



**Board Agenda**  
**Wednesday, Aug. 20, 2025**  
**LCRA General Office Complex**  
**Board Room – Hancock Building**  
**3700 Lake Austin Blvd.**  
**Austin, TX 78703**  
**Earliest start time: 9:15 a.m.**

**Item From the Chair**

1. Comments From the Public ..... 4

**Item From the General Manager**

General Manager's Update

**Item From the Chief Financial Officer**

2. Financial Report ..... 6

**Consent Items**

3. Proposed LCRA Board and Committee Meeting Dates  
for Calendar Year 2026 ..... 7
4. Appointment of Directors to GenTex Power Corporation Board of Directors ..... 9
- \*5. Conveyance of Land in Matagorda County ..... 11
- \*6. Sale of Land in Colorado County ..... 14
7. Auditing Services Fiscal Year 2026 Resource and Audit Plan ..... 17
8. LCRA Board Policy 303 – Banking and Investments ..... 19
9. Minutes of Prior Meeting ..... 29

**Action/Discussion Items**

10. Contracts and Contract Changes ..... 36
11. Basin Conditions Update ..... 39

**Executive Session**

- \*1. Sale of Real Property in Bastrop County
2. Litigation Update
3. Legal Advice on Legal Matters
4. Legislative Update
5. General Manager Fiscal Year 2025 Performance Evaluation  
and Fiscal Year 2026 Goals Approval
6. General Auditor Fiscal Year 2025 Performance Evaluation  
and Fiscal Year 2026 Goals Approval

**\*This agenda item requires the approval of at least 12 members of the Board.**

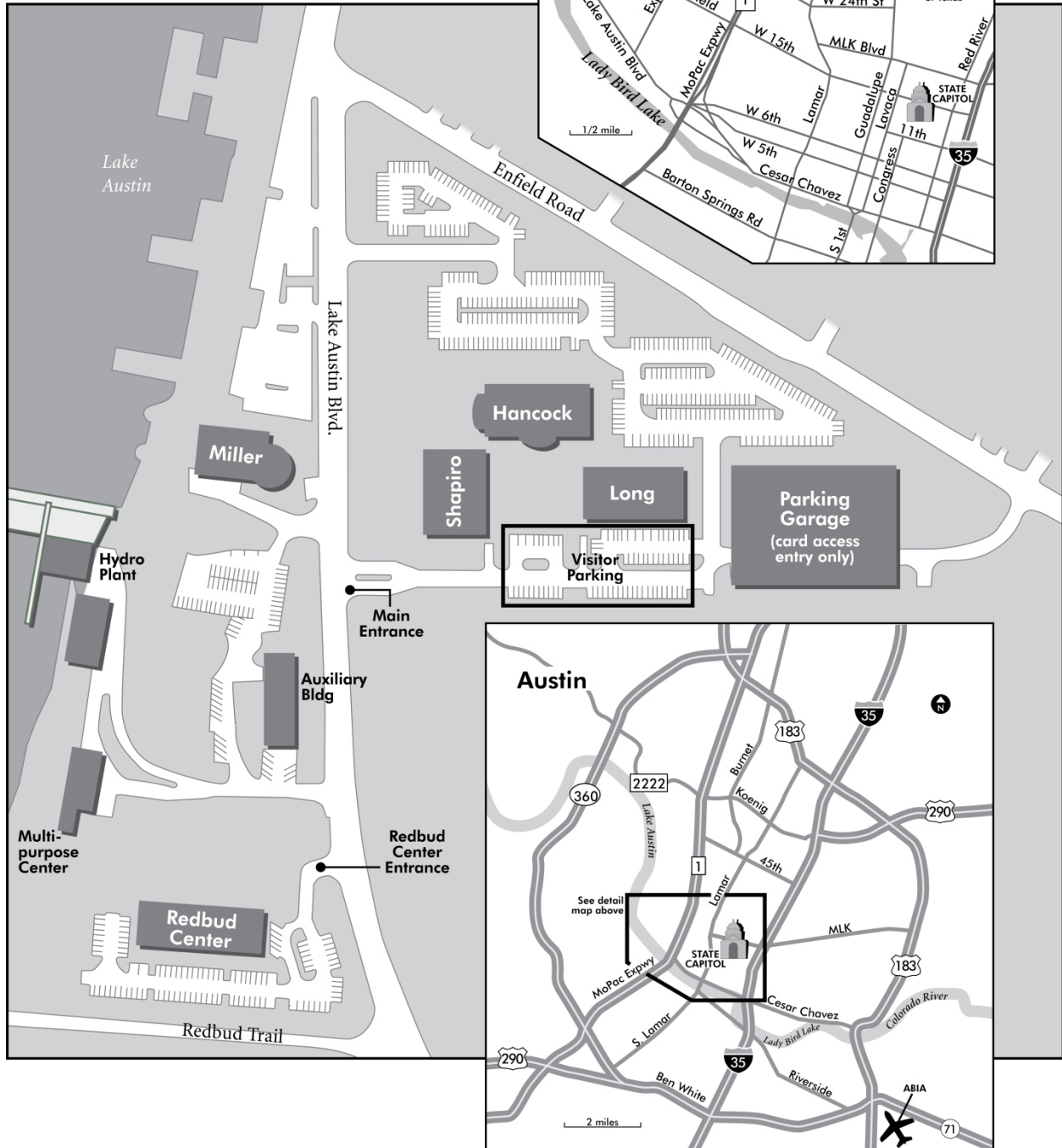
The Board also may go into executive session on any item listed above, pursuant to Chapter 551 of the Texas Government Code, including, but not limited to, sections 551.071, 551.072, 551.074, 551.076, 551.086, 551.089 and 418.183(f) of the Texas Government Code.

**Legal Notice**

Legal notices are available on the Texas secretary of state website 72 hours prior to the meeting at the following link: <https://www.sos.texas.gov/open/index.shtml>

# 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 LCRA's jurisdiction but not related to an item on the Board of Directors agenda. No responses 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. Please see the Protocols for Public Communication at Board and Committee Meetings as shown in Exhibit A for details.

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.

### **Exhibit(s)**

A – Protocols for Public Communication at Board and Committee Meetings

## **EXHIBIT A**

### **PROTOCOLS FOR PUBLIC COMMUNICATION AT BOARD AND COMMITTEE MEETINGS**

**Approved by the LCRA Board of Directors on Dec. 11, 2018**

- 1. Oral Presentations on Issues Under LCRA's Jurisdiction.** Any person wishing to make an oral presentation at a Board meeting on any matter under LCRA's jurisdiction must complete a registration form that indicates the agenda item or other topic on which they wish to comment, along with the speaker's name, address and other relevant information. Any person making an oral presentation to the Board may distribute related materials to the Board at the meeting.
- 2. Time Allocation.** The presiding officer may limit the length of time for each speaker. Speakers may not trade or donate time to other speakers without permission from the presiding officer, and repetitive testimony shall be minimized.
- 3. Rules of Decorum.** Speakers and members of the audience must avoid disruptive behavior that interferes with the orderly conduct of a public meeting. Placards, banners, and hand-held signs are not allowed in Board or committee meetings, and speakers and members of the audience must avoid personal affronts, profanity, booing, excessive noise, and other disruptive conduct. The presiding officer may direct that anyone who disrupts a meeting be removed from the room.
- 4. Recording.** Any person making an audio or video recording of all or any part of a Board meeting must do so in a manner that is not disruptive to the meeting. During a meeting, members of the public must remain in or behind the public seating area and are not permitted to record from any other area of the meeting room.
- 5. Committee Meetings.** The protocols outlined in 1-4 above also apply to members of the public wishing to address any LCRA Board committee whose membership comprises the entirety of the LCRA Board on matters within the scope of each of those committees.

**FOR DISCUSSION**

## **2. Financial Report**

**Summary**

The financial report for LCRA covers fiscal year 2025.

**Presenter(s)**

Jim Travis

Chief Financial Officer

**Lower Colorado River Authority**  
**Financial Highlights**  
**June 2025**

## Lower Colorado River Authority

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**Key terms:**

**4CP** – Four-month coincident peak is the average of the peak Electric Reliability Council of Texas electrical demands (measured in kilowatts) during the months of June, July, August and September of the previous calendar year.

**Net margin** – Total operating revenues, including interest income, less direct and assigned expenses.



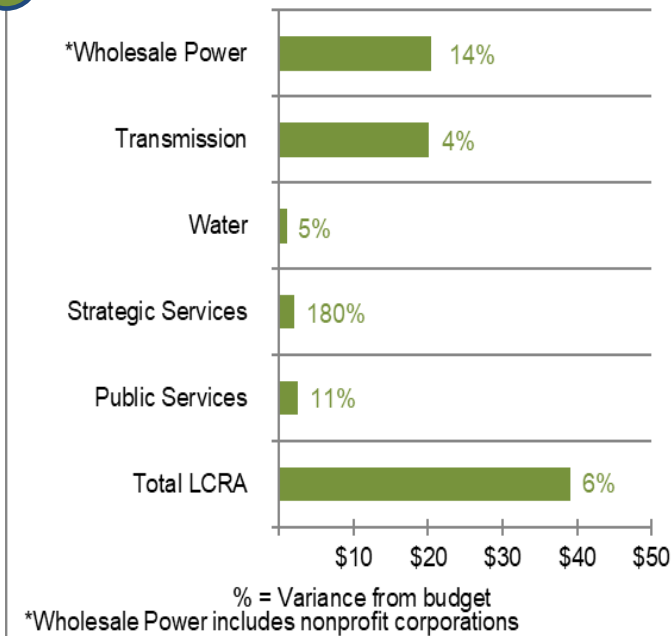
# Lower Colorado River Authority

June 30, 2025

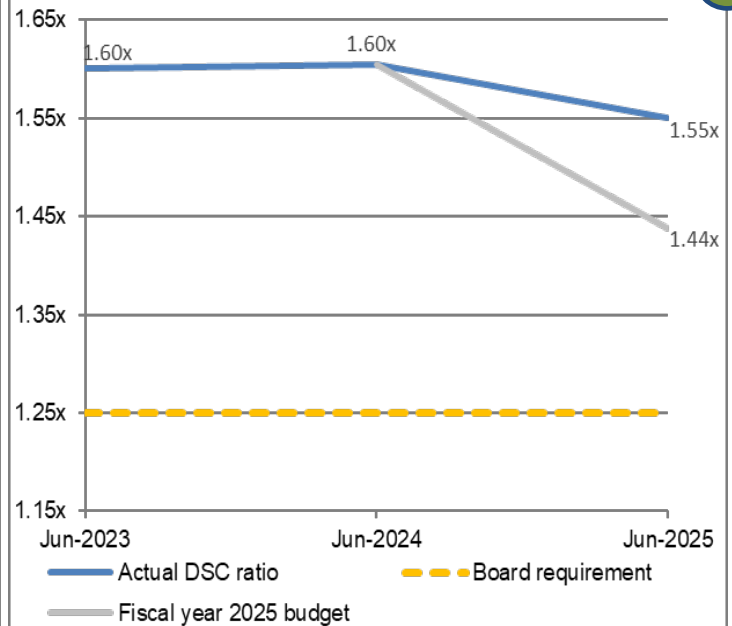
(Dollars in Millions)

