

# WSC Energy II

## 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

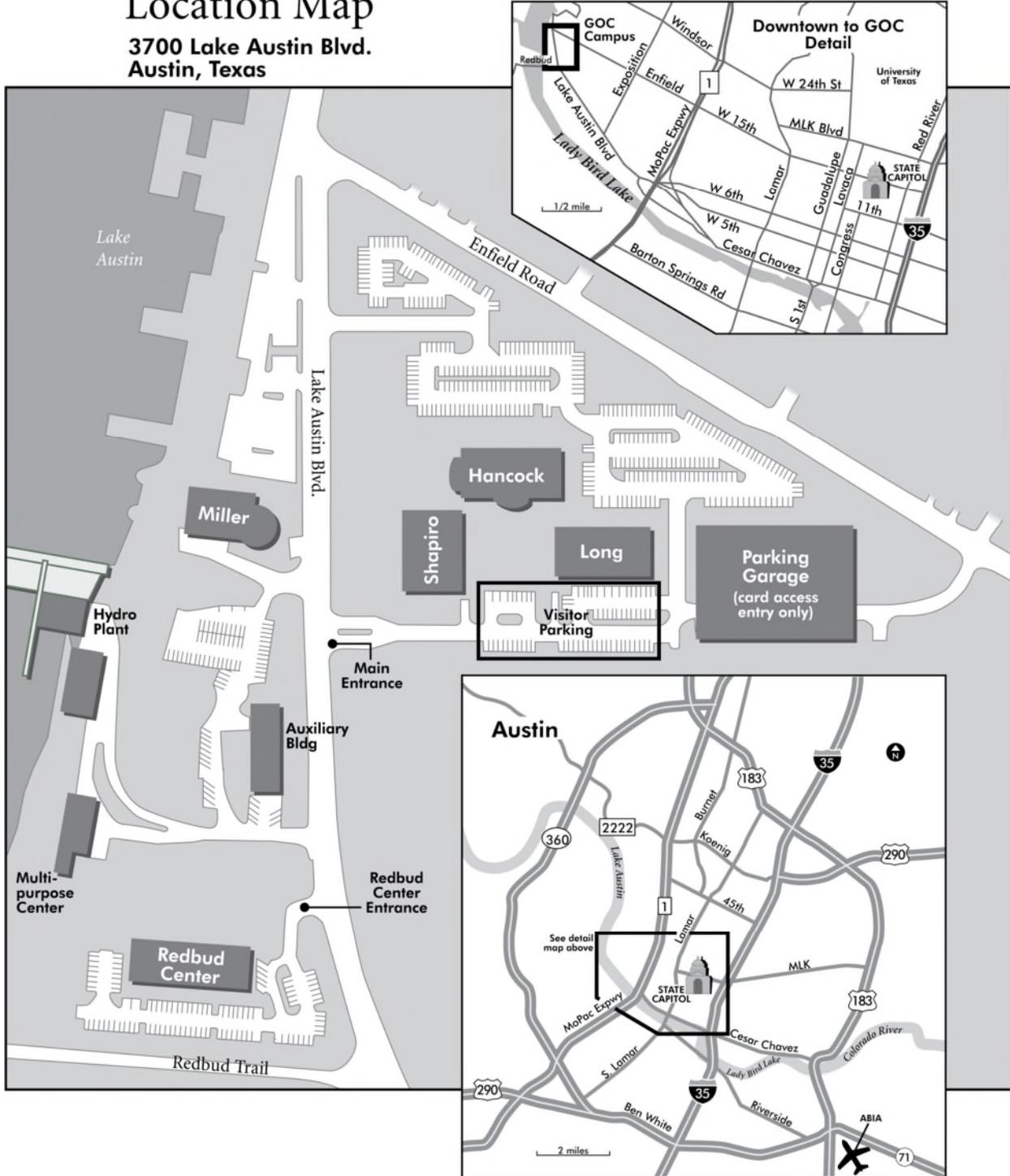
The Board may go into executive session for discussion of Item 3 above, and for advice from legal counsel on any item listed above, pursuant to Chapter 551 of the Texas Government Code.

## OVERVIEW OF WSC ENERGY II

WSC Energy II 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 WSC Energy II Board of Directors and approves WSC Energy II's annual budget and any WSC Energy II debt. WSC Energy II has no employees, and operations are provided by LCRA employees.

# 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 Meeting**

**Proposed Motion**

Approve the minutes of the May 16, 2018, meeting.

**Board Consideration**

Section 4.06 of the WSC Energy II 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

## **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 WSC Energy II.

MINUTES OF THE REGULAR MEETING OF THE  
BOARD OF DIRECTORS OF  
WSC ENERGY II  
Austin, Texas  
May 16, 2018

Pursuant to notice posted in accordance with the Texas Open Meetings Act, the Board of Directors (Board) of WSC Energy II convened in a regular meeting at 9:15 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 9:15 a.m.

18-02 Upon motion by Director Whitten, seconded by Director Berger, 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 WSC Energy II. Staff presented the plan to the Board at a work session on April 18. Upon motion by Director Cooper, seconded by Director Lewis, 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 9:16 a.m.

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Thomas E. Oney  
Secretary  
WSC Energy II

Approved: May 22, 2019

**FOR ACTION**

### **3. WSC Energy II Fiscal Year 2020 Business Plan**

**Proposed Motion**

Adopt a resolution (Exhibit A) approving the WSC Energy II Fiscal Year 2020 Business Plan.

**Board Consideration**

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

**Budget Status and Fiscal Impact**

The FY 2020 business plan does not include an operating budget or projections of financial performance due to a lack of substantive sales and expense forecasts. The business plan does not include any capital component.

**Summary**

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

Staff provided to the Board, under separate cover, the WSC Energy II 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 – WSC Energy II Board Resolution approving the WSC Energy II FY 2020 Business Plan

**EXHIBIT A**

**WSC ENERGY II BOARD RESOLUTION  
WSC ENERGY II  
FISCAL YEAR 2020 BUSINESS PLAN**

BE IT RESOLVED that the WSC Energy II Board of Directors hereby adopts and approves the WSC Energy II Fiscal Year 2020 Business Plan.

The WSC Energy II FY 2020 Business Plan 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 WSC Energy II'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 WSC Energy II, 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.

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