



Quarterly Board of Directors Actions July 30, 2012

The Brazos River Authority's Board of Directors held their quarterly meeting Monday, July 30, 2012. The Board took the following actions:

EXECUTIVE SESSION 1

The Board authorized the General Manager/CEO to coordinate with the 83rd Texas State Legislature to request legislation that would allow sale of the remaining Possum Kingdom Brazos River Authority Residential and Commercial leased tracts in a similar manner as in House Bill 3031 passed by the 81st Legislature. The action is subject to the Federal Energy Regulatory Commission's (FERC) acceptance, approval, and issuance of a Final Order in response to the BRA's Surrender Application to decommission its hydro-electric operating license.

The Board also suspended authorization to pursue a market value appraisal, previously approved by the Board at its April 30, 2012 meeting.

TEXAS COUNTY AND DISTRICT RETIREMENT SYSTEM PLAN

The Board voted to make no changes in the Texas County and District Retirement System plan provisions for Authority retirees and non-retirees keeping the required employer contribution rate will be 7.85 percent for the 2013 plan year.

ADOPTION OF FISCAL YEAR 2013 ANNUAL OPERATING PLAN (BUDGET)

The Board approved the Fiscal Year 2013 Annual Operating Plan. The Board authorized the General Manager/CEO to make expenditures and enter into contracts for expenditures as listed in the FY 2013 Annual Operating Plan. The General Manager/CEO was also authorized to adjust individual line item amounts of the Budget, provided that the total spent is not more than \$48,547,841 for the Total Operating Budget and \$34,384,241 for the Total Capital Budget.

The Board also adopted \$62.50 per acre-foot of water annually for FY 2013 for the System Water Rate and Interruptible Water Rate and \$43.75 per acre-foot of water annually for FY 2013 for the Agricultural Water Rate. These rates remained unchanged from last year.

SURPLUS PERSONAL PROPERTY

The Board authorized the General Manager/CEO to dispose of surplus personal property, ranging from office and lab equipment to furniture and appliances, under terms and conditions that are in the best interest of the Authority.

FISCAL YEAR 2013 INTERNAL AUDIT PLAN

The Board approved the Fiscal Year 2013 Internal Audit Plan. The plan includes audits of internal controls on cash received and paid out. It also includes audits of risk mitigation and implementation of previous audit recommendations, among other efforts.

INTERNAL AUDIT CHARTER

The Board approved the Internal Audit Charter as presented at its July 30, 2012 meeting.

POSSUM KINGDOM LAKE PIER 14 LOW FLOW GATE

The Board authorized the General Manager/CEO to amend the FY 2012 "PK Dam Pier 14 Low Flow Gates" Capital Project budget from \$84,000 to \$125,000, with the additional funding coming from the "PK Dam Bay #9 Weir Box" Capital Project budget. The funds are for instrumentation and wiring to the SCADA system for automation of the low-flow gate.

WEST CENTRAL BRAZOS WATER DISTRIBUTION SYSTEM

The Board set a fixed rate of \$0.0155 per barrel (\$0.369 per 1,000 gallons or \$120.24 per acre-foot) for water contracted by any customer invoiced for transportation and using the West Central Brazos Water Distribution System. The Board also set a variable rate of \$0.0225 per barrel (\$0.535 per 1,000 gallons or \$174.56 per acre-foot) for water delivered to any customer invoiced for transportation and using the system. These rates are effective beginning Sept. 1, 2012, for FY 2013.

LEANDER-COLORADO RETURN FLOWS

The Board authorized the General Manager/CEO to negotiate and execute an agreement with the Lower Colorado River Authority regarding the City of Leander's Colorado River-sourced wastewater discharges.

WILLIAMSON COUNTY REGIONAL RAW WATER LINE BUDGET AMENDMENT

The Board authorized the General Manager/CEO to amend the Williamson County Regional Raw Water Line Phase II Pumps Capital Project budget from \$7,400,235 to \$7,525,000, with the additional funding provided by the cities of Georgetown and Round Rock, Jonah Water and Chisholm Trail special utility districts, and Brushy Creek Municipal Utility District in accordance with the Williamson County Regional Raw Water Line agreements.

LIBERTY HILL WASTEWATER SERVICES AGREEMENT

The Board authorized the General Manager/CEO to negotiate and execute a wastewater operations contract with the City of Liberty Hill, in a form consistent with those used on similar wastewater treatment operations performed by the BRA.

TEMPLE-BELTON PROPERTY TRANSFER

The Board authorized the General Manager/CEO to negotiate and execute an agreement with the cities of Temple and Belton to transfer the Temple-Belton Regional Sewerage System properties, easements, permits, equipment and appurtenances to the cities.

BUDGET AMENDMENT FOR CHLORIDE MODEL PROJECT

The Board authorized the General Manager/CEO to amend the Fiscal Year 2012 "Chloride Model" Capital Project budget from \$220,000 to \$273,000, with additional funding provided from the Fiscal Year 2012 "COE Pool Rise" Capital Project budget. This will allow the project completion date to be moved up to September 2012.

OCTOBER REGULAR BOARD MEETING

The Board voted to hold its next regular meeting on Oct. 29, 2012, at the Texas Ranger Hall of Fame, Knox Hall, located at 100 Texas Ranger Trail, in Waco. The meeting is being moved because of repair work to the BRA Central Office at that time.

EXECUTIVE SESSION 24B

The Board approved a resolution regarding the sustained outstanding performance of BRA management.