## Budget-to-Actual Highlights

### Net Margin Fiscal Year-to-Date Variances



### Debt Service Coverage



### Key takeaways:

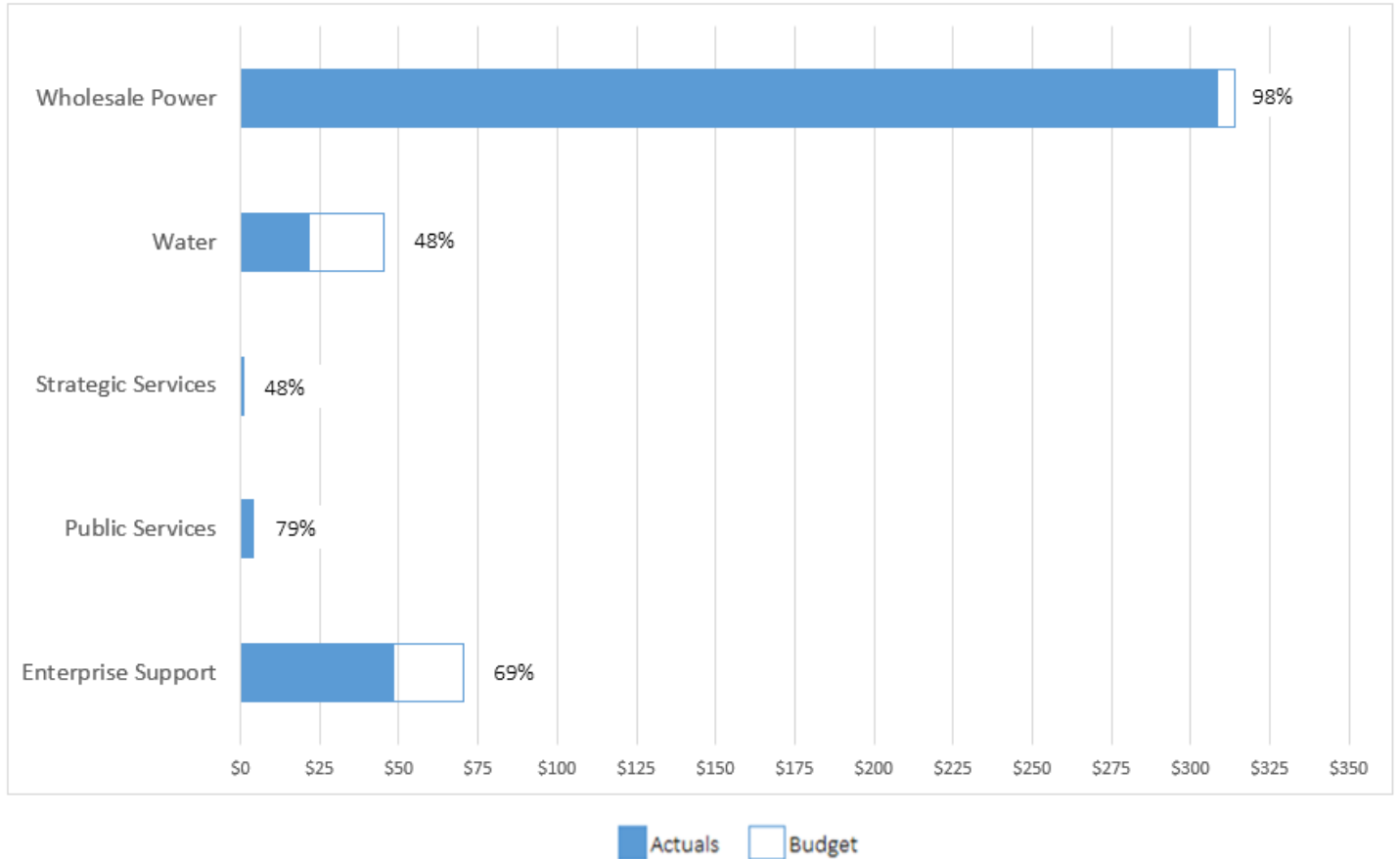
- Higher-than-budgeted revenues and interest income, combined with lower-than-budgeted nonfuel expenses, primarily drove Wholesale Power's year-end performance.
- Higher-than-budgeted miscellaneous revenues and interest income, partially offset by lower-than-budgeted cost of service revenues and higher-than-budgeted outside services expenses, primarily drove Transmission's year-end performance.
- Lower-than-budgeted expenses, partially offset by lower-than-budgeted revenues, primarily drove Water's year-end performance.
- Higher-than-budgeted Transmission and Environmental Laboratory Services net margins, partially offset by lower-than-budgeted Telecommunications net margin, drove Strategic Services' year-end performance.
- Lower-than-budgeted Parks and Water Quality expenses and higher-than-budgeted revenues primarily drove Public Services' year-end performance.
- The debt service coverage ratio is higher than budgeted primarily due to higher-than-budgeted LCRA net margin and lower-than-budgeted debt service.

## Lower Colorado River Authority

June 30, 2025

(Dollars in Millions)

### Capital Performance



#### Key takeaway:

- LCRA capital spending for FY 2025 was \$53 million less than the capital plan budget of \$434.6 million primarily due to lower-than-planned spending on multiple projects, including the Lane City Dam and Hurricane Harvey Rehabilitation project, Arbuckle Reservoir project and Telecommunications Technology – FY 2023 System Upgrade project.

#### General manager project approval:

- For any project not previously authorized by the Board in the capital plan, authority is delegated to the general manager to approve any capital project with a lifetime budget not to exceed \$1.5 million, according to LCRA Board Policy 301 – Finance. Additionally, the LCRA Board delegated authority to the general manager to approve additional funding for capital projects expected to exceed their lifetime budgets by 10% and \$300,000.

The general manager approved one new budget reset this quarter.

- LTE Core from \$10.7 million to \$14 million.

The general manager did not approve any new projects this quarter.

## Lower Colorado River Authority

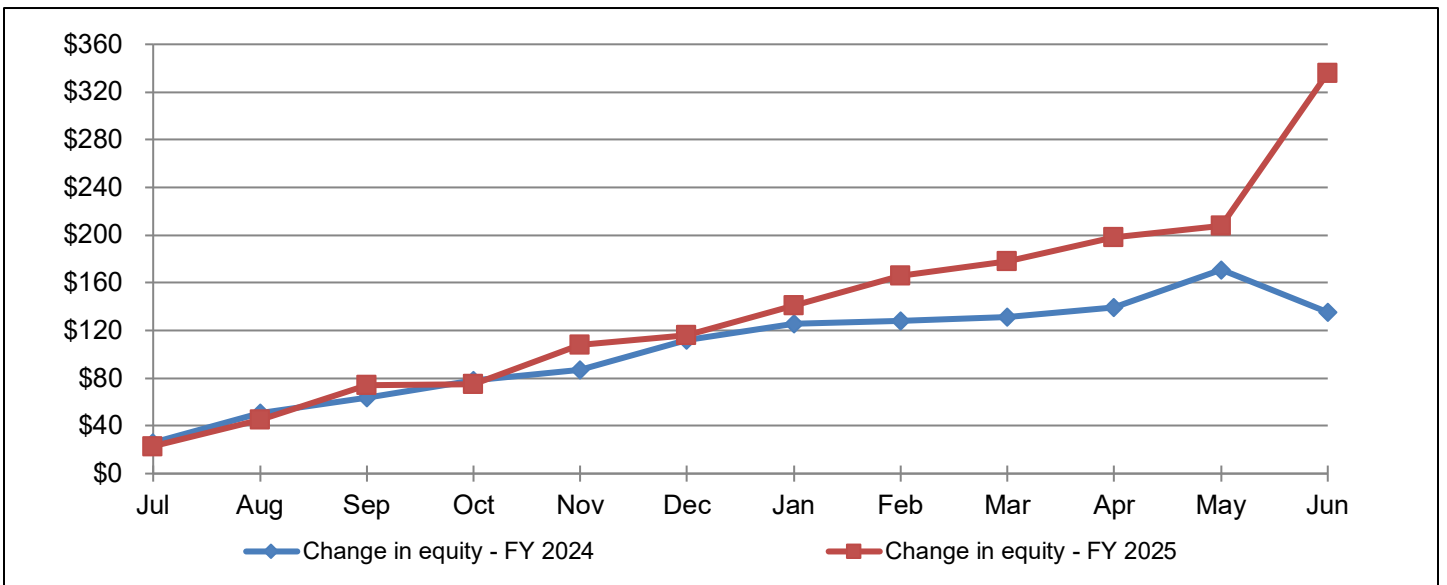
June 30, 2025

(Dollars in Millions)

### Board Metrics

Board Metric	Description	Compliant
<b>Equity Ratio</b>	LCRA will attempt to maintain a long-term average 30% equity ratio. At no time will the equity ratio fall below 20% without specific Board approval in the business plan.	✓
<b>Debt Service Reserves</b>	LCRA will covenant debt service reserves in the amount of six months of average annual debt service requirements on outstanding debt.  Debt service reserves may be collected through nonfuel rates or met with proceeds from additional debt or through the use of a surety to mitigate rate impacts.	✓
<b>Operating Reserves</b>	LCRA will target three months of average operating and maintenance expense for the purposes of operating liquidity and maintaining reserves for liquidity of two to three months. Compliance will be evaluated at the end of each fiscal year. These reserves will be collected through nonfuel rates.  If at any time the operating reserves are projected to fall below the minimum two months established by this policy, the Board will promptly implement a plan, to be recommended by staff, to increase rates, reduce costs or otherwise cause there to be sufficient revenues to replenish the operating reserves to such target levels within 12 months.	✓

### Consolidated Net Income Trends Cumulative Fiscal Year to Date



#### Key takeaway:

- Net income increased compared with the prior year due to a one-time change in regulatory accounting treatment for the recovery of depreciation expense, combined with an increase in electric revenue. The increase in electric revenue was primarily due to increases in transmission rates and wholesale electric customer sales volume. This was partially offset by an increase in interest on debt.

