

DRAFT

MINUTES SPECIAL JOINT MEETING January 30, 2020

A Special Joint Meeting was held by the Cibolo Valley Local Government Corporation, the Schertz City Council of the City of Schertz, and the Cibolo City Council Texas, on January 30, 2020 at 6:30 p.m. in the Hal Baldwin Municipal Complex Civic Center, Blue Bonnett Hall, 1400 Schertz Parkway, Building #5, Schertz, Texas. The following members present to-wit:

Present: Mayor Ralph Gutierrez; Councilmember Mark Davis; Councilmember Rosemary Scott; Councilmember Scott Larson; Councilmember Michael Dahle; Councilmember Allison Heyward; CVLGC President Justin Murray; CVLGC Vice President Garth Coursen; CVLGC Secretary Lesley Pedde; CVLGC Treasurer Brian Edgington; CVLGC Executive Director Amber Beard; CVLGC, Schertz Ex Officio Michael Dahle; Engineering Consultant (Walker Partners) John Winkler; Attorney Art Rodriguez; Consultant Bill Klemt; Consultant Rene Moulinet; Mayor Cibolo Stosh Boyle; Cibolo Councilmember Jennifer Schultes; Cibolo Councilmember Steve Quinn; Cibolo Councilmember Reggie Bone; Cibolo Councilmember Mark Allen; Cibolo Councilmember Tim Woliver; Cibolo Councilmember Joel Hicks

City Staff: Schertz City Manager Dr. Mark Browne; Schertz Assistant City Manager Brian James; Schertz Assistant City Manager Charles Kelm; Schertz City Secretary Brenda Dennis; CVLGC/Schertz Administrative Manager Jennifer Jones; Schertz Water/Wastewater Manager Jimmy Hooks; Schertz Public Works Director Suzanne Williams; Cibolo Executive Assistant Leigh Ann Rogers; Cibolo PR Manager Chrstine Pollok; Cibolo City Secretary Peggy Cimics; Cibolo City Manager Robert Herrera

Attendees: Dudley Wait, Kara Latimer, Glen Weber, Guy Scott, Ferrando Heyward

Call to Order – Special Session

Call to Order - Justin Murray, President.

Justin Murray, President Cibolo Valley Local Government Corporation (CVLGC) call their meeting to order at 6:30 p.m.

1. A. **City of Cibolo**

Mayor Boyle City of Cibolo called their meeting to order at 6:30 p.m. and stated a quorum was present, but that Councilmember Ted Gibbs was absent. A motion was made by Councilmember Hicks, seconded by Councilmember Quinn to excuse the absence of Councilmember Gibbs. The vote was unanimous. Motion Passed

B. **City of Schertz**

Mayor Gutierrez City of Schertz stated a quorum was present and called their meeting to order at 6:31 p.m. Councilmembers David Scagliola and Tim Brown were absent.

2. Welcome/Opening Remarks - Stosh Boyle, Mayor of the City of Cibolo & Ralph Gutierrez, Mayor of the City of Schertz.

Mayor Boyle City of Cibolo and Mayor Gutierrez provided their opening remarks and thanked all those who are attending.

3. Introductions - Justin Murray, President.

President, Justin Murray introduced the Cibolo Valley Local Government Corporation (CVLGC) Board, Consultants, Attorney's, and Staff present.

4. CVLGC Carrizo Project - Justin Murray, President; Amber Briggs Beard, Executive Director; and John Winkler, Walker Partners.

Amber Beard, Justin Murray, and John Winkler provided a PowerPoint presentation covering the following and addressing questions and taking comments:

Organizational Structure:

Board Members: City of Schertz - Justin Murray, Brian Edgington, City of Cibolo: Garth Coursen, Lesley Pedde

Ex-Officio Members: City of Schertz - Michael Dahle, City of Cibolo - Ted Gibbs

CVLGC Staff: Amber Beard - Executive Director, Jennifer Jones - Administrative Manager

CVLGC Consultants: Accounting: Jennifer Reininger, Reininger Business Solutions LLC; Engineering: John Winkler, Walker Partners; Legal: Art Rodriguez, Russel Rodriguez Hyde & Bullock LLP; Hydro-geological: William Klemt; Water Lease Services: Rene Moulinet Jr., HRM Land Acquisition Solutions

