$1,392,414. This includes the base bid of \$1,359,228.00 plus \$21,666.00 for an alternate entry and \$11,520.00 for up to twelve (12) weeks of storage by the supplier.

Expenditures for these two (2) items will be split between the 2026 and 2027 fiscal year operating budgets. Presently, we anticipate 70%, or \$974,690.00, of the total costs to be paid utilizing the 2026 operating budget.

This equipment will be assigned to the contractor once the larger project is bid and will include a provision for any temporary storage costs by the equipment supplier.

A bid recommendation from Freese and Nichols was presented to the Board for their review.

Director Steffek moved to approve the West Delivery System Budget expenditure and award of bid for Variable Frequency Drive and associated switchgear as presented. Director Johs seconded the motion. Motion carried.

Hay Meadow Bids Solicited

Brzozowski briefed the Board as follows:

Bids were solicited for lease of five (5) tracts of land for the specific use of hay production.

Highest bids were received as follows:

Bidder	Hay Meadow	No. Acres	Minimum Bid (per acre)	Bid Received (per acre)	Total Bid
William Joines	No. 27	50 acres	\$15.00	\$31.13	\$1,556.50
William Joines	No. 23B	45 acres	\$20.00	\$36.30	\$1,633.50
Jimmy Girndt	No. 39	15 acres	\$20.00	\$20.55	\$308.25
Mark Boname	No. 42	31 acres	\$20.00	\$21.52	\$667.12
William Joines	No. 50	15 acres	\$20.00	\$34.04	\$510.60

Management recommends accepting the bids shown above.

The Board was presented with a hay meadow bid summary for their review.

Director Johs moved to approve the hay meadow bids as presented. Director Taylor seconded the motion. Motion carried.

Update on the Dam Safety Remediation Project

Brzozowski briefed the Board as follows:

DeWind, the one pass trenching company, is over halfway through the mix designs for the wall. During our monthly construction meeting, it was stated the company's trenching equipment is expected to move in at the end of March.

Zachry Construction is currently constructing and widening an area for DeWind to assemble the trencher onsite.

As of today, the project is 45 days behind schedule. We are working with the local TxDOT area office to ensure our construction schedules are congruent with one another.

We anticipate the trenching operations to commence mid-April.

Update on the Lake Texana Yield Enhancement Project

Brzozowski briefed the Board as follows:

This issue has not advanced other than our work to define the “affected parties”, as these relate to the diversion reach in the draft permit.

Last week, The Fifteenth Court of Appeals issued its judgement on the Guadalupe-Blanco River Authority’s water right permit for development of off channel project(s) on the Guadalupe River.

Update on Proposed Recreation Development on LNRA Property

Brzozowski briefed the Board as follows:

Awaiting final appraisal of property from Kyle Schroeder with Texas Values of San Antonio.

Legal counsel has drafted a Real Estate Sales Contract and an Option to Purchase Agreement.

I am planning to meet with Don and several of his team members to learn about the group’s latest approach.

Once the appraisal is returned and we have a more solid understanding of the development, we can decide on the path forward.

Public Comments

There were no public comments.

The Board meeting adjourned at 8:35 a.m.

Jerry L. Adelman
President

Jennifer Storz
Secretary-Treasurer