# Lower Colorado River Authority

June 30, 2025

(Dollars in Millions)

## Consolidated Condensed Statements of Net Position

	June 30, 2025	June 30, 2024
<b>Assets</b>		
Cash and cash equivalents	\$ 429	\$ 430
Current assets	515	463
Total current assets	944	893
Capital assets	7,860	6,944
Noncurrent assets	1,075	1,056
Total noncurrent assets	8,935	8,000
Total Assets	\$ 9,879	\$ 8,893
<b>Liabilities</b>		
Bonds and notes payable	\$ 764	\$ 635
Current liabilities	515	490
Total current liabilities	1,279	1,125
Bonds and notes payable	5,661	5,024
Pension liability	152	182
Noncurrent liabilities	350	461
Total noncurrent liabilities	6,163	5,667
<b>Equity</b>		
Total equity	2,437	2,101
Total Liabilities and Equity	\$ 9,879	\$ 8,893

### Key takeaway:

- Assets and liabilities are trending higher compared with June 2024 due to construction activities related to the capital plan.

# Lower Colorado River Authority

June 30, 2025

(Dollars in Millions)

## Consolidated Condensed Statements of Revenues, Expenses and Changes in Equity

### Fiscal Year

	2025	2024
<b>Operating Revenues</b>		
Electric	\$ 1,514	\$ 1,403
Water and irrigation	39	38
Other	71	49
Total Operating Revenues	1,624	1,490
<b>Operating Expenses</b>		
Fuel and purchased power	460	440
Operations and maintenance	463	438
Depreciation, depletion and amortization	268	254
Total Operating Expenses	1,191	1,132
Operating Income	433	358
<b>Nonoperating Revenues (Expenses)</b>		
Interest on debt	(219)	(181)
Other nonoperating income (expenses)	122	(42)
Total Nonoperating Expenses	(97)	(223)
Change in Equity	336	135
<b>Equity - Beginning of Period</b>	2,101	1,966
<b>Equity - End of Period</b>	\$ 2,437	\$ 2,101

# Lower Colorado River Authority

June 30, 2025

(Dollars in Millions)

## Consolidated Condensed Statements of Cash Flows

	Fiscal Year	
	2025	2024
<b>Cash Flows From Operating Activities</b>		
Received from customers	\$ 1,627	\$ 1,508
Payments	(994)	(762)
Net cash provided by operating activities	633	746
<b>Cash Flows From Noncapital Financing Activities</b>	-	-
<b>Cash Flows From Capital and Related Financing Activities</b>		
Purchase of property, plant and equipment	(1,226)	(1,149)
Other capital and financing activities	572	369
Net cash used in capital and financing activities	(654)	(780)
<b>Cash Flows From Investing Activities</b>		
Sale and maturity of investment securities	348	285
Purchase of investment securities	(382)	(316)
Note payments and interest received	43	37
Net cash provided by investing activities	9	6
<b>Net Decrease in Cash and Cash Equivalents</b>	(12)	(28)
<b>Cash and Cash Equivalents - Beginning of Period</b>	470	498
<b>Cash and Cash Equivalents - End of Period</b>	<u>\$ 458</u>	<u>\$ 470</u>

# Lower Colorado River Authority

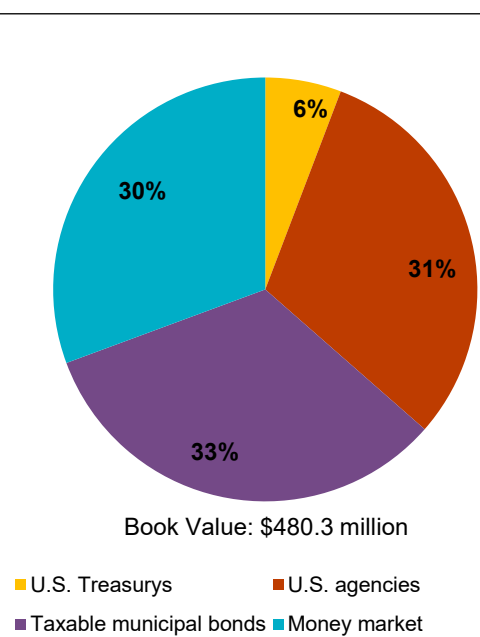
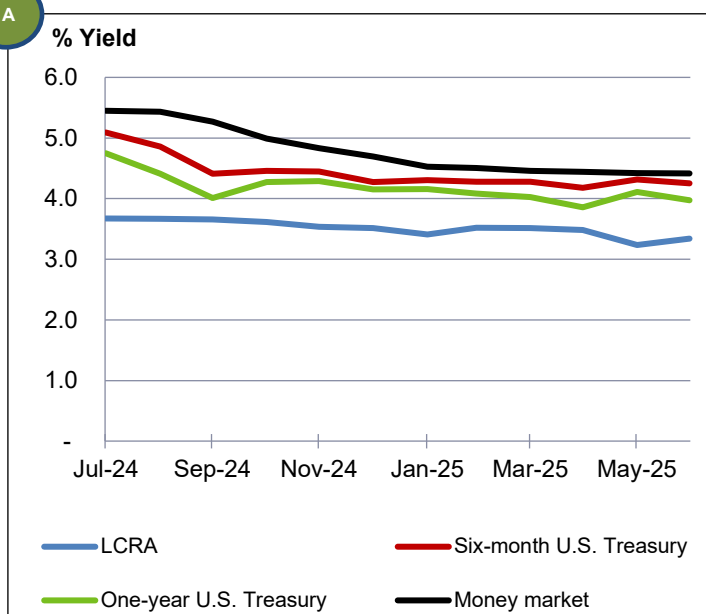
June 30, 2025

(Dollars in Millions)

## Investments and Debt

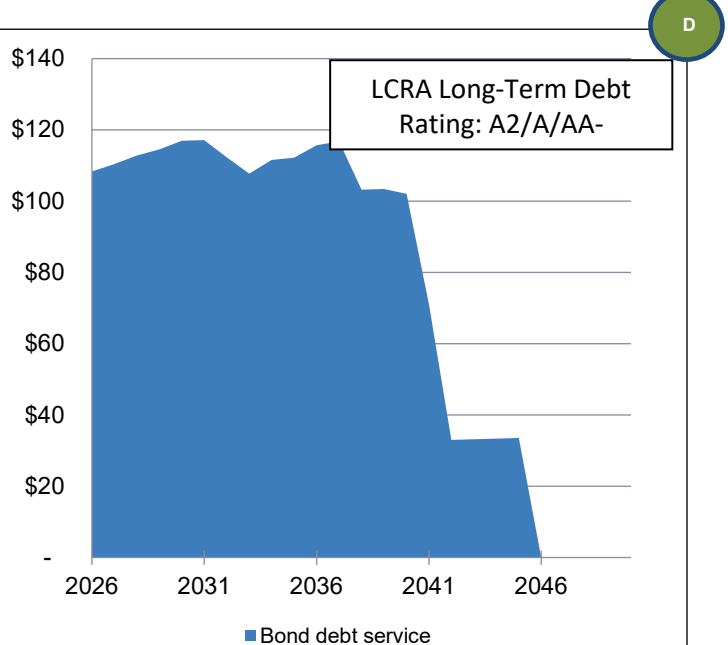
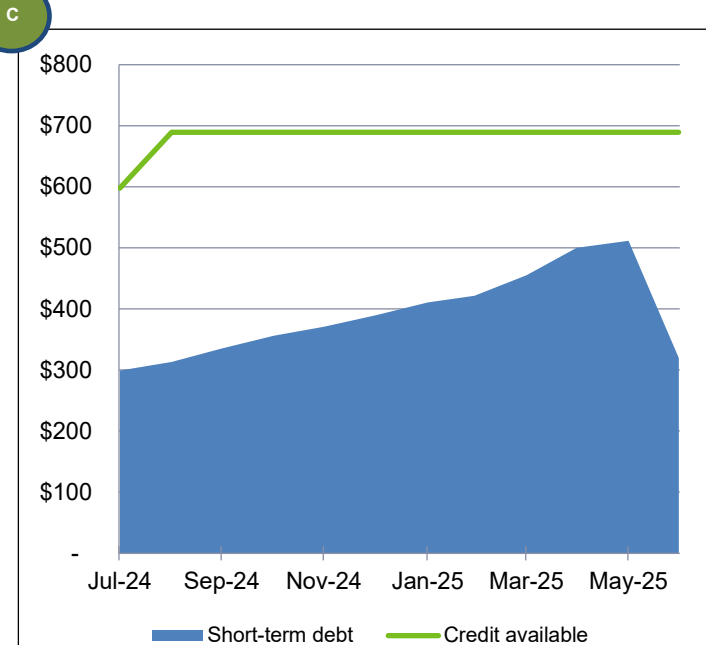
### Investment Portfolio Yield

### Investment Portfolio Composition



### Short-Term Debt

### Bond Debt Service



### Key takeaways:

- The Federal Open Market Committee maintained its target range following its June 2025 meeting.
- The federal funds rate range is 4.25%-4.50%.
- The Core Consumer Price Index (year over year) as of May 2025 was at 2.8%.

**FOR ACTION (CONSENT)**

### **3. Proposed LCRA Board and Committee Meeting Dates for Calendar Year 2026**

**Proposed Motion**

Approve the proposed LCRA Board and committee meeting dates for calendar year 2026 as listed in Exhibit A.

**Board Consideration**

Article 2 of the LCRA bylaws provide that the regular meeting of the Board takes place on the last Wednesday before the 25th day of each month. Any deviation from that schedule requires Board approval.

