

# LCRA Wholesale Energy Services Corporation

## Board Agenda

Wednesday, May 22, 2019  
LCRA General Office Complex  
Board Room – Hancock Building  
3700 Lake Austin Blvd.  
Austin, TX 78703  
Earliest start time: 9 a.m.  
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### Legal Notice

Legal notices are available on the Texas secretary of state website 72 hours prior to the meeting at [www.sos.state.tx.us/open](http://www.sos.state.tx.us/open).

### Executive Session

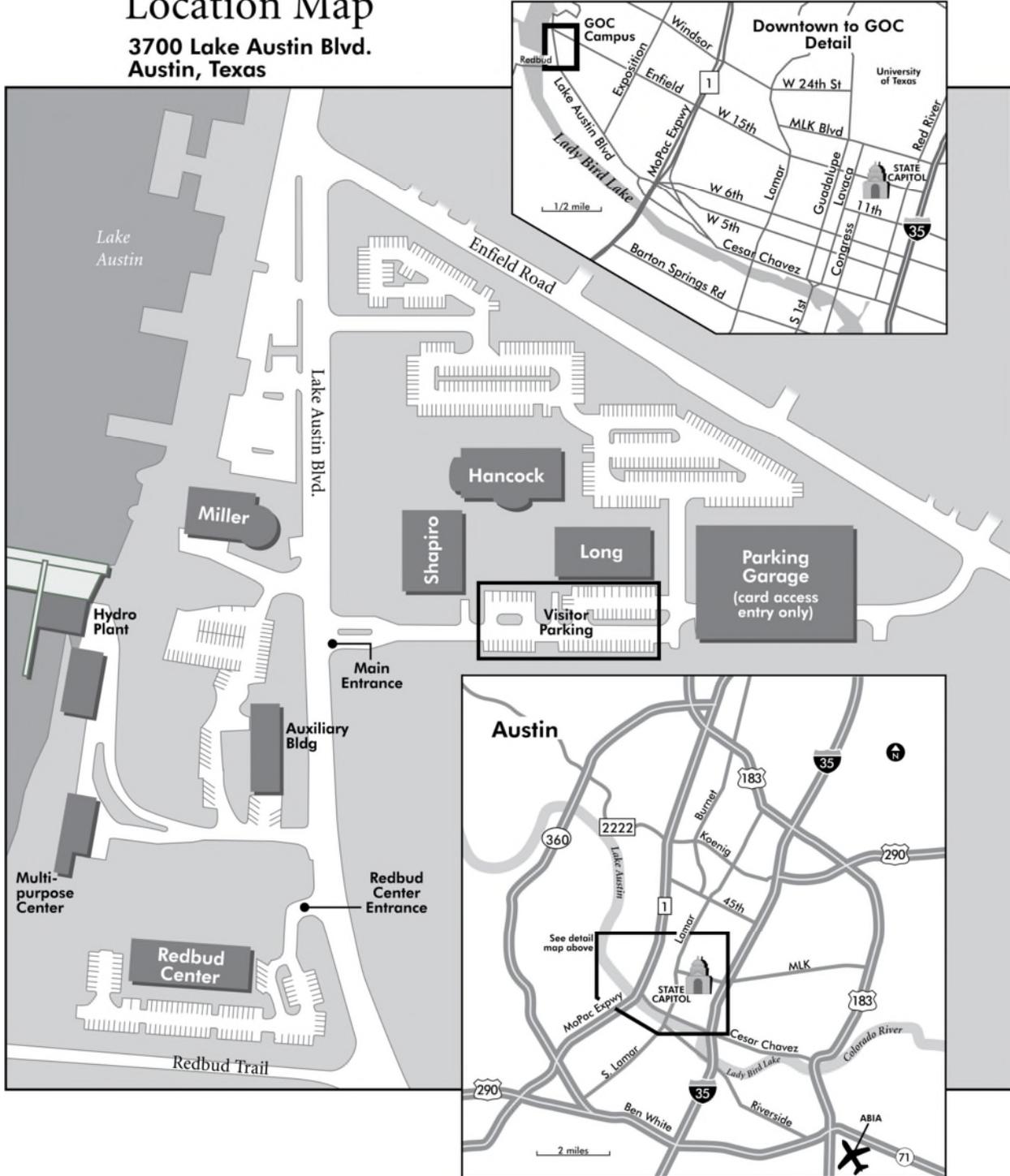
The Board may go into executive session for discussion of Item 3 above, and for advice from legal counsel on any item listed above, pursuant to Chapter 551 of the Texas Government Code.

