Vice-Chairman Vaughan called to order the meeting of the Texas Water Resources Finance Authority (Authority) at 10:32 a.m. in Room 170 of the Stephen F. Austin Building, Austin, Texas. Chairman, Thomas Weir Labatt III, was not in attendance. The following members of the Authority’s Board of Directors were present, constituting a quorum:

Edward G. Vaughan, Vice-Chairman
Joe M. Crutcher, Secretary/Treasurer
Lewis H. McMahan, Member
Billy R. Bradford, Jr., Member
Monte Cluck, Member

Persons attending were among those present at the Texas Water Development Board meeting of the same date.

1. CONSIDER APPROVAL OF THE MINUTES OF THE JULY 2010 MEETING.

Mr. McMahan moved to approve the minutes, the motion was seconded by Mr. Crutcher; it passed unanimously.

2. CONSIDER THE SELECTION OF TEXAS WATER RESOURCES FINANCE AUTHORITY OFFICERS AND ASSISTANT SECRETARIES. Jim Bateman, Staff Attorney, presented this item.

Mr. Crutcher recommended the selection of officers and assistant secretaries to fill vacancies until the first meeting of the Authority after January 31, 2013, as follows:

Thomas Weir LaBatt III, Chairman;

Lewis H. McMahan, Vice-Chairman;

Billy R. Bradford, Jr., Secretary/Treasurer; and

Melanie Callahan & Piper Montemayor, Assistant Secretaries

Mr. Crutcher moved to approve the recommendation as proposed; the motion was seconded by Mr. Vaughan; it passed unanimously.

The newly elected Vice-Chairman, Lewis H. McMahan, acted as Chair for the remainder of the meeting.

3. CONSIDER APPROVING BY RESOLUTION, A REQUEST FROM THE TITUS COUNTY FRESH WATER SUPPLY DISTRICT NO. 1 FOR A WAIVER OF OPTIONAL REDEMPTION PROVISIONS OF TITUS COUNTY FRESH WATER SUPPLY DISTRICT NO. 1 BONDS, SERIES 1974 AND TITUS COUNTY FRESH
WATER SUPPLY DISTRICT NO. 1 BONDS, SERIES 1978. Piper Montemayor, Director, Debt & Portfolio Management, presented this item.

Mr. Vaughan moved to approve the staff recommendation as proposed; the motion was seconded by Mr. Bradford; it passed unanimously.

4. CONSIDER APPROVING BY RESOLUTION, THE USE OF FUNDS HELD WITH THE TEXAS WATER RESOURCES FINANCE AUTHORITY’S (AUTHORITY’S) OPERATING FUND FOR THE PAYMENT OF TEXAS WATER DEVELOPMENT BOARD EXPENSES RELATED TO SERVICING THE AUTHORITY’S PORTFOLIO. Piper Montemayor, Director, Debt & Portfolio Management, presented this item.

Mr. Bradford moved to approve the staff recommendation as proposed; the motion was seconded by Mr. Vaughan; it passed unanimously.

5. CONSIDER AUTHORIZING BY RESOLUTION, A FUTURE PAYMENT FROM THE TEXAS WATER RESOURCES FINANCE AUTHORITY’S REVENUE FUND TO THE TEXAS WATER DEVELOPMENT BOARD FOR ADMINISTRATION AND RESEARCH AND PLANNING IN A TOTAL AMOUNT NOT TO EXCEED $5,500,000. Piper Montemayor, Director, Debt & Portfolio Management, presented this item.

Mr. Vaughan moved to approve the staff recommendation as proposed; the motion was seconded by Mr. Bradford; it passed unanimously.

The meeting adjourned at 10:42 a.m.

APPROVED and ordered of record this the 19th day of July, 2012.

TEXAS WATER RESOURCES FINANCE AUTHORITY

Lewis McMahan, Vice-Chairman

ATTEST:

Billy R. Bradford, Jr., Secretary/Treasurer