**Budget Status and Fiscal Impact**

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

**Summary**

The proposed Board and committee meeting dates for calendar year 2026 as listed in Exhibit A are the same as those sent to the Board on July 9 for review, except the proposed date in January now is Jan. 28 instead of Jan. 21.

**Exhibit(s)**

A – Proposed LCRA Board and Committee Meeting Dates for Calendar Year 2026



## **EXHIBIT A**

### **Proposed LCRA Board and Committee Meeting Dates for Calendar Year 2026**

<b>Month</b>	<b>Committee Meetings</b>	<b>Board Meeting</b>
<b>January</b>	28	
<b>February</b>	18	
<b>March</b>	25	
<b>April</b>	21*	
<b>May</b>	19	20
<b>June</b>	17	
<b>July</b>	No Meeting	
<b>August</b>	18	19
<b>September</b>	23	
<b>October</b>	20	21
<b>November</b>	10	
<b>December</b>	8	

\*This Board meeting will include the annual business and capital plans work session.

## **FOR ACTION (CONSENT)**

### **4. Appointment of Directors to GenTex Power Corporation Board of Directors**

#### **Proposed Motion**

Appoint or reappoint two LCRA non-officer directors to the GenTex Power Corporation Board of Directors to serve terms expiring Dec. 31, 2025.

#### **Board Consideration**

Section 2.01 of the GenTex bylaws requires the LCRA Board of Directors to appoint directors to the GenTex Board.

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

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

#### **Summary**

Pursuant to the GenTex bylaws, the GenTex Board is composed of nine directors, including five LCRA directors and four directors representing LCRA's wholesale electric customers as follows:

- The LCRA Board chair, vice chair and secretary (officers), who automatically serve on the GenTex Board during their terms as officers of the LCRA Board.
- Two LCRA non-officer directors, including one who must be from a county other than the 10 counties in LCRA's statutory district, who serve one-year terms beginning Jan. 1 of each year.
- Two directors representing electric cooperative customers and two representing municipal customers who serve two-year terms beginning Jan. 1 of odd-numbered years.

One non-officer director's term has expired, although directors continue to serve until successors are appointed. The GenTex Board also has one open non-officer director position that must be filled by a director from a county other than the 10 counties in LCRA's statutory district. The LCRA Board now needs to appoint or reappoint two LCRA non-officer directors to serve on the GenTex Board. Each appointment is effective immediately.

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

A – Appointment of Directors to GenTex Power Corporation Board

**LCRA AGENDA ITEM NO. 4  
APPOINTMENT OF DIRECTORS TO  
GENTEX POWER CORPORATION BOARD OF DIRECTORS**

**REVISED AUG. 20, 2025**

**EXHIBIT A**

**Appointment of Directors to GenTex Power Corporation Board**

Thomas L. “Tom” Kelley      LCRA non-officer director

Mark Mayo      LCRA non-officer director from electric service area

## **FOR ACTION (CONSENT)**

# **5. Conveyance of Land in Matagorda County**

### **Proposed Motion**

Declare an approximately 157.5-acre tract of land, being unused portions of LCRA's Lateral A and Lateral A West canals in Matagorda County, nonessential, and authorize the general manager or his designee to transfer the property to Matagorda County Drainage District No. 1.

### **Board Consideration**

Section 8503.020(b) of the Texas Special District Local Laws Code requires the approval of at least 12 members of the LCRA Board of Directors to convey any interest in real property. LCRA Board Policy 401 – Land Resources requires at least 12 members of the LCRA Board to declare the land no longer necessary or of beneficial use to the business of LCRA before conveyance. Additionally, Section 8503.020 of the Texas Special District Local Laws Code and LCRA Board Policy 401 require Board approval of the terms of all land sales before conveyance.

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

The fiscal year 2026 business plan contains the administrative costs associated with the transfer of this land. LCRA will transfer its interest in the land at no cost to Matagorda County Drainage District No. 1, which will allow the drainage district to improve drainage and reduce flood issues for Bay City and Matagorda County and will eliminate LCRA maintenance requirements.

### **Summary**

Matagorda County Drainage District No. 1 requests that LCRA transfer the approximately 157.5-acre tract to the drainage district to enable drainage improvements in Bay City and Matagorda County.

LCRA staff will complete environmental and cultural resource due diligence assessments in accordance with Board Policy 401.403 – Land Disposition before the transfer of the property.

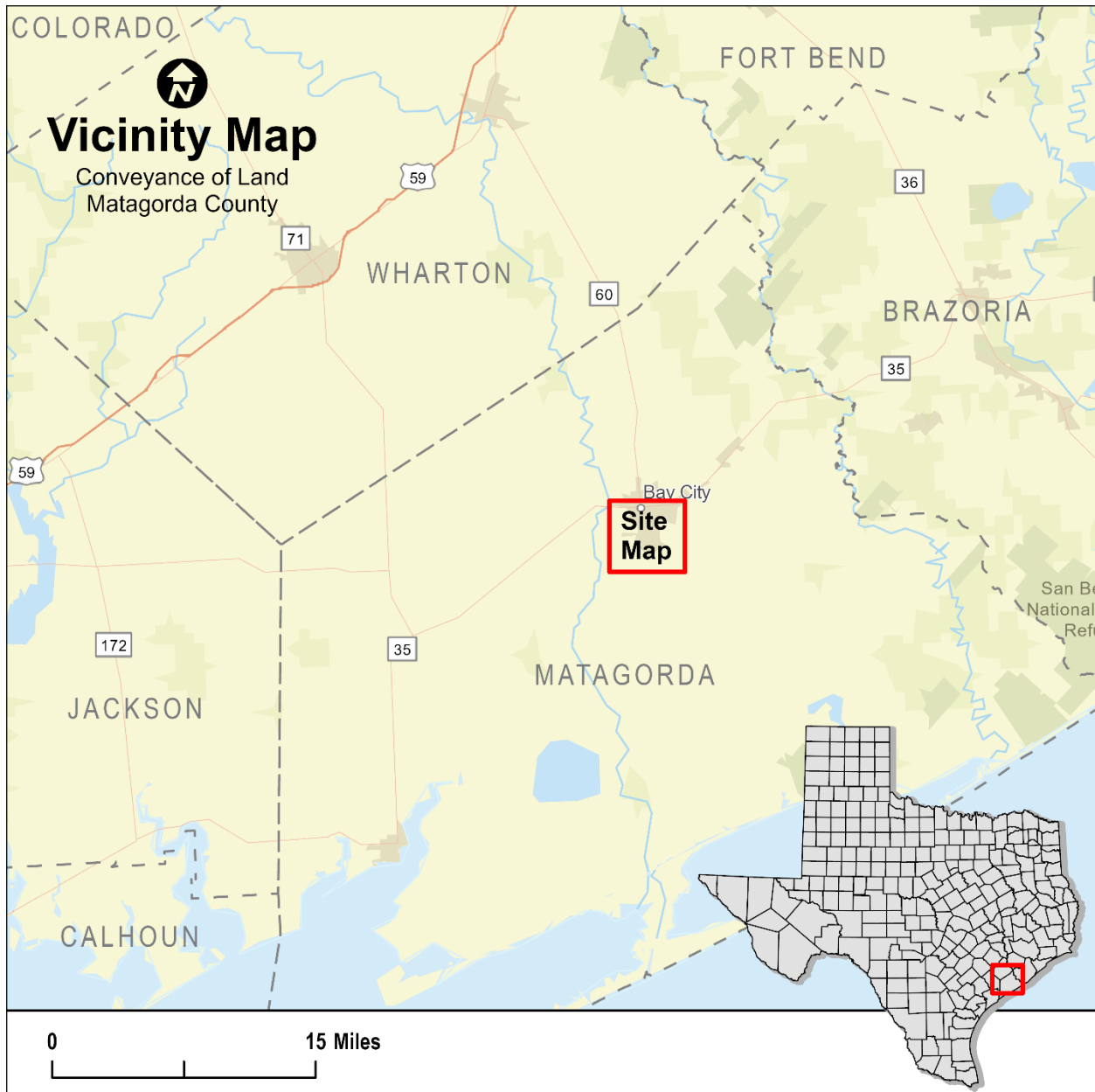
The property will be transferred subject to the following reservations and restrictions:

- 1) LCRA will reserve all presently held oil, gas and other mineral rights of every kind or character in, on and under the property, provided that LCRA shall not be permitted to drill or excavate for minerals on the surface of the property.
- 2) The purchaser will waive the right to receive water from the portion of the canal being transferred, and LCRA will no longer maintain the canal for water deliveries.