Historical Timeline:

- 2011: CVLGC formed with the following participating cities: Cibolo, Converse, Schertz, Seguin and Selma
- 2012-2013: Seguin and Selma withdrew from CVLGC, the Regional Water System Master Plan started
- 2014: Regional Water System Master Plan was finalized, Converse withdrew from CVLGC, Option Agreements for water leases began
- 2015- 2017: CVLGC Carrizo Project added to Region L Plan (TWDB State Water Plan), securing water leases continued
- 2017-2019: 10,998.13 acre-feet/yr. water rights secured, preliminary well sites selected.

History:

- Develop a stand alone project wholly owned and operated by CVLGC
- Develop a hybrid project, where portions of the system are owned by CVLGC and portions of other systems are used
- Purchase treated wholesale water from another entity

A comparison was performed of existing water supplies to future population demands of CVLGC

5 potential groundwater sources were considered:

- SSLGC Guadalupe Project- SSLGC was developing up to 6,500 acre feet of ground water from the Carrizo-Wilcox Aquifer in southeastern Guadalupe County and was willing to sell their interest in the Guadalupe County project
- Carrizo Aquifer – There was potential to develop a well field in Wilson County from the Carrizo Aquifer. Option 1 was for CVLGC to develop a stand alone project and Option 2 was for CVLGC to develop a joint-use project with SSLGC
- Wilcox Aquifer – While the Wilcox Aquifer is not as prolific as the Carrizo Aquifer, it was highly
 - underutilized in the study area due to water quality concerns
- TWA Carrizo Project – Texas Water Alliance (TWA) which is now Alliance Regional Water Authority (ARWA), was permitted to construct a transmission pipeline through the study area with excess water available
- RWA Brackish Wilcox Water – Regional Water was a proposed regional system in the Wilcox Aquifer in Wilson county with plans to construct a pipeline through the study area.

History Summary:

The SSLGC Guadalupe Project was initially offered for sale to CVLGC, as the project was further evaluated, both member entities of SSLGC did not agree to sell their interest in the project.

Therefore, a second option to purchase water from the project was assessed by

CVLGC. After the assessment, the Guadalupe Project was the best scoring project, however the Guadalupe Project lacked any ownership of the assets. The City of Cibolo and the City of Schertz both desired to have ownership in the water project.

Due to lack of ownership in the Guadalupe project, the next best scoring project was selected, Carrizo Option 2 which was the development of a joint-use Carrizo CVLGC/SSLGC project.

Members present also discussed the following:

CCN

Schertz Historical Annual Water Use

Cibolo Historical Annual Bill Consumption

Projections by the City of Cibolo

Proposed project map Carrizo CVLGC/SSLGC option

Combined Water Supply Projection

Schertz and Cibolo - Supply and demand projections Based on TCEQ Requirements

Schertz and Cibolo Water demand projections 2014 vs 2020

Schertz Annual Demand

Cibolo Annual Demand

Project - Current:

10,998.13 acre-feet/yr. water rights secured

Water leases secured with 89 landowners involving 158 tracts of land

Water lease payments total \$274,953 annually

Preliminary sites for 6 wells identified

Based on discussions, the consensus was to move forward with the project. It was suggested to have staff provide a talking point paper regarding issues of the project.

5. Summary, Recommendations & Discussions - Justin Murray, President
Executive Session Recommended.

6. Executive Session: Executive Session pursuant to Texas Gov't. Code Sections 551.071 and 551.072 to discuss items 4 & 5 above, as necessary.

Did not meet in Executive Session.

7. Consider and Take Action as a Result of Agenda #6.

No action taken as they did not meet in Executive Session.

8. Adjournment

Justin Murray, President CVLGC adjourned their meeting at 7:45 p.m.

A. City of Cibolo: Mayor Boyle with a motion from Joel Hicks seconded by Councilmember Quinn adjourned their meeting at 7:45.p.m.

B. City of Schertz, Mayor Gutierrez adjourned their meeting at 7:46 p.m.

Ralph Gutierrez, Mayor Schertz

Stosh Boyle, Mayor Cibolo

Justin Murray, President CVLGC

ATTEST:

Brenda Dennis, City Secretary