



**BRAZOS RIVER AUTHORITY
BIMONTHLY BOARD OF DIRECTORS ACTIONS
July 28, 2025**

The Brazos River Authority's Board of Directors held its regular bimonthly meeting on Monday, July 28, 2025. The Board took the following actions:

Fiscal Year 2026 Annual Operating Plan and Adoption of Annual Operating Plan

The Board of Directors resolved that the Fiscal Year 2026 Annual Operating Plan and Multi-Year Capital Improvement Plan (Budget), as presented to the Board at the July 28, 2025 meeting, be approved and adopted, including the following provisions:

- That the General Manager/CEO is authorized to make expenditures and enter into contracts for expenditures as listed in the Budget, in accordance with the Brazos River Authority's General Operations Practices, Policy 2.01, Authority and Responsibilities Of The Board of Directors and General Manager/Chief Executive Officer;
- that the General Manager/CEO is authorized to make adjustments in the individual line item amounts of the Budget, provided that the total amount expended shall not exceed the total amount authorized for each operating division as follows:

Water Supply	\$ 75,035,454
Cost Reimbursable	<u>18,562,411</u>
Total Operating Budget	<u>\$ 93,597,865</u>

Water Supply	\$ 91,704,000
Cost Reimbursable	<u>3,978,000</u>
Total Capital Budget	<u>\$ 95,682,000</u>

- the Board adopted the Multi-Year Capital Improvement Plan as presented in the Budget;
- the Board approved and adopted a rate of \$106.00 per acre-foot of water annually for Fiscal Year 2026, for both the System Water Rate and the Interruptible Water Rate;
- the Board approved and adopted a rate of \$74.20 per acre-foot of water annually for Fiscal Year 2026, for the Agricultural Water Rate;
- the Board approved and adopted a methodology for Quarterly Payments or Monthly Payments by its water customers to include a multiplier to be applied to the annual payment to allow the Brazos River Authority to recover interest lost on any unpaid balance plus a service charge for administrative costs, including, but not limited to, costs involving the billing, accounting and collecting for the quarterly or monthly payments;
- the Board resolved that the methodology used to determine the multiplier consists of applying the current savings rate the Brazos River Authority would be earning on the funds if paid in full annually, to the unpaid balance on a monthly or quarterly schedule, to determine lost interest; and that the Service Charge shall remain at twenty dollars (\$20) per invoice to cover additional administrative costs for billing, accounting and collecting the associated payments; and\

- the Board approves and adopts an annual interest rate of 4.5% and a daily interest rate charge of .0123288% ($4.5\% \div 365$) to be applied for quarterly and monthly payments for Fiscal Year 2026.

Update on Whitney Reallocation Study

The Board authorized the General Manager/CEO to continue to utilize Jones and Fortuna, LP in relation to the Lake Whitney Reallocation Study at an amount not to exceed \$500,000.

Possum Kingdom Airport Hanger Leases

The Board authorized the General Manager/CEO to enter into new airport hangar lease agreements at Possum Kingdom Lake, subject to terms and conditions that are in the best interest of the Brazos River Authority. The Board resolved that the new airport hangar lease agreements shall be for a maximum term of ten years with an option for a ten-year extension and shall have an initial annual lease rate of \$0.72 per square foot, subject to annual adjustments by the Board of Directors.

Lake Granbury Trifecta Project

The Board approved and authorized the General Manager/CEO to execute an amendment and increase the total not-to-exceed amount by \$400,000 for the Lake Granbury Tri-fecta Project Professional Service Agreement with Walter P. Moore, a global engineering firm, to perform additional services; and, approved a budget increase of \$170,000 to the Fiscal Year 2025 Lake Granbury Stoplog Replacement System Project from \$1,400,000 to \$1,570,000.

Brazos River Authority User Fee Adjustment

The Board reviewed and approved the following User Fee adjustments beginning in Fiscal Year 2026.

Water Permit Application Fee – Residential from \$25 to \$50

Water Permit Application Fee – Commercial from \$25 to \$100

Water Permit Late Fees – Residential from \$25/permit holder to \$50/permit

Water Permit Late Fees – Commercial from \$25/permit holder to \$50/permit

The Board also resolved that a new Certified Mail Fee be created to recover the costs associated with preparing and mailing certified notices for past due accounts in the amount of \$30 per notice.

Texas Clean Rivers Program Contract Renewal

The Board authorized the General Manager/CEO to enter into an agreement with the Texas Commission on Environmental Quality (TCEQ), whereby TCEQ will provide funding, in the amount of \$948,176, to the Brazos River Authority to perform water quality monitoring services and other activities under the Texas Clean Rivers Program for Fiscal Years 2026 and 2027.

EXECUTIVE SESSION

The Board resolved that the sustained, exemplary performance by the General Manager/CEO warrants an annual salary increase of six percent of his existing salary and justifies a one-time merit bonus of fourteen percent of his existing salary.