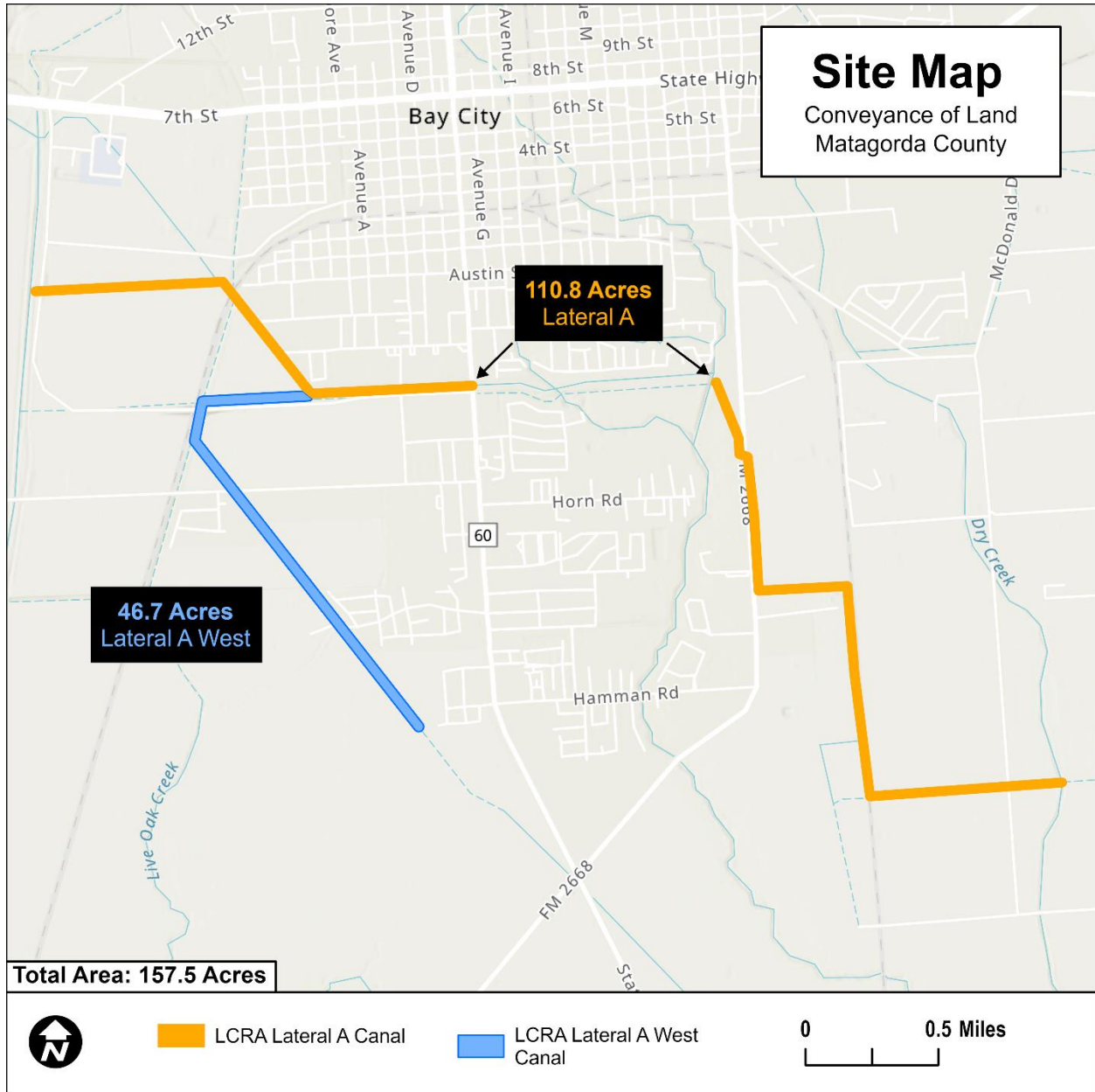
### **Exhibit(s)**

- A – Vicinity Map
- B – Site Map

## **EXHIBIT A**



**EXHIBIT B**



## **FOR ACTION (CONSENT)**

# **6. Sale of Land in Colorado County**

### **Proposed Motion**

Declare an approximately 5.5-acre tract of land, being an unused portion of LCRA's Town Canal in Colorado County, nonessential, and authorize the general manager or his designee to sell the property to the adjoining landowner.

### **Board Consideration**

Section 8503.020(b) of the Texas Special District Local Laws Code requires the approval of at least 12 members of the LCRA Board of Directors to convey any interest in real property. LCRA Board Policy 401 – Land Resources requires at least 12 members of the LCRA Board to declare the land no longer necessary or of beneficial use to the business of LCRA before conveyance. Additionally, Section 8503.020 of the Texas Special District Local Laws Code and LCRA Board Policy 401 require Board approval of the terms of all land sales before conveyance.

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

The fiscal year 2026 business plan contains the administrative costs associated with the sale of this land. The proceeds of \$68,750 will be credited to the LCRA Strategic Reserve Fund.

### **Summary**

The adjacent landowner, Brian Center, has agreed to purchase the 5.5-acre tract for the price of \$68,750. Staff determined the price based on the Colorado County Appraisal District's assessed values of nearby properties and an appraisal performed by Valbridge Property Advisors.

LCRA staff will complete environmental and cultural resource due diligence assessments in accordance with Board Policy 401.403 – Land Disposition before the sale of the property.

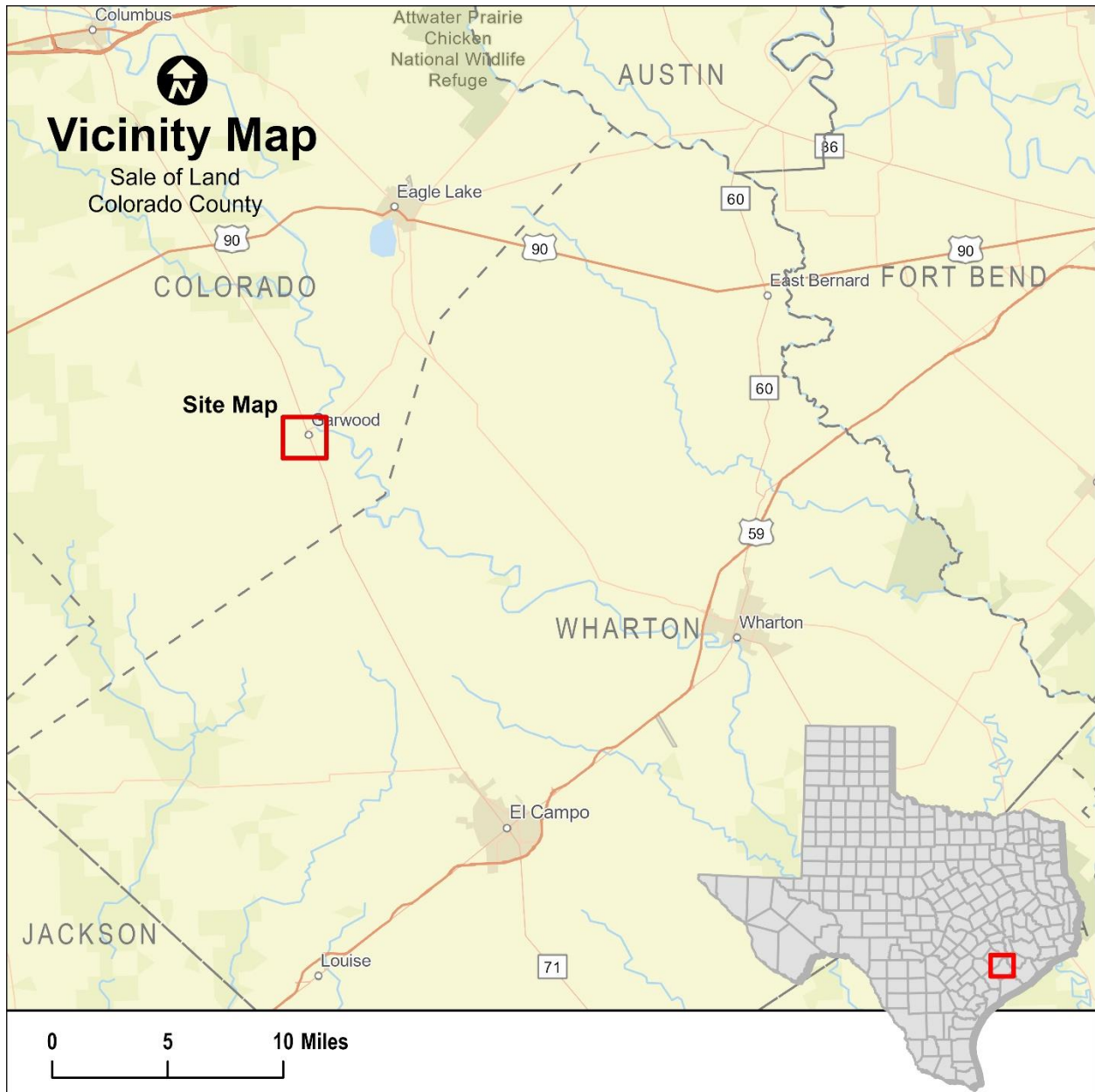
The property will be sold subject to the following reservations and restrictions:

- 1) LCRA will reserve all presently held oil, gas and other mineral rights of every kind or character in, on and under the property, provided that LCRA shall not be permitted to drill or excavate for minerals on the surface of the property.
- 2) The purchaser will waive the right to receive water from the portion of the canal being conveyed, and LCRA will no longer maintain the canal for water deliveries.
- 3) LCRA will reserve the right to use the land for access to the Town Canal.

### **Exhibit(s)**

- A – Vicinity Map
- B – Site Map

## **EXHIBIT A**





## EXHIBIT B



**FOR ACTION (CONSENT)**

## **7. Auditing Services Fiscal Year 2026 Resource and Audit Plan**

**Proposed Motion**

Approve the Auditing Services fiscal year 2026 resource and audit plan.

**Board Consideration**

LCRA Board Policy 221 – Auditors requires the Board of Directors to approve the Auditing Services resource plan and annual audit plan.

**Budget Status and Fiscal Impact**

The Board previously approved the budget for Auditing Services as part of the fiscal year 2026 business plan.

**Summary**

LCRA staff gave the Audit and Risk Committee an overview of Auditing Services' proposed budget, resource plan and annual audit plan for fiscal year 2026. Auditing Services' resource plan and annual audit plan are attached as Exhibit A. The Audit and Risk Committee has reviewed and approved the proposed plan. The Audit and Risk Committee and staff recommend approval of the proposed fiscal year 2026 Auditing Services resource and audit plan.

**Exhibit(s)**

A – Auditing Services Fiscal Year 2026 Resource and Audit Plan

## **EXHIBIT A**

### **Auditing Services Fiscal Year 2026 Resource and Audit Plan**

#### **Resource plan:**

Outsourced staff – tailored to scope with flexible schedule (agile auditing)

#### **Audit plan\***

<b>Risks Addressed</b>	<b>Audit Project</b>	<b>Scope Summary</b>	<b>Timing</b>
Mission-Critical, Cyber	Technology License Efficiency	Align purchased licenses to actual, ensure cyber integrity	First Half FY 2026
Fraud, Financial	Fraud Risk Assessment	Update existing analysis for emerging risks in industry	
Operational, Safety	Fleet Operations Governance <sup>1</sup>	Evaluate training and credentialing processes	
Transmission Projects, Cyber	Operational Technology – Cyber <sup>1</sup>	Assess security and monitoring for cyber risks	
Mission-Critical, Technology	PeopleSoft-to-Cloud Transition	Process alignment with original system offerings	Second Half FY 2026
Financial, Supply Chain	Cash Flow Process Assessment	Accounts Receivable and Accounts Payable review	
Operational, Compliance	Water Facility Permitting	Update of existing process review for new risks	
Human Error, Technology	System Implementation Review	Annual assessment of recent installation of key technology	
Mission-Critical, Operational	Support Process Cycle Time	Align key internal processes with market-driven timeliness	Throughout FY 2026
Cyber, Technology	Incident Response Review <sup>1, 2</sup>	Evaluate response and recovery processes	
Technology, Fraud	Collaborative Analytics <sup>2</sup>	General ledger, Maximo, Contracting, OnBase	

<sup>1</sup> – Onsite assessments

<sup>2</sup> – Deep dive scope

\*A number of the proposed reports in the audit plan will be confidential or attorney-client privileged.

