



**San Jacinto
River Authority**

**GRP DIVISION
REVIEW COMMITTEE MEETING
February 22, 2021**



**San Jacinto
River Authority**

ITEM 1
CALL TO ORDER



**San Jacinto
River Authority**

ITEM 2
GRP REVIEW COMMITTEE MEMBERS



**San Jacinto
River Authority**

ITEM 3
PUBLIC COMMENTS



**San Jacinto
River Authority**

**ITEM 4
APPROVAL OF MINUTES**



**San Jacinto
River Authority**

ITEM 5

RECEIVE AND CONSIDER INFORMATION FROM THE CITY OF CONROE
REGARDING A PROPOSED NON-MANDATORY SURFACE WATER
CONNECTION



**San Jacinto
River Authority**

ITEM 6

DISCUSSION AND RECOMMENDATIONS REGARDING THE GRP
DIVISION'S FISCAL YEAR 2022 OPERATING BUDGET CONSIDERATIONS



Fiscal Year 2022 GRP Budget Considerations



GRP Review Committee Meeting: February 22, 2021

Fiscal Year 2022 Budget Development

Establish Budget Goals W/ GRP Review Committee and SJRA Board

Review O&M Historical Data, Project Water Demands and Identify Needs

Develop O & M Budget

10-Year Project Plan Development

Evaluation of Assets and Development of 10-Year Project Plan

Present 10-Year Project Plan to GRP Review Committee

Present 10-Year Project Plan to SJRA Board

Combine O & M Budget with Project Expenditures and Debt Service

Develop Draft Rates

Presentations and Notifications

45 Day Notice to All Participants (prior to consideration of budget by GRP Review Committee)

Present Draft Division Budget and Rates to GRP Review Committee

Present Draft Division Budget and Rates to SJRA Board

Receive, Consider and Incorporate Input

GRP Review Committee Vote to Recommend Budget and Rate Order

SJRA Board Vote on Budget and Rate Order

Notes:

- SJRA Fiscal Year (September – August)
- Effective Rate Order Notice sent to Participants after budget and rates are approved.

Fiscal Year 2022 Projected Demand

Fiscal Year			Calendar Year		
Calculation	Gallons	MGD	Calculation	Gallons	MGD
2-Year Average	19,580,556,592	53.65	2-Year Average	20,456,310,882	56.01
3-Year Average	19,221,278,360	52.66	3-Year Average	19,565,067,233	53.60
4-Year Average	19,225,718,736	52.67	4-Year Average	19,364,310,525	53.05
3-Year Median	18,502,701,898	50.69	3-Year Median	19,979,870,776	54.74
4-Year Median	18,870,870,880	51.70	4-Year Median	19,370,955,585	53.07

Projected demands represent the aggregate historical groundwater and surface water demands for all 149 GRP Participants.

The GRP's recommendation is to use the Fiscal Year 3-Year Average Scenario of 52.66 MGD and rounding up to 52.7 MGD.

GRP Review Committee Recommendations

1. Recommend a projected demand to be used in preparing the GRP Division's Fiscal Year 2022 Operating Budget.
 - *GRP Staff recommends using the previous 3 fiscal year's average.*
2. Confirmation of base annual average surface water production for Fiscal Year 2022.
 - *GRP Staff recommends 12 MGD Annual Average*

Public Meetings for FY22 GRP Budget

Date	Audience	FY 2022 GRP Budget Activity
January 25	GRP Review Committee	FY22 Budget Process, Demands, and Guidelines
February 22	GRP Review Committee	Receive Recommendations for FY22 Budget Considerations
March 22	GRP Review Committee	10-Year Project Plan Presentation
March 25	SJRA Board	10-Year Project Plan Presentation
April 19	GRP Review Committee	FY22 Draft Budget & Rate Presentation
April 22	SJRA Board	FY22 Draft Budget & Rate Presentation
April-May	Public Meetings	FY22 Draft Budget & Rate Presentation(s)
May 24	GRP Review Committee	Review Committee Vote on FY22 Budget and Rate
May 27	SJRA Board	Vote on FY22 GRP Rate Order
August 26	SJRA Board	Vote on Proposed FY22 GRP Operating Budget

Dates are subject to change.



**San Jacinto
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ITEM 7

UPDATE ON LONE STAR GROUNDWATER CONSERVATION DISTRICT'S
RECENTLY ADOPTED DISTRICT RULES

**San Jacinto
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ITEM 8

GRP ITEMS FOR CONSIDERATION BY THE SJRA BOARD OF DIRECTORS
ON FEBRUARY 25, 2021



**San Jacinto
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ITEM 9
RELOCATION OF FUTURE GRP REVIEW COMMITTEE MEETINGS TO THE
SJRA G&A BOARD ROOM



**San Jacinto
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**ITEM 10
ATTORNEY'S UPDATE**



**San Jacinto
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**ITEM 11
FUTURE MEETING SCHEDULE & AGENDA ITEMS:**

- MARCH 22, 2021
- APRIL 26, 2021
- MAY 24, 2021

Summary of GRP Review Committee Activities

The Review Committee shall be authorized to make recommendations to the GRP Administrator regarding the following matters:

1. conducting a review of the initially proposed GRP, current GRP and any proposed amendments;
2. development of policies regarding the implementation of Alternative Strategies;
3. Participant connection requests;
4. proposed mandatory connections;
5. Participant Contract Quantities;
6. participating in progress reviews with respect to Project infrastructure;
7. the construction, maintenance, and operation of the Project;
8. fees, rates, or charges adopted or to be adopted by the Authority under the Rate Order;
9. the annual budget to be adopted by the Authority;
10. the terms of Bonds pertaining to the Project;
11. breaking a tie in the selection of a mediator;
12. other matters pertaining to the GRP and its implementation that the GRP Administrator and/or Authority may request from time to time.

Exempt from Review Committee Action

“The Review Committee shall not be authorized to review or make recommendations regarding:

(i) the hiring, engagement, compensation, supervision, management, discipline, discharge, or termination of any employees or third-party consultants, or contractors not directly performing services related to the Project and/or the GRP,

(ii) the organizational structure of the Authority and the general and administrative services provided by the Authority in connection with the Project and/or the GRP, including accounting procedures or cost allocation methods utilized by the Authority, except to the extent that the costs for the Authority's general and administrative services are a component of the fees, rates, or charges adopted or to be adopted by the Authority under the Rate Order, or are a component of the annual budget to be adopted pursuant to Section 9.03(a)(1)(i) hereof, or

(iii) the acquisition of real property or interests in real property in connection with the Project.”

Agenda Policy

The GRP Administrator (as controller of the agenda) will add an item per the policy if it's within the role of the Review Committee (see prior 2 slides) to provide a recommendation relative to the requested agenda item.

**San Jacinto
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**NEXT
GRP REVIEW COMMITTEE
REGULAR MEETING**

MARCH 22, 2021

LOCATION:

VIA WEBINAR / TELEPHONE CONFERENCE CALL