Lavaca-Navidad River Authority

Minutes of August 19, 2026
Board Meeting

A meeting of the Lavaca-Navidad River Authority Board of Directors was held on Wednesday, August 19, 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, Bonnot, Churan, Juroske, Kucera, and Storz. Also present was LNRA Staff: Brzozowski, Crenshaw, Gutierrez, Hartl, Martin, Sklar, Stuhrenberg, and Terry; Emily Rogers of Bickerstaff Heath Delgado Acosta LLP; Jason Ward and Joshua Watson of Freese and Nichols; and Shana Elliot of KCS Public Relations. Michael Reedy and Cody Cockcroft of Freese and Nichols, and Stephen Phillips of Formosa Plastics joined the meeting via video teleconference.

President Adelman called the meeting to order.

Public Comments

There were no public comments.

General Manager's Report

- Interruptible Water
- M&I Stoplog Replacement Project
- Labor Day Holiday – September 7, 2026
- Community Development Review Committee Meeting – September 10, 2026
- Youth Alligator Hunt – September 18-20, 2026
- Texas Water Association Fall Conference – San Antonio, October 7-9, 2026

Consent Agenda

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

1. Consider approval of Board meeting minutes of July 15, 2026, and Board budget workshop minutes of August 11, 2026, and act as necessary.

2. Consider acceptance of July 2026 financial statements and act as necessary.

3. Consider approval invoices for payment and act as necessary.

Director Churan moved to approve the Consent Agenda items 1-3 as presented. Director Juroske seconded the motion. Motion carried.

Regular Agenda

Capital Improvement Fund Expenditure for Main Event Center Roadway and Parking Area Paving Project

Brzozowski informed the Board bids were solicited for the labor component of the MEC roadway and paving project and noted the previously Board approved aggregate material needed for this project had been purchased.

Two (2) bids were received for labor, equipment, and asphalt to apply a one-course chip seal coat.

Company	Bid
Sylva Construction, LLC	$ 31, 600.00
Matagorda Construction & Materials	$ 39,090.00

Brzozowski recommended accepting the low bid from Sylva Construction, LLC.

Director Storz moved to approve the Capital Improvement Fund expenditure for the MEC roadway and parking area paving project as presented. Director Bonnot seconded the motion. Motion carried.

Capital Improvement Fund Expenditure to Pre-Purchase Replacement Seals for the M&I Stoplog Project

Brzozowski briefed the Board as follows:

Motion Industries, Inc., formally Seals Unlimited, has provided a quote to fabricate ten (10) replacement neoprene rubber seals for the M&I Stoplog project for a total amount of $25,850.

At the Spillway, there are two (2) Municipal and Industrial (M&I) intakes, one on the east side and one on the west. To service the pipe work between the lake and the pump stations, we use stoplogs at the interface of the intakes and the lake to prevent water from entering the pump stations. Ten (10) stoplogs are required to perform this operation and we are currently working on a project to rebuild and replace these stoplogs.

The approval of this expenditure will provide the new, neoprene rubber seals that are critical for proper function of the stoplogs.

Director Bonnot moved to approve the Capital Improvement Fund expenditure to pre-purchase replacement seals for the M&I Stoplog project as presented. Director Kucera seconded the motion. Motion carried.

Addition to LNRA's Professional Services Provider List

Brzozowski briefed the Board as follows:

LNRA is in the process of planning for the upgrade of our water delivery operating control system, SCADA (Supervisory Control and Data Acquisition). The upgrade is largely needed to accommodate

the City of Corpus Christi's "Evangeline Project."

As part of the upgrade, LNRA needs to engage a SCADA professional to lead concept development, design, and implementation.

The City of Corpus Christi has selected the firm Prime Controls as the City's SCADA service provider for their Evangeline Project.

For consistency in the Delivery System's control function and given the Evangeline Project will be combined with the Mary Rhodes Pipeline system, I recommend LNRA take action to add the provider, Prime Controls, to LNRA's Professional Services Provider List, understanding it is our intent to engage the provider at a future date.

Director Johs moved to approve the addition of Prime Controls to LNRA's Professional Services Provider List for SCADA services. Director Aimone seconded the motion. Motion carried.

Proposed West Delivery System Operating Budget Expenditure

Brzozowski briefed the Board on the annual Hach Services Agreement for Mary Rhodes Phase II water quality instrumentation. The current agreement expires on October 16, 2026. The new agreement is effective October 17, 2026, through October 16, 2027, for $42,311.00.

The Board was presented with a copy of the proposed agreement for their review.

Director Storz moved the approved the proposed West Delivery System Operating Budget expenditure for the annual Hach Service Agreement in the amount of $42,311.00 as presented. Director Churan seconded the motion. Motion carried.

LNRA's Reserve Fund Balance Thresholds

In accordance with Board Policy 402 – Budget and Audit, the Board shall act to establish thresholds for LNRA's Reserve Funds at least once every five years.