**FOR ACTION (CONSENT)**

## **8. LCRA Board Policy 303 – Banking and Investments**

**Proposed Motion**

Review and approve LCRA Board Policy 303 – Banking and Investments as shown in Exhibit A.

**Board Consideration**

Chapter 2256 of the Texas Government Code, Texas Public Funds Investment Act, requires that a governing body of an investing entity review and adopt its investment policy and investment strategies annually.

**Budget Status and Fiscal Impact**

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

**Summary**

The Board of Directors will fulfill its statutory requirements under the Texas Public Funds Investment Act for the annual review and adoption of the LCRA investment policy. Staff recommends approval of the policy as it currently stands, with a change made to Appendix B, amending approved brokers/dealers.

**Exhibit(s)**

A – LCRA Board Policy 303 – Banking and Investments

## **EXHIBIT A**

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### **LCRA BOARD POLICY**

#### **303 – BANKING AND INVESTMENTS**

**~~March 26~~Aug. 20, 2025**

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##### **303.10 PURPOSE**

This policy establishes procedures for authorizing employees to disburse, transfer and invest LCRA funds in accordance with the LCRA enabling act, LCRA bylaws and other legal requirements. It states objectives and guidelines for investing LCRA funds and defines the types of investments in which LCRA may invest. The policy applies to activity involving LCRA funds, excluding the LCRA Retirement Benefits Plan and the LCRA 401(k) and Deferred Compensation plans, which are not LCRA funds.

##### **303.20 POLICY**

LCRA will maintain reasonable internal control and approval procedures for the disbursement, transfer and investment of funds consistent with legal requirements.

LCRA's investments will be made in accordance with applicable laws, the LCRA enabling legislation, LCRA bylaws, LCRA Board of Directors policies and current LCRA bond resolutions. Selection of securities firms or financial institutions must be approved by the LCRA Board. All such firms must provide certification forms asserting they have read and are familiar with the LCRA investment policy and reasonable procedures and controls have been implemented to preclude unauthorized transactions. Effective cash management is recognized as a foundation of this policy. The chief financial officer is responsible for implementing and ensuring compliance with this policy.

##### **303.30 BANKING PROCEDURES**

**303.301 Signature Authority.** In establishing any bank account, signature authority on the account must be provided to the bank in writing with a specimen signature for each officer and employee authorized. Any check, draft or other instrument that authorizes the disbursement or transfer of funds from any account may be signed without countersignature unless countersignatures are required by the general manager (GM)/CEO and chief financial officer. Designation of positions with authority to countersign will be made in writing and approved by the GM/CEO and chief financial officer.

A complete file of authorized signatures pursuant to the requirements of this policy and facsimile signature impressions for each active demand account will be maintained by the treasurer at all times.

**303.302 General Manager/Chief Executive Officer and Chief Financial Officer Designations for Disbursement and Transfer of Funds, and Check Signers.** The GM/CEO and chief financial officer will designate the individuals authorized to disburse and transfer funds and to sign checks. Written authorization may be in the form of certificates of incumbency, signature cards or other bank documentation enabling designated individuals to perform fund movement activities. Designations will include limitations as to dollar amounts authorized to the designees to ensure reasonable controls over financial transactions.

**303.303 Facsimile Signatures.** The use of facsimile signatures, in lieu of manual signatures, for bank transactions is authorized for the chief financial officer and the treasurer without countersignature, except as otherwise required. An authorized copy of the manual signature and the facsimile signature will be furnished to each bank from which checks will be drawn.

#### **303.40 INVESTMENT PROCEDURES**

**303.401 Investment Objectives.** The LCRA investment portfolio will be managed in compliance with Chapter 2256 of the Texas Government Code, as amended (the Texas Public Funds Investment Act or TPFIA), primarily to be consistent with LCRA's responsibilities as a steward of the public trust and to take advantage of investment interest as a source of income for all funds.

LCRA will emphasize the following objectives, listed in order of importance:

Standard of care – LCRA will ensure that all LCRA personnel involved in the investment process act responsibly as custodians of the public trust in the preservation of LCRA capital. LCRA investments will be made with the exercise of judgment and care, under circumstances then prevailing, that persons of prudence, discretion and intelligence exercise in the management of their own affairs, not for speculation but for investment, considering the probable safety of principal, as well as the probable income to be derived.

Suitability – LCRA will ensure the suitability of the investment to LCRA's financial requirements.

Safety – LCRA will give priority to ensuring the preservation and safety of principal.

Liquidity – LCRA will maintain sufficient liquidity to provide adequate and timely availability of funds necessary to pay obligations as they become due.

Marketability – LCRA will consider its ability to liquidate an investment prior to maturity.

Diversification – LCRA will diversify its investments on the basis of maturity, type of instruments, financial institutions and securities firms.

Return on investment – LCRA will optimize return on investments within the constraints of safety and liquidity.

Maturity – LCRA will invest its funds in maturities sufficiently diverse and, in consideration of maximum maturity limits, to achieve safety of principal and adequate liquidity.

**303.402 Individuals Authorized to Invest Funds.** The GM/CEO and chief financial officer will submit to the Board a list designating the individuals authorized to purchase and sell securities. The Board will approve the list of designated persons and their respective dollar limits. The approved list will be attached as Appendix A. Each investment transaction must be reviewed for compliance with this policy by a person other than the individual executing the trade. The investment transaction will be in accordance with specified dollar limits determined by the GM/CEO and chief financial officer.

**303.403 Authorized Instruments and Securities Firms.** LCRA will purchase, from securities firms or financial institutions approved by the Board and listed in Appendix B, only those investment instruments authorized under this policy and listed in Appendix C, such list being from the TPFIA as periodically amended, with LCRA maximum maturities.

**303.404 Designated Investment Officers.** Responsibility for LCRA's investments and investing activity, as provided for in this policy, will be the responsibility of the designated investment officers: the chief financial officer and the treasurer of LCRA.

**303.405 Officer Training.** All designated investment officers, as well as all personnel responsible for executing investment transactions, must attend an investment training session not less than once each state fiscal biennium (the state fiscal year runs Sept. 1-Aug. 31), from an independent source approved by the Board and receive not less than 10 training hours as required in the TPFIA. Training must include education in investment controls, security risks, strategy risks, market risks, diversification of investment portfolio, and compliance with the TPFIA. LCRA employees must take training provided by the University of North Texas Center for Public Management, the Government Treasurers' Organization of Texas, North Central Texas Council of Governments, the Government Finance Officers Association of Texas, Texas Municipal League or Texas State University.

**303.406 Disclosure of Personal Business Relationships.** All designated investment officers, as well as all personnel responsible for executing investment transactions, who have a personal business relationship, as defined in the TPFIA, or are related within the second degree by affinity (marriage) or by consanguinity (descended from the same ancestor), as defined in Texas Government Code Chapter 573, with any representative offering to engage in an investment transaction with LCRA, will file a statement disclosing that personal business interest or relationship with the Texas Ethics Commission and the Board.

**303.407 Safekeeping of Investments.** LCRA will maintain safekeeping procedures to protect against potential loss or misapplication of investments. The chief financial officer or his or her designee will be responsible for procedures that secure LCRA assets. All investment activity will be accomplished on a “delivery-versus-payment” basis. Investment instruments will be held in the name of LCRA and the LCRA fund being invested.

**303.408 Collateralization.** To the extent not insured by federal agencies that secure deposits, LCRA funds must be secured by collateral securities as stated in the Texas Public Funds Collateral Act, as amended. The total market value of the collateral securities will be an amount at least equal to the amount of the deposits of public funds, increased by the amount of any accrued interest and reduced to the extent that the deposits are insured by an agency or instrumentality of the United States government. Notwithstanding the foregoing, securities described in Section 2256.009(b), Texas Government Code, may not be used to secure deposits of LCRA funds.

A collateral depository agreement will be executed by any bank anticipated to hold LCRA funds in excess of federal deposit insurance and by any collateral safekeeping bank. Safekeeping receipts will be furnished by the safekeeping bank indicating the pledge of the securities to LCRA.

**303.409 Depository Restrictions and Security of Funds.** Other than for paying agent purposes, LCRA will use as depositories for its funds and investments only federal- or state-chartered banks or trust companies with their main office or branch located in Texas in which deposits up to the maximum allowable limit are insured by federal agencies. Such depositories will be approved by the Board.

**303.410 Periodic Reporting.** Investment reports will be made as required by the TPFIA and will be provided to the Board as follows:

<u>General Context of Report</u>	<u>Schedule</u>
Investment portfolio summary	Quarterly
Portfolio composition and performance (investment yield versus benchmarks)	Quarterly
External financial audit (investment holdings, compliance)	Annually

All designated investment officers must sign the quarterly reports.

A report on changes to the TPFIA that affect LCRA will be made to the Board within 180 days after the last day of the regular session of the Texas Legislature.

**303.411 Investment Strategies.** In addition to the above LCRA corporate investment objectives and guidelines, the following detailed investment strategies are provided to address various LCRA funds on issues, including the following:



Revenue Funds – The Revenue Funds will include investments suitable for funds requiring a high degree of liquidity, and will be limited to an average maturity no greater than five years. Due to their short-term nature, involuntary investment liquidations are unlikely for the Revenue Funds; however, should they be necessary, the short-term nature of the instruments would make material losses highly unlikely. Revenue Funds investments will be compared against appropriately competitive and reasonable benchmarks, including money market funds of similar makeups and maturities.

Construction Funds – The Construction Funds will include investments suitable to meet construction payment requirements for which the related funds were acquired. Investment maturities will be structured to meet construction payment requirements and will comply with federal tax regulations on spending terms. These short-term investments are benchmarked by the same process as the Revenue Funds investments.

