



## Quarterly Board Actions July 25, 2011

The Brazos River Authority's Board of Directors held their quarterly meeting Monday, July 25, 2011. The Board took the following actions.

### **TEXAS COUNTY AND DISTRICT RETIREMENT SYSTEM PLAN**

The Board of Directors voted to maintain the Texas County and District Retirement System plan provisions for Authority employees and retirees. The required employer contribution rate for the 2012 plan year will be 7.86 percent.

### **CONTRACT FOR BANK DEPOSITORY SERVICES**

The Board authorized the General Manager/CEO to enter into a banking services contract with BBVA Compass for two years with an option for three additional years.

### **ADOPTION OF FISCAL YEAR 2012 ANNUAL OPERATING PLAN (BUDGET)**

The Board approved the Fiscal Year 2012 Annual Operating Plan. The Board authorized the General Manager/CEO to make expenditures and enter into contracts for expenditures as listed in the FY 2012 Annual Operating Plan, and to adjust individual line item amounts of the Budget, provided that the total spent is not more than \$59,903,065 for the Total Operating Budget and \$49,321,279 for the Total Capital Budget.

With the budget, the Board voted to maintain the system and interruptible water rate of \$62.50 per acre-foot annually for FY 2012. The Board also adopted \$43.75 per acre-foot of water annually for FY 2012 for the agricultural water rate.

### **SURPLUS PERSONAL PROPERTY**

The Board gave the General Manager/CEO authorization to dispose of surplus personal property, ranging from vehicles to work and training equipment, under terms and conditions that are in the best interest of the Authority.

### **POSSUM KINGDOM DISTRIBUTION SYSTEM INFRASTRUCTURE**

The Board authorized the General Manager/CEO to execute a bill of sale to convey "Possum Kingdom Village Area" electric distribution facilities to United Cooperative Services and to execute a utility easement for the area with United Cooperative Services.

### **WEST CENTRAL BRAZOS WATER DISTRIBUTION SYSTEM**

The Board set both fixed and variable rates for the contracts utilizing the West Central Brazos Water Distribution System. The fixed rate of \$0.0128 per barrel (the equivalent of \$0.305 per 1,000 gallons or \$99.31 per acre-foot) will be applied to the amount of water contracted by any customer invoiced for transportation and use. The variable rate is set at \$0.0210 per barrel (the equivalent of \$0.501 per 1,000 gallons or \$163.11 per

acre-foot) to be applied to the amount of water delivered to any customer invoiced for transportation and use of the system. Both rates are effective Sept. 1, 2011 FY 2012.

The Board also set the fee charged for customers who access the system for well-drilling purposes or who have water made available at the Veale-Parks Pump Station, at \$1,250. This rate is also effective Sept. 1, 2011, for FY 2012.

**U.S. ARMY CORPS OF ENGINEERS SUPPLEMENTAL AGREEMENT NO. 1 TO THE DEPARTMENT OF THE ARMY EASEMENT NO. DACW63-2-00-0523.**

The Board authorized the General Manager/CEO to execute the supplemental agreement to the easement, which sets a path to reroute a small section of pipeline around a City of Georgetown water treatment facility.

**LAKE GRANGER INTAKE CONSTRUCTION BIDS**

The Board authorized the General Manager/CEO to negotiate and enter into a contract with Reynolds Inc. to build the Lake Granger Intake for \$10,580,641. The Board also authorized the General Manager/CEO to execute change orders for no more than five percent or \$529,032 contingency fund for the construction contract.

**CLEAN RIVERS CONTRACT FOR FISCAL YEAR 2012-2013**

The Board authorized the General Manager/CEO to renew the annual contract with the Texas Commission on Environmental Quality (TCEQ) for the Texas Clean Rivers Program. TCEQ will provide \$843,160 in funding for water quality monitoring and other activities.

**REGIONAL WATER PLANNING GRANT AGREEMENT**

The Board authorized the General Manager/CEO, as administrative agent for the Brazos G Regional Water Planning Group, to negotiate and execute the Regional Water Planning Agreement with the Texas Water Development Board for \$432,413.

The Authority Board also authorized the General Manager/CEO to negotiate and execute a professional services agreement for up to \$403,631 with HDR Engineering to complete the tasks identified in the Regional Water Planning Agreement Scope of Work.

**FUNDING FOR SEDIMENT SURVEYS OF SYSTEM RESERVOIRS**

The Board authorized the General Manager/CEO to contract with the Texas Water Development Board by the end of September 2011 to conduct hydrographic surveys of Authority System Reservoirs during FY 2012 and 2013 as needed to acquire matching funds from the U.S. Army Corps of Engineers. The agreement will secure federal funds from the Corps to pay for half of the survey costs, currently estimated at \$92,508 for FY 2012 and \$173,250 for FY 2013.

**EXECUTIVE SESSION 21C**

The Board approved the Executive Compensation and Evaluation Committee's recommendations regarding the performance review of the General Manager/CEO and commended his sustained and outstanding performance during Fiscal Year 2011.

**SYSTEM OPERATION PERMIT FUNDS**

The Board authorized the General Manager/CEO to reclassify an amount not to exceed \$400,000, originally to be utilized for capital projects in FY 2011 to the System Operation

Permit Project to cover cost over-runs related to the permit hearings process required by the permit.

**PLANNING ASSISTANCE TO THE STATES PROGRAM**

The Board authorized the General Manager/CEO to enter into a Planning Assistance to States Program Letter of Agreement with the U.S. Army Corps of Engineers for funds to pursue environmental studies for the Water Management Plan required by the System Operations Permit.

The Board also authorized the General Manager/CEO to modify any existing agreements with consultants retained by the Brazos River Authority to perform work authorized in the Letter of Agreement.

Finally, the Board Authorized the General Manager/CEO to commit matching Authority funds to satisfy the requirements of the Planning Assistance to States program of up to \$275,000.