## OVERVIEW OF LCRA WSC ENERGY

LCRA Wholesale Energy Services Corporation, known as LCRA WSC Energy, is a nonprofit corporation created under chapter 152 of the Texas Water Code, as amended, and operating under Section 32.053 of the Texas Utilities Code, as amended. The LCRA Board of Directors appoints the LCRA WSC Energy Board of Directors and approves LCRA WSC Energy’s annual budget and any LCRA WSC Energy debt. LCRA WSC Energy has no employees, and operations are provided by LCRA employees through a services agreement.

# LCRA General Office Complex Location Map

3700 Lake Austin Blvd.  
Austin, Texas



## **FOR DISCUSSION**

# **1. Comments From the Public**

### **Summary**

This part of the meeting is intended for comments from the public on topics under the jurisdiction of this Board but not related to an item on the Board agenda. No response or action may be taken by the Board during public comments.

In order to address the Board, a member of the public is required to sign and complete the registration form at the entrance to the meeting room.

Any member of the public wishing to comment on an item listed on this agenda will be called to make comments at the appropriate time.

**FOR ACTION (CONSENT)**

## **2. Minutes of Prior Meetings**

**Proposed Motion**

Approve the minutes of the May 16, 2018, and Aug. 22, 2018, meetings.

**Board Consideration**

Section 4.06 of the LCRA Wholesale Energy Services Corporation bylaws requires the secretary to keep minutes of all meetings of the Board of Directors.

**Budget Status and Fiscal Impact**

Approval of this item will have no budgetary or fiscal impact.

**Summary**

Staff presents the minutes of each meeting to the Board for approval.

**Exhibit(s)**

- A – Minutes of May 16, 2018, meeting
- B – Minutes of Aug. 22, 2018, meeting

## **EXHIBIT A**

Minutes Digest  
May 16, 2018

- 18-02 Approval of the minutes of the May 10, 2017, and April 18, 2018, meetings.
- 18-03 Adoption of a resolution approving the fiscal year 2019 business plan for LCRA Wholesale Energy Services Corporation.

MINUTES OF THE REGULAR MEETING OF THE  
BOARD OF DIRECTORS OF  
LCRA WHOLESAL ENERGY SERVICES CORPORATION  
Austin, Texas  
May 16, 2018

Pursuant to notice posted in accordance with the Texas Open Meetings Act, the Board of Directors (Board) of LCRA Wholesale Energy Services Corporation (LCRA WSC Energy) convened in a regular meeting at 9:11 a.m. Wednesday, May 16, 2018, in the Board Room of the Hancock Building, at the principal office of the Lower Colorado River Authority (LCRA), 3700 Lake Austin Blvd., Austin, Travis County, Texas. The meeting was open to the public, and the following directors were present, constituting a quorum:

Timothy Timmerman, Chair  
Thomas Michael Martine, Vice Chair  
Steve K. Balas  
Lori A. Berger  
Stephen F. Cooper  
Joseph M. "Joe" Crane  
Pamela Jo "PJ" Ellison  
John M. Franklin  
Raymond A. "Ray" Gill Jr.  
Sandra Wright "Sandy" Kibby  
Robert "Bobby" Lewis  
George W. Russell  
Martha Leigh M. Whitten

Absent: Charles B. "Bart" Johnson  
Franklin Scott Spears Jr.

Chair Timmerman convened the meeting at 9:11 a.m. and led the Board in pledges of allegiance to the American and Texas flags. Director Ellison provided an invocation.

18-02 Upon motion by Director Russell, seconded by Director Crane, the Board unanimously approved the minutes of the May 10, 2017, and April 18, 2018, meetings, [Consent Item 1] by a vote of 13 to 0.

18-03 Treasurer and Chief Financial Officer Jim Travis presented for consideration a staff recommendation, described in Agenda Item 2 [attached hereto as Exhibit A], that the Board adopt a resolution approving the fiscal year 2019 business plan for LCRA Wholesale Energy Services Corporation. Staff presented the plan to the Board at a work session on April 18. Upon motion by Director Berger, seconded by Director Franklin, the recommendation was unanimously approved by a vote of 13 to 0.

There being no further business to come before the Board, the meeting was adjourned at 9:15 a.m.