Debt Service Reserve Funds – The Debt Service Reserve Funds will include investments suitable to provide reserves to meet any shortfalls in funds available to make required debt service payments. As Debt Service Reserve Funds are not to be used except in the case of insufficient revenues, average maturities in these funds can range from six months to 10 years. However, in no instance should an investment maturity exceed the latest established debt service requirement/payment date. Debt Service Reserve Funds investments will be structured to achieve the most competitive yields attainable given appropriate diversification and safety requirements, and they will be compared against appropriately competitive and reasonable benchmarks, considering limitations on yield provided by federal tax law.

**303.412 Monitoring Market Prices.** Monitoring will be done monthly and more often as economic conditions warrant by using appropriate reports, indices or benchmarks for the type of investment. Information sources may include financial/investment publications and electronic media, software for tracking investments, depository banks, investment banks, financial advisers, and representatives/advisers of investment pools or money market funds. Monitoring of credit ratings will be done on a regular, ongoing basis and as often as economic conditions, market news or credit rating agency news releases warrant review of any specific security, type of security or security issuer. If a credit rating for a security or security issuer falls below the minimum allowable rating set by the TPFIA, LCRA will take all prudent measures that are consistent with its investment policy and TPFIA Section 2256.021 to liquidate the security.

**303.413 Required Policy Compliance Audits.** A compliance audit of management controls and adherence to this policy as it relates to LCRA's investments and investing activity will be performed on an annual basis in conjunction with the organization's financial audit. The compliance audit also will cover LCRA's depository or custodian with respect to investment securities and records for pledged collateral, as required in Chapter 2257 of the Texas Government Code, as amended (the Public Funds Collateral Act).

**303.414 Periodic Review and Approval of Policy.** This investment policy and its investment strategies will be reviewed and approved by the Board on at least an annual

basis, as required by the TPFIA. The Board will record in writing its approval of existing policy and any changes to the LCRA investments policy and investment strategies.

### **303.50        AUTHORITY**

LCRA enabling legislation, Chapter 8503, Special District Local Laws Code  
Public Funds Investment Act, Chapter 2256, Texas Government Code  
Public Funds Collateral Act, Chapter 2257, Texas Government Code

**EFFECTIVE:** December 1986. Amended March 19, 1987 (republished); Dec. 14, 1991; Oct. 22, 1992; Oct. 17, 1995; Oct. 23, 1997; Oct. 22, 1998; Aug. 18, 1999; Dec. 13, 2000; June 13, 2001; Nov. 20, 2002; Nov. 19, 2003; Oct. 20, 2004; Nov. 16, 2005; Nov. 15, 2006; Nov. 14, 2007; Dec. 17, 2008; Dec. 16, 2009; Dec. 15, 2010; Oct. 19, 2011; Nov. 14, 2012; Nov. 20, 2013; Nov. 19, 2014; and Dec. 16, 2015. Amended and combined with Board Policy 306 Sept. 21, 2016. Amended Nov. 16, 2016; Oct. 18, 2017; April 18, 2018; Oct. 17, 2018; Dec. 11, 2018; Oct. 23, 2019; Jan. 22, 2020; Jan. 20, 2021; Jan. 19, 2022; Aug. 17, 2022; Aug. 23, 2023; and Aug. 21, 2024. Reaffirmed March 26, 2025. Amended Aug. 20, 2025.

## APPENDIX A

### AUTHORIZATION TO PURCHASE AND SELL SECURITIES

#### STAFF AUTHORIZED TO PURCHASE AND SELL SECURITIES: AS OF ~~March 26~~AUG. 20, 2025

Chief Financial Officer (Unlimited)	James D. Travis
Treasurer (\$100 million per day)	David J. Smith
Treasury Manager (\$75 million per day)	Keri J. Whipple
Treasury Coordinator (\$75 million per day)	Tom Bowen
Treasury Analyst (\$75 million per day; Money Market trades only)	Sara Zamora-Trevino
Treasury Analyst (\$75 million per day; Money Market trades only)	Ryan Vickery

## APPENDIX B

### APPROVED BROKERS/DEALERS AS OF ~~March 26~~AUG. 20, 2025

<b>Name of Firm</b>	<b>Headquarters</b>	<b>LCRA Trading Office</b>
Stifel Nicolaus & Company Inc.	St. Louis	Houston
RBC Capital Markets LLC	New York	Chicago
BofA Securities Inc.	Charlotte	Chicago
Raymond James & Associates Inc.	Memphis	Richmond
Wells Fargo Securities LLC	San Francisco	Dallas
Cantor Fitzgerald & Co.	New York	Dallas
U.S. Bank N.A.	Minneapolis	Milwaukee
Jefferies LLC	New York	Atlanta
FHN Financial Capital Markets	Memphis	Houston
JP Morgan Securities LLC	New York	Chicago
PNC Capital Markets LLC	Pittsburgh	Pittsburgh
<u>Frost Bank</u>	<u>San Antonio</u>	<u>Austin</u>

**APPENDIX C**  
**APPROVED INVESTMENTS OF PUBLIC FUNDS**  
**AS OF ~~March 26~~AUG. 20, 2025**  
**(SECTION 2256, TEXAS PUBLIC FUNDS INVESTMENT ACT OF 1987, AMENDED)**

**DESCRIPTION**

1. Obligations of, or guaranteed by, Governmental Entities (Section 2256.009 of the Texas Public Funds Investment Act) Maturity Limit: 30 years
2. Certificates of Deposit and Share Certificates (Section 2256.010 of the Texas Public Funds Investment Act) Maturity Limit: three years
3. Repurchase and/or Reverse Repurchase Agreements (Section 2256.011 of the Texas Public Funds Investment Act) Maturity Limit: one year
4. Securities Lending Program (Section 2256.0115 of the Texas Public Funds Investment Act) Maturity Limit: one year
5. Banker's Acceptances – Rating/Definition (Section 2256.012 of the Texas Public Funds Investment Act) Maturity Limit: 270 days
6. Commercial Paper – Rating/Definition (Section 2256.013 of the Texas Public Funds Investment Act) Maturity Limit: 365 days
7. Money Market Mutual Funds – Permissions/Restrictions (Section 2256.014 (a) of the Texas Public Funds Investment Act) Maturity Limit: 90 days
8. Guaranteed Investment Contracts (Section 2256.015 of the Texas Public Funds Investment Act) Maturity Limit: three years
9. Investment Pools (Section 2256.016 of the Texas Public Funds Investment Act) Maturity Limit: 90 days

**FOR ACTION (CONSENT)**

## **9. Minutes of Prior Meeting**

**Proposed Motion**

Approve the minutes of the June 18, 2025, LCRA Board of Directors meeting.

**Board Consideration**

Section 2.04 of the LCRA bylaws requires the secretary to keep minutes of all meetings of the Board.

**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 June 18, 2025, LCRA Board meeting

## **EXHIBIT A**

LCRA Board of Directors  
Minutes Digest  
June 18, 2025

- 25-27 Approval of a resolution honoring Charlie Wilson for his service to LCRA.
- 25-28 Approval of a resolution honoring Michael L. Allen for his service on the LCRA Board of Directors.
- 25-29 Approval of a resolution honoring Thomas Michael Martine for his service on the LCRA Board of Directors.
- 25-30 Approval of a resolution honoring Timothy Timmerman for his service on the LCRA Board of Directors.
- 25-31 Approval of the appointment of LCRA Board committee members and committee chairs.
- 25-32 Authorization for the general manager or his designee to negotiate and execute the following contracts and contract changes: Contract No. 6846 (L3Harris Technologies, Inc.); Contract No. 4762 (Valmont Industries, Inc.); and Contract No. 6269 (Sabre Industries, Inc.).
- 25-33 Approval of the appointment of two LCRA Board members, Matthew L. Arthur and David R. Willmann, to serve on the LCRA Retirement Benefits Board of Trustees for the remainder of terms expiring Dec. 31, 2026.
- 25-34 Authorization for the general manager or his designee to convey a 20-foot-wide electric distribution overhead easement to Pedernales Electric Cooperative across a portion of LCRA parcels TS-13A, TS-13B and TS-13E in Travis County.
- 25-35 Reaffirmation without substantive changes of LCRA Board Policy 405 – Property Rights; approval of proposed revisions to LCRA Board policies 102 – Authority and Responsibilities, 301 – Finance, 401 – Land Resources, 403 – Community Services (renamed Parks, Education and Conservation), 404 – Grants and Economic Development, and 603 – Energy Transactions; approval of the release and transfer of any funds from the Flood Recovery and Disaster Fund and Liability Reduction Fund into the LCRA Revenue Fund; and approval of the release, transfer and redesignation of funds from the Community Assistance Fund as regular management reserves.
- 25-36 Approval of directors' fees and expense reimbursement.

- 25-37 Approval of the minutes of the May 21, 2025, LCRA Board of Directors meeting.
- 25-38 Adoption and approval of the Forty-Ninth Supplemental Resolution to the Controlling Resolution establishing the LCRA Transmission Contract Revenue Financing Program authorizing the issuance of Transmission Contract Refunding Revenue Bonds (LCRA Transmission Services Corporation Project) in one or more series (Series of Bonds) in an aggregate amount not to exceed \$550 million for the following purposes: (i) current refunding of certain LCRA Transmission Contract Revenue Commercial Paper Notes (LCRA Transmission Services Corporation Project) Tax-Exempt Series and any series of LCRA Transmission Contract Revenue Revolving Notes (LCRA Transmission Services Corporation Project); (ii) funding certain capital projects of LCRA TSC, if necessary; (iii) funding a debt service reserve fund for any Series of Bonds; and (iv) paying for issuance costs.
- No Action: Consent Item 4 – Appointment of Directors to the GenTex Power Corporation Board of Directors was postponed until Aug. 20, 2025.



MINUTES OF THE REGULAR MEETING OF THE  
BOARD OF DIRECTORS OF THE  
LOWER COLORADO RIVER AUTHORITY

Austin, Texas  
June 18, 2025

Pursuant to notice posted in accordance with the Texas Open Meetings Act, the Board of Directors (Board) of the Lower Colorado River Authority (LCRA) convened in a regular meeting at 11:35 a.m. Wednesday, June 18, 2025, in the Board Room of the Hancock Building, at the principal office of LCRA, 3700 Lake Austin Blvd., Austin, Travis County, Texas. The following directors were present, constituting a quorum:

Stephen F. Cooper, Chair  
Martha Leigh M. Whitten, Vice Chair  
Matthew L. "Matt" Arthur  
Melissa K. Blanding [attended via videoconference]  
Curtis E. Ford  
Carol Freeman  
Thomas L. "Tom" Kelley  
Aden Lasseter  
Mark Mayo  
Margaret D. "Meg" Voelter  
David R. Willmann  
Nancy Eckert Yeary

Absent: Joseph M. "Joe" Crane, Secretary  
Robert "Bobby" Lewis

Chair Cooper convened the meeting at 11:35 a.m.

