

LCRA WSC ENERGY

Board Agenda

Wednesday, May 20, 2020

Earliest start time: 1 p.m.

MEMBERS OF THE PUBLIC WILL NOT BE PERMITTED TO ATTEND IN PERSON.
THE MEETING WILL BE LIVESTREAMED AT

<https://www.lcra.org/about/leadership/Pages/stream.aspx>

Items From the Chair

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Consent Items

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Action Items

3. LCRA Wholesale Energy Services Corporation Fiscal Year 2021
Business Plan 7

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.

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.

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.

FOR DISCUSSION

1. Comments From the Public

Summary

Consistent with Gov. Abbott's March 16, 2020, temporary suspension of various provisions of the Open Meetings Act, the public will not be able to attend the meeting in person but may view the open session portions of the meeting via livestream at: <https://www.lcra.org/about/leadership/Pages/stream.aspx> and make comments to the Board of Directors via telephone.

The Board will take all public comments at the beginning of the meeting, including those related to specific Board agenda items. Members of the public who would like to address the Board on topics under the jurisdiction of this Board or related to an item on the Board agenda may call either of the numbers below prior to the earliest start time listed on Page 1.

Phone numbers: 877-820-7831 (toll free) or
720-279-0026

Passcode: 885538

FOR ACTION (CONSENT)

2. Minutes of Prior Meeting

Proposed Motion

Approve the minutes of the May 22, 2019, meeting.

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 22, 2019, meeting

EXHIBIT A

Minutes Digest
May 22, 2019

- 19-01 Approval of the minutes of the May 16, 2018, and Aug. 22, 2018, meetings.

- 19-02 Adoption of a resolution approving the fiscal year 2020 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 22, 2019

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 9:07 a.m. Wednesday, May 22, 2019, 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
Michael L. "Mike" Allen
Lori A. Berger
Stephen F. Cooper
Joseph M. "Joe" Crane
Laura D. Figueroa
Raymond A. "Ray" Gill Jr.
Thomas L. "Tom" Kelley
Robert "Bobby" Lewis
George W. Russell
Margaret D. "Meg" Voelter
Martha Leigh M. Whitten
Nancy Eckert Yeary

Absent: Charles B. "Bart" Johnson

Chair Timmerman convened the meeting at 9:07 a.m. and led the Board in pledges of allegiance to the American and Texas flags. Director Whitten provided an invocation.

Chair Timmerman welcomed the following special guests in attendance: former LCRA Director John C. Dickerson III; Bridget Headrick, Pedernales Electric Cooperative; and Tyler Hjorth, City of San Marcos.

There were no public comments, neither on general topics under LCRA WSC Energy's jurisdiction (Agenda Item 1) nor on any specific agenda items, during this meeting.

19-01 Upon motion by Director Berger, seconded by Director Gill, the Board unanimously approved the minutes of the May 16, 2018, and Aug. 22, 2018, meetings, [Consent Item 2] by a vote of 14 to 0.

19-02 Treasurer and Chief Financial Officer Jim Travis presented for consideration a staff recommendation, described in Agenda Item 3 [attached hereto as Exhibit A], that the Board adopt a resolution approving the fiscal year 2020 business plan for LCRA Wholesale Energy Services Corporation. Staff presented the plan to the Board at a work session on April 16. Upon motion by Director Russell, seconded by Director Cooper, the recommendation was unanimously approved by a vote of 14 to 0.

There being no further business to come before the Board, the meeting was adjourned at 9:11 a.m.

Thomas E. Oney
Secretary
LCRA Wholesale Energy Services Corporation

Approved: May 20, 2020

FOR ACTION

3. LCRA Wholesale Energy Services Corporation Fiscal Year 2021 Business Plan

Proposed Motion

Adopt a resolution approving the LCRA Wholesale Energy Services Corporation Fiscal Year 2021 Business Plan.

Board Consideration

Section 5.01 of the LCRA Wholesale Energy Services Corporation (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 2021.

Summary

The Board received a draft of the LCRA WSC Energy FY 2021 business plan under separate cover. The business plan is the LCRA WSC Energy comprehensive operations plan and budget. Approval of the LCRA WSC Energy FY 2021 business plan provides authorization for all expenditures and plans of LCRA WSC Energy.

Presenter(s)

Jim Travis
Treasurer and Chief Financial Officer

Exhibit(s)

A – LCRA Wholesale Energy Services Corporation Board Resolution: LCRA Wholesale Energy Services Corporation Fiscal Year 2021 Business Plan

EXHIBIT A

LCRA WHOLESALE ENERGY SERVICES CORPORATION BOARD RESOLUTION LCRA WHOLESALE ENERGY SERVICES CORPORATION FISCAL YEAR 2021 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 Fiscal Year 2021 Business Plan.

The LCRA Wholesale Energy Services Corporation (LCRA WSC Energy) FY 2021 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 LCRA Wholesale Energy Services Corporation Fiscal Year 2021 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.