

MINUTES OF A WORKSHOP MEETING
OF THE BOARD OF DIRECTORS
SAN JACINTO RIVER AUTHORITY

August 8, 2014

A workshop meeting of the Board of Directors of the San Jacinto River Authority was held at 8:30 A.M., August 8, 2014, at the San Jacinto River Authority General and Administration Building, 1577 Dam Site Road, Conroe, Texas 77304. The roll was called of the duly constituted members of the Board as follows:

Lloyd B. Tisdale	President
R. Gary Montgomery	Vice President
Mary L. Rummell	Secretary
Joseph L. Stunja	Treasurer
Mike Bleier	Member
Fredrick Koetting	Member
John D. Eckstrum	Member

Present were Lloyd B. Tisdale, Mary L. Rummell, Joseph L. Stunja, John D. Eckstrum, and Fredrick Koetting thus constituting a quorum. Also present were Jace Houston, General Manager; Ron Kelling, Deputy General Manager; Tom Michel, Director of Financial and Administrative Services; David Parkhill, Director of Raw Water Enterprise; Jodi Chaney, Records Management Specialist; Pam Steiger, Controller; SuEllen Staggs, Woodlands Division Manager; Mark Smith, GRP Division Manager; Mitchell Page, Schwartz, Page & Harding, LLP (SPH), General Counsel and Bond Counsel; Jan Bartholomew with RBC Capital Markets, LLC; and numerous other guests.

Mr. Tisdale called the meeting to order at 8:12 A.M. and announced that notice of the meeting had been posted as required by law, that advance notice of the time, place, and subject matter of the meeting had been sent to all Directors, and that a quorum was present.

Mr. Houston provided a brief history of the Authority highlighting the creation and purpose of the five operating divisions and how their structure impacted the Authority's overall budget.

Mr. Michel distributed the draft budget to the Board for review and provided an overview of same. A lengthy discussion ensued, which included: individual responses on fiscal responsibility and management; division-specific reserve policies; general assumptions for predicting revenues and expenses; and trends in water usage. Following discussion, the Board recognized and thanked staff for their contributions on the Proposed Operating Budgets for FY 2015.

Mr. Tisdale announced the next Board meeting date of August 28, 2014, at 7:30 a.m. There being no further business to come before the Board, the meeting was adjourned at 10:10 a.m.



Mary L. Rummell
Secretary
San Jacinto River Authority