[New Directors Curtis E. Ford from Travis County, Aden Lasseter from Blanco County and Mark Mayo from Gonzales County were attending their first LCRA Board meeting as Board members. Directors Ford, Lasseter and Mayo replaced former Directors Timmerman, Martine and Allen on the Board, respectively.]

The Board heard public comments [Agenda Item 1]. Lago Vista City Council member Shane R. Saum commented on the resolution approved by Lago Vista on June 5, urging LCRA to prioritize water storage in Lake Travis, ensure equitable water management among municipalities, and engage lakeside communities in creative partnerships for water security and conservation.

25-27 General Manager Phil Wilson presented for consideration a staff recommendation that the Board approve a resolution [attached hereto as Exhibit A] honoring Charlie Wilson for his service to LCRA. Upon motion by Director Voelter, seconded by Director Kelley, the recommendation was unanimously approved by a vote of 12 to 0.

25-28 General Manager Phil Wilson presented for consideration a recommendation that the Board approve a resolution [attached hereto as Exhibit B] honoring Michael L. Allen for his service on the LCRA Board of Directors. Upon motion by Vice Chair Whitten, seconded by Director Freeman, the recommendation was unanimously approved by a vote of 12 to 0.

25-29 General Manager Phil Wilson presented for consideration a recommendation that the Board approve a resolution [attached hereto as Exhibit C] honoring Thomas Michael Martine for his service on the LCRA Board of Directors. Upon motion by Director Willmann, seconded by Director Lasseter, the recommendation was unanimously approved by a vote of 12 to 0.

25-30 General Manager Phil Wilson presented for consideration a recommendation that the Board approve a resolution [attached hereto as Exhibit D] honoring Timothy Timmerman for his service on the LCRA Board of Directors. Upon motion by Chair Cooper, seconded by Director Voelter, the recommendation was unanimously approved by a vote of 12 to 0.

Chair Cooper recessed the meeting at 12:17 p.m. for a break, and he reconvened the meeting at 12:36 p.m.

25-31 Chair Cooper presented for consideration a recommendation, described in Agenda Item 3 [attached hereto as Exhibit E], that the Board approve the appointment of LCRA Board committee members and committee chairs as shown on revised Exhibit A of Agenda Item 3. Upon motion by Director Kelley, seconded by Director Arthur, the recommendation was unanimously approved by a vote of 11 to 0. [Director Freeman was absent for voting on this item.]

25-32 Senior Vice President of Supply Chain Matt Chavez presented for consideration a staff recommendation, described in Agenda Item 11 [attached hereto as Exhibit F], that the Board authorize the general manager or his designee to negotiate and execute the following contracts and contract changes: Contract No. 6846 (L3Harris Technologies, Inc.); Contract No. 4762 (Valmont Industries, Inc.); and Contract No. 6269 (Sabre Industries, Inc.). Upon motion by Director Mayo, seconded by Director Arthur, the recommendation was unanimously approved by a vote of 11 to 0. [Director Freeman was absent for voting on this item.]

Chair Cooper declared the meeting to be in executive session at 12:47 p.m. pursuant to sections 551.071, 551.072, 551.074, 551.076, 551.086, 551.089 and 418.183(f) of the Texas Government Code. Executive session ended, and Chair Cooper declared the meeting to be in public session at 1:21 p.m.

The Board next took action on the consent agenda. Upon motion by Director Yeary, seconded by Director Voelter, the Board unanimously approved consent items 5, 6, 7, 8 and 9 by a vote of 12 to 0 as follows:

25-33 Approval of the appointment of two LCRA Board members, Matthew L. Arthur and David R. Willmann, to serve on the LCRA Retirement Benefits Board of Trustees for the remainder of terms expiring Dec. 31, 2026, as recommended in Consent Item 5 [attached hereto as Exhibit G].

25-34 Authorization for the general manager or his designee to convey a 20-foot-wide electric distribution overhead easement to Pedernales Electric Cooperative across a portion of LCRA parcels TS-13A, TS-13B and TS-13E in Travis County, as recommended by staff in Consent Item 6 [attached hereto as Exhibit H].

25-35 Reaffirmation without substantive changes of LCRA Board Policy 405 – Property Rights; approval of proposed revisions to LCRA Board policies 102 – Authority and Responsibilities, 301 – Finance, 401 – Land Resources, 403 – Community Services (renamed Parks, Education and Conservation), 404 – Grants and Economic Development, and 603 – Energy Transactions; approval of the release and transfer of any funds from the Flood Recovery and Disaster Fund and Liability Reduction Fund into the LCRA Revenue Fund; and approval of the release, transfer and redesignation of funds from the Community Assistance Fund as regular management reserves, as recommended by staff in Consent Item 7 [attached hereto as Exhibit I].

25-36 Approval of directors' fees and expense reimbursement, as recommended in Consent Item 8 [attached hereto as Exhibit J].

25-37 Approval of the minutes of the May 21, 2025, LCRA Board of Directors meeting [Consent Item 9].

25-38 Chief Financial Officer Jim Travis presented for consideration a staff recommendation, described in Agenda Item 10 [attached hereto as Exhibit K], that the Board adopt and approve the Forty-Ninth Supplemental Resolution to the Controlling Resolution establishing the LCRA Transmission Contract Revenue Financing Program authorizing the issuance of Transmission Contract Refunding Revenue Bonds (LCRA Transmission Services Corporation Project) in one or more series (Series of Bonds) in an aggregate amount not to exceed \$550 million for the following purposes: (i) current refunding of certain LCRA Transmission Contract Revenue Commercial Paper Notes (LCRA Transmission Services Corporation Project) Tax-Exempt Series and any series of LCRA Transmission Contract Revenue Revolving Notes (LCRA Transmission Services Corporation Project); (ii) funding certain capital projects of LCRA TSC, if necessary; (iii) funding a debt service reserve fund for any Series of Bonds; and (iv) paying for issuance costs.

The resolution also will:

1. Approve related documents, in substantially final form, including, if required, an escrow agreement, a paying agent/registrar agreement, a preliminary and final official statement, and a Transmission Contract Revenue Debt Installment Payment Agreement Supplement related to the Series of Bonds. If the Bonds are determined to also fund capital projects of LCRA TSC, the Forty-Ninth

Supplement authorizes “and Improvement” to be added to the name of the Bonds. [Bond counsel has prepared or reviewed all documents.]

2. Delegate authority to the general manager, chief financial officer and/or treasurer to:
  - a. Select all or a portion of LCRA TSC’s outstanding short-term debt to be refunded by the particular Series of Bonds and provide for appropriate notices of redemption/prepayment/defeasance;
  - b. Approve any final changes to said documents necessary to facilitate proper issuance of such Series of Bonds;
  - c. Establish the terms of each Series of Bonds as provided in the Forty-Ninth Supplement (including issuing such bonds in one or more separate Series of Bonds, issuing the Series of Bonds as tax-exempt or taxable, principal amounts and maturity schedules, interest rates, redemption provisions, and terms of any reserve funds);
  - d. Determine whether to fund certain projects of LCRA TSC with a Series of the Bonds in an amount not to exceed \$200 million; and
  - e. Approve the terms of the sale of each Series of Bonds to an underwriting team and execute a bonds purchase agreement for such Series of Bonds.

Upon motion by Vice Chair Whitten, seconded by Director Kelley, the recommendation was unanimously approved by a vote of 12 to 0.

Chair Cooper declared the meeting to be in executive session at 1:24 p.m. pursuant to sections 551.071, 551.072, 551.074, 551.076, 551.086, 551.089 and 418.183(f) of the Texas Government Code. Executive session ended, and Chair Cooper declared the meeting to be in public session at 2:36 p.m.

There being no further business to come before the Board, the meeting adjourned at 2:36 p.m.

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Joseph M. Crane  
Secretary  
LCRA Board of Directors

Aug. 20, 2025

## **FOR ACTION**

# **10. Contracts and Contract Changes**

### **Proposed Motion**

Authorize the general manager or his designee to negotiate and execute the following contracts and contract changes as described in the attached exhibits.

### **Board Consideration**

LCRA Board Policy 308 – Procurement requires Board of Directors approval for any contract for goods or services with projected expenditures exceeding \$5 million, whether under the original contract or as a result of a change.

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

Board approval of contracts and contract changes does not create a commitment to spend funds. All commitments made under these contracts will be for budgeted items contained in separately authorized operations and capital budgets or pre-spending requirements as outlined in LCRA Board Policy 301 – Finance.

### **Summary**

Each month, the Board approves the contracts and contract changes in accordance with LCRA Board Policy 308.

### **Presenter(s)**

Matt Chavez  
Senior Vice President, Supply Chain

### **Exhibit(s)**

A – New Contracts  
B – Contract Changes

## **EXHIBIT A**

<b>New Contracts</b>
----------------------

**Contract Number:** 6930

**Supplier Name:** Linxon

**Contract Amount:** \$45 million

**Description:** This one-time design-build contract will provide engineering and construction services for the gas insulated switchgear substation upgrade at the LCRA TSC substation in Georgetown.

**Contract Number:** 6937

**Supplier Name:** L3Harris Technologies, Inc

**Contract Amount:** \$20 million

**Description:** This master contract primarily used by Telecommunications provides a mission-critical push-to-talk platform for both traditional radios and smartphone devices for the Ericsson 4G and 5G next generation networks. This platform also will support the interworking function and radio-over-internet protocol interfaces to interoperate with LCRA's Project 25 radio network system. The term of this contract is for five years with one-year renewal periods not to exceed a total maximum of 10 years.

**EXHIBIT B**

<b>Contract Changes</b>
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**FOR DISCUSSION**

## **11. Basin Conditions Update**

**Summary**

Staff will present an update on basin conditions.

**Presenter(s)**

Kelly D. Payne  
Senior Vice President, Water Operations