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Thomas E. Oney  
Secretary  
LCRA Wholesale Energy Services Corporation

Approved: May 22, 2019

**EXHIBIT B**

MINUTES OF THE MEETING OF THE  
BOARD OF DIRECTORS OF  
LCRA WHOLESALE ENERGY SERVICES CORPORATION  
Austin, Texas  
Aug. 22, 2018

Pursuant to notice posted in accordance with the Texas Open Meetings Act, the Board of Directors (Board) of LCRA Wholesale Energy Services Corporation (LCRA WSC Energy) convened in a meeting to discuss competitive electric matters at 9:51 a.m. Wednesday, Aug. 22, 2018, in the Board Room of the Hancock Building, at the principal office of the Lower Colorado River Authority (LCRA), 3700 Lake Austin Blvd., Austin, Travis County, Texas. The meeting was open to the public, and the following directors were present, constituting a quorum:

Timothy Timmerman, Chair  
Thomas Michael Martine, Vice Chair  
Lori A. Berger  
Stephen F. Cooper  
Pamela Jo "PJ" Ellison  
Laura D. Figueroa  
Raymond A. "Ray" Gill Jr.  
Charles B. "Bart" Johnson  
Thomas L. "Tom" Kelley  
Robert "Bobby" Lewis  
George W. Russell  
Franklin Scott Spears Jr.  
Martha Leigh M. Whitten  
Nancy Eckert Yeary

Absent: Joseph M. "Joe" Crane

Chair Timmerman convened the meeting at 9:51 a.m. and then declared the meeting to be in executive session pursuant to sections 551.071 and 551.086 of the Texas Government Code (Open Meetings Act). Executive session ended, and Chair Timmerman declared the meeting to be in public session at 10:06 a.m.

There being no further business to come before the Board, the meeting was adjourned at 10:06 a.m.

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Thomas E. Oney  
Secretary  
LCRA Wholesale Energy Services Corporation

Approved: May 22, 2019

## **FOR ACTION**

### **3. LCRA Wholesale Energy Services Corporation Fiscal Year 2020 Business Plan**

#### **Proposed Motion**

Adopt a resolution (Exhibit A) approving the LCRA Wholesale Energy Services Corporation (LCRA WSC Energy) Fiscal Year 2020 Business Plan.

#### **Board Consideration**

Section 5.01 of the LCRA WSC Energy bylaws requires approval of a business plan by the LCRA WSC Energy and LCRA boards prior to the start of each fiscal year.

#### **Budget Status and Fiscal Impact**

The proposed business plan and the budgets included therein provide targets for revenue, operating and maintenance expenses, and capital spending for FY 2020.

#### **Summary**

The Board received a draft of the LCRA WSC Energy FY 2020 Business Plan for a work session on April 16. The business plan is the LCRA WSC Energy comprehensive operations plan and budget. Approval of the LCRA WSC Energy FY 2020 Business Plan provides authorization for all expenditures and plans of LCRA WSC Energy.

Staff provided to the Board, under separate cover, the LCRA WSC Energy FY 2020 Business Plan document, incorporating key policy elements from the April work session.

#### **Presenter(s)**

Jim Travis  
Treasurer and Chief Financial Officer

#### **Exhibit(s)**

A – LCRA Wholesale Energy Services Corporation Board Resolution approving the LCRA Wholesale Energy Services Corporation FY 2020 Business Plan

## **EXHIBIT A**

### **LCRA WHOLESALE ENERGY SERVICES CORPORATION BOARD RESOLUTION LCRA WHOLESALE ENERGY SERVICES CORPORATION FISCAL YEAR 2020 BUSINESS PLAN**

BE IT RESOLVED that the LCRA Wholesale Energy Services Corporation Board of Directors hereby adopts and approves the LCRA Wholesale Energy Services Corporation (LCRA WSC Energy) Fiscal Year 2020 Business Plan.

The LCRA Wholesale Energy Services Corporation FY 2020 operating and capital budget is presented to the Board under separate cover as a confidential competitive electric matter.

The Board recognizes that through its normal agenda process it will approve capital projects and other major expenditures not included in the business plan, and the president and chief executive officer is instructed to inform the Board when a capital project or other major expenditure is proposed on the agenda that significantly changes or varies from the approved budget in accordance with LCRA financial policy. Furthermore, the president and chief executive officer shall provide the Board with monthly financial reports and quarterly business plan updates describing the progress toward the accomplishment of LCRA Wholesale Energy Services Corporation's goals within the budgeted amounts approved by the Board.

Adoption of the FY 2020 Business Plan provides authorization for all expenditures and plans in the business plan and approves the budget for LCRA Wholesale Energy Services Corporation, as required by state law. Individual purchases and contracts to implement the business plan fall under various state laws and Board policies, and may require additional approval.