

Item No.	Agenda Item	Date
7.2	Consider adoption of a resolution of the Board of Directors of the San Jacinto River Authority adopting an amended Fiscal Year 2026 Operating Budget for the GRP Division.	07/23/2026

BACKGROUND INFORMATION

On the evening of April 2, 2026, the 12-inch water line carrying water from the Surface Water Treatment Plant to Conroe Water Plant No. 6 was reported to have a leak at White Oak Creek. A temporary fix to keep water flowing through the line was attempted by the contractor, but was halted due to how costly it was going to be for a temporary repair. Another line break near the same location occurred earlier in August 6, 2025, and was repaired at the time.

Due to the recent breaks and lab analysis of the damaged line segments, this line is subject to additional breaks and therefore will be replaced. In order to replace the transmission line, horizontal directional drilling (HDD) will be utilized to install approximately 800 linear feet of new 12-inch HDPE pipe and connect it to the existing pipeline before and after the creek crossing. A casing around the pipe will also be installed to provide improved stability of the transmission line. This project will require design by an engineering firm followed by construction performed by a general contractor. The project will also include the replacement of the fiber optic cable along the existing line and potential acquisition for new temporary/permanent waterline easements to accommodate changes in alignment.

This transmission line serves Conroe Water Plant No. 6, which is currently utilizing groundwater wells to meet its demands without the supplement of surface water delivery. This project is included in the proposed Fiscal Year 2027 Budget, but the GRP Division is requesting to expedite this project to begin design in Fiscal Year 2026 to replace this line as soon as possible and restore surface water delivery to serve the Conroe Water Plant No. 6 service area. The GRP Repair and Replacement has sufficient funds to begin this project in FY2026. This budget amendment is requesting authorization to start this project in FY2026.

	Approved Project Budget	Requested Amendment	Amended Project Budget
Project ID – Project Description			
GSWWRO – White Oak Creek Transmission Line Repair	\$0.00	\$2,847,000.00	\$2,847,000.00

FUNDING SOURCE: GRP Repair and Replacement Fund

ATTACHMENTS: Resolution, Exhibit “A”, and Exhibit “B”

RECOMMENDED ACTION

Approve a resolution of the Board of Directors of the San Jacinto River Authority adopting an amended Fiscal Year 2026 Operating Budget for the GRP Division.

RESOLUTION NO. _____

A RESOLUTION OF THE BOARD OF DIRECTORS OF THE SAN JACINTO RIVER AUTHORITY AMENDING THE BUDGET FOR FISCAL YEAR 2026.

WHEREAS, on August 28, 2025, the San Jacinto River Authority Board of Directors adopted Resolution No. 2025-R-22 approving the Fiscal Year 2026 budget; and

WHEREAS, the San Jacinto River Authority finds it necessary to amend the Fiscal Year 2026 budget to provide funding for the White Oak Creek Transmission Line Repair Project.

NOW THEREFORE, BE IT RESOLVED BY THE BOARD OF DIRECTORS OF THE SAN JACINTO RIVER AUTHORITY:

Section 1. That the Fiscal Year 2026 budget, as approved under Resolution No. 2025-R-22, is further amended as detailed in Exhibit “A” and Exhibit “B” attached hereto and incorporated herein for all purposes.

Section 2. That the budget amendment, attached hereto as Exhibit “A” and Exhibit “B” shall be attached to and made part of the Fiscal Year 2026 Budget for all purposes.

Section 3. That except as amended hereby, the Fiscal Year 2026 budget, as approved under Resolution No. 2025-R-22, is ratified and confirmed in all respects and shall remain in effect.

Section 4. That this Resolution shall become effective immediately after adoption.

APPROVED AND ADOPTED by the Board of Directors of the San Jacinto River Authority on the 23rd day of July, 2026.

ATTEST:

SAN JACINTO RIVER AUTHORITY

Wil Faubel, Secretary

Ronnie Anderson, President

San Jacinto River Authority - GRP Repair and Replacement
Exhibit A
FY2023 - FY2026

Description			PROPOSED	
	Budget FY2025	Approved Budget FY2026	Budget Amendment FY2026	PROPOSED Amended Budget FY2026
CAPITAL IMPROVEMENTS*				
Water Treatment Plant & Facilities	\$ 304,000	\$ 690,000	\$ -	\$ 690,000
Transmission Lines & Facilities	161,000	323,000	339,000	662,000
TOTAL CAPITAL IMPROVEMENTS	\$ 465,000	\$ 1,013,000	\$ 339,000	\$ 1,352,000
NET CASH BASIS SOURCES (USES)	\$ -	\$ 10,009,000	\$ (339,000)	\$ 9,670,000

*Actuals intentionally left blank.

San Jacinto River Authority
FY2026 Budget
Total Project Budget Amendment
Exhibit B

Division	Project ID	Project Name	Approved	Proposed	Proposed
			FY2026 Total Project Budget	Amendment FY2026 Total Project Budget	Amended FY2026 Total Project Budget
GRP					
	GSWWOR	White Oak Creek Transmission Line Repair	\$ -	\$ 2,847,000	\$ 2,847,000

Note: Total Project Budgets include multiple fiscal years and funding sources.
*Was previously two projects that have been combined.
**Future bond funding was not included when presented in FY2025.