Brzozowski presented LNRA's Reserve Fund balances as of July 31, 2026, and Management's recommended thresholds for each of these funds.

Director Churan moved to approve LNRA's Reserve Fund balance thresholds as presented. Director Juroske seconded the motion. Motion carried.

Fiscal Year 2027 Budgets

A Board workshop was held on August 11, 2026, and the Board was briefed and presented with copies of the proposed Fiscal Year 2027 Operating Budgets (General Fund, Clean Rivers Program, Recreation, Wastewater Treatment Plant, West Delivery System / Mary Rhodes Phase II, and East Delivery System).

No substantive changes were made to the proposed operating budgets since the presentation at the Board workshop.

Director Kucera moved to approve the proposed Fiscal Year 2027 budgets as presented. Director Johs seconded the motion. Motion carried.

Amended and Restated Water Supply Contract with the City of Point Comfort, Texas

Brzozowski informed the Board the Water Supply Contract dated October 16, 1996, as amended on October 24,2001, by and between LNRA and the City of Point Comfort, Texas, thirty-year term to supply 178 acre-feet of water per year will expire on October 16, 2026.

LNRA and the City of Point Comfort desire to amend and restate the Contract.

We have worked with legal counsel to amend and restate the Contract to change definitions, extend the Contract term, address recoverable expense and costs associates with water rates, and add statutorily mandated provisions relating to drought.

Consistent with previously amended and restated water supply contracts, this Contract shall terminate on August 1, 2035.

The City of Point Comfort approved/accepted the Amended and Restated Contract at their August City Council meeting.

The Board was presented with a copy of the Amended and Restated Water Supply Contract to review.

Director Johs moved to approve the Amended and Restated Water Supply Contract with the City of Point Comfort, Texas as presented. Director Churan seconded the motion. Motion carried.

LNRA's Drought Contingency Plan

Brzozowski briefed the Board on proposed revisions to LNRA's Drought Contingency Plan.

The Board was presented with a copy of LNRA's Drought Contingency Plan with the proposed revisions.

Director Bonnot moved to approve revisions to LNRA's Drought Contingency Plan as presented. Director Storz seconded the motion. Motion carried.

Update on West Delivery System Pump Station Expansion Project

Brzozowski briefed the Board as follows:

The plans and specifications for the construction of the project are complete.

Advertising for bids will commence the week of August 17th.

A non-mandatory pre-bid conference will be held virtually on August 27, 2026, and a non-mandatory site tour will be held on September 1, 2026.

Sealed bids are due no later than September 10, 2026. A recommendation for award will be presented at the September Board meeting.

Update on the Dam Safety Remediation Project and Contract Change Directives with Zachry Construction Corporation

Brzozowski briefed the Board as follows:

On July 27, 2026, LNRA signed two (2) Work Change Directives to modify the Scope of Work described in the Contract Documents with Zachry Construction Corporation. Work Change Directive No. 001 removed contract item D-02, East Drain Ditch Riprap and Bedding. Work Change Directive No. 002 removed item A-08, East Drain Ditch Restoration.

These items were included as alternatives if the uplift factors of safety were not realized after the construction of the cut-off wall. Since the current hydraulic and available instrumentation data seem favorable, our dam safety engineer has recommended monitoring the existing instrumentation for up to a year to establish long-term piezometric trends before acting on these items.

As mentioned in previous Board meetings, we were considering removing item A-09, Sand Boil Closure, because of the construction quality issues we have been experiencing with Zachry regarding the trench closure on the roadway section. Since that discussion, Zachry has changed the project supervisor and operators which has greatly improved the quality of construction. We are hopeful this change in management will continue to prove successful and we can complete this project on a positive note; however, time will tell.

The Board was presented with copies of the Work Change Directives for their review.

Director Johs moved to approve the Work Change Directives with Zachry Construction as presented. Director Bonnot seconded the motion. Motion carried.

Update on the Lake Texana Yield Enhancement Project and Review Potential List of Affected Parties Identified by Texas Commission on Environmental Quality

Update on Proposed Recreation Development on LNRA Property and Consider Purchase of Real Property

Open Session ended at 8:12 a.m.

President Adelman declared the Board to convene in Executive Session as authorized by Texas Government Code, Chapter 551.071 Consultation with Attorney and Chapter 551.072 Deliberations about Real Property at 8:12 a.m.

Executive Session ended at 8:50 a.m. and President Adelman declared the Board to be in Open Session.

Director Johs moved to approve the purchase of 33.81 acres of real property located in the Henry W. Munson League, Abstract No. 57, Jackson County, Texas. Director Aimone seconded the motion. Motion carried.

Public Comments

There were no public comments.

The Board meeting adjourned at 8:50 a.m.

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Jerry L. Adelman	Jennifer Storz
President	Secretary-Treasurer