

RESOLUTION AND ORDER NO. 02-19-927

OF THE EDWARDS AQUIFER AUTHORITY BOARD OF DIRECTORS APPROVING AN AMENDMENT TO THE EDWARDS AQUIFER HABITAT CONSERVATION PLAN FY2019 PROGRAM FUNDING APPLICATIONS OF THE CITY OF NEW BRAUNFELS, INCREASING THE 2019 FUNDING REQUEST FROM AN AMOUNT NOT TO EXCEED \$565,000 TO AN AMOUNT NOT TO EXCEED \$665,000, AND OF THE CITY OF SAN MARCOS AND TEXAS STATE UNIVERSITY, INCREASING THE 2019 FUNDING REQUEST FROM AN AMOUNT NOT TO EXCEED \$1,647,560 TO AN AMOUNT NOT TO EXCEED \$1,957,166, FOR THE PURPOSE OF PROVIDING ADDITIONAL FUNDING FOR THE IMPERVIOUS COVER/WATER QUALITY/LID AND MANAGEMENT OF FLOATING VEGETATION MATS AND LITTER CONSERVATION MEASURES.

WHEREAS, the Edwards Aquifer Authority ("EAA") was created by the Edwards Aquifer Authority Act of May 30, 1993, 73rd Leg., R.S., ch. 626, 1993 Tex. Gen. Laws 2350, as amended ("Act"); and

WHEREAS, under Section 1.02 of the Act, the EAA is a conservation and reclamation district created by virtue of Article XVI, Section 59 of the Texas Constitution; and is a governmental agency and body politic and corporate vested with the full authority to exercise the powers and to perform the functions specified in the Act; and

WHEREAS, under Section 1.08(a) of the Act, the EAA has all the powers, rights and privileges necessary to manage, conserve, preserve, and protect the Edwards Aquifer ("Aquifer") and prevent the waste of water in the Aquifer; and

WHEREAS, under Sections 1.0.1, 1.11, 1.1.4 and 1.26A of the Act, the EAA is authorized to implement programs designed to protect threatened and endangered species associated with the Aquifer; and

WHEREAS, under Section 1.1.1 (d)(9) of the Act, the EAA is authorized to hold an incidental take permit under the Federal Endangered Species Act of 1973 ("ESA"), 16 U.S.C. §§ 1531-1544; and

WHEREAS, on March 18, 2013, Incidental Take Permit No. TE63663A-1 ("ITP") issued by the U.S. Fish and Wildlife Service ("Service") to the EAA, the City of New Braunfels, the City of San Marcos, the City of San Antonio, acting by and through its San Antonio Water System, and Texas State University ("Permittees"), under Section 10(a) (16 U.S.C.A. § 1539(a)) of the ESA, became effective; and

WHEREAS, Paragraph E of the ITP requires the Permittees to comply with the terms and conditions contained in the Edwards Aquifer Habitat Conservation Plan ("EAHCP"); and

WHEREAS, the EAHCP requires, among other things, the Permittees to implement various Conservation Measures intended to minimize or mitigate the impact of the use of groundwater withdrawn from the Aquifer on threatened and endangered species associated with the Aquifer and contribute to the recovery of such species; and

WHEREAS, a part of the EAHCP is that certain Funding and Management Agreement ("FMA") effective January 1, 2012, that provides the terms of the rights and duties of the Permittees for managing and funding the implementation of the EAHCP, and the terms of the Adaptive Management Process; and

WHEREAS, Section 6.1 of the FMA requires each Permittee, including the EAA, to submit to the EAA a Program Funding Application ("Application") to provide funding from the EAA to implement each Permittee's respective Conservation Measures, and such Applications are required to be approved by the Board of Directors ("Board") of the EAA; and

WHEREAS, subject to certain limitations. Subsection 7.1.2 of the EAHCP and Section 3.2 and Article 5 of the FMA obligate the EAA to fund the Conservation Measures and Program Activities to be implemented by the Permittees; and

WHEREAS, pursuant to Section 6.1 of the FMA, on November 13, 2018, the Board approved the City of New Braunfels ("CONB") EAHCP 2019 Application in the amount of \$565,000 seeking funding for the Conservation Measures and Program Activities assigned to CONB in Chapters 5 and 6 of the EAHCP, and the Board approved the City of San Marcos's ("COSM") and Texas State University's ("TSU") EAHCP 2019 Application in the amount of \$1,647,560 seeking funding for the Conservation Measures and Program Activities assigned to COSM and TSU in Chapters 5 and 6 of the EAHCP; and

WHEREAS, the original approved funding application of CONB included \$150,000 for the Impervious Cover/Water Quality/LID Conservation Measure; and

WHEREAS, in light of the unfinished construction of a bio-retention basin which necessitates increasing the budget for the Impervious Cover/Water Quality/LID Conservation Measure for FY 2019 by an additional \$100,000, for a new total of \$250,000 for 2019; and

WHEREAS, CONB desires to increase the amount of funding required for 2019 activities for the Impervious Cover/Water Quality/LID Conservation Measure in this amount; and

WHEREAS, the original approved funding application of COSM and TSU included \$1,228,200 for the Impervious Cover/Water Quality/LID Conservation Measure and \$44,330 for the Management of Floating Vegetation Mats and Litter Conservation Measure; and

WHEREAS, in light of unfinished engineering design and construction of the Sessom Creek stream restoration project which necessitates increasing the budget for the Impervious

Cover/Water Quality/LID Conservation Measure for FY 2019 by an additional \$279,606, for a new total of \$1,507,806 for 2019; and

WHEREAS, in light of re-allocation of unspent funds in FY2018 which necessitates increasing the budget for the Management of Floating Vegetation Mats and Litter Conservation Measure for FY 2019 by an additional \$30,000, for a new total of \$74,330 for 2019; and

WHEREAS, COSM and TSU desire to increase the amount of funding required for 2019 activities for the Impervious Cover/Water Quality/LID Conservation Measure and the Management of Floating Vegetation Mats and Litter Conservation Measure in these amounts; and

WHEREAS, the EAA staff has reviewed amended Applications of CONB, COSM and TSU and determined that each application is complete and meet the approval criteria in Subsection 6.1.3 of the FMA, and recommends to the Board that the amended Applications be approved as filed; and

WHEREAS, the Board hereby finds that the amended Applications of CONB, COSM and TSU meet the approval criteria in Subsection 6.1.3 of the FMA as recommended by the EAA staff; and

WHEREAS, the Board has amended the Edwards Aquifer HCP Fund¹ budget and therefore finds that there are sufficient funds to provide additional funding to CONB, COSM, and TSU in the amount requested in the amended Applications; and

WHEREAS, pursuant to Sections 4.7, 5.2.2, and 6.1.4 of the FMA, the Board additionally finds that there are sufficient funds within the Edwards Aquifer HCP Fund to provide funding to the EAA in the amount requested in the amended Applications; and

WHEREAS, the EAA's Finance Committee, on January 22, 2019, voted to recommend the Board adopt a resolution and order approving the amended 2019 Applications submitted by CONB, COSM, and TSU; and

WHEREAS, Article 10.02(b) of the EAA's Bylaws requires that contracts whose value exceeds \$100,000 be approved by a written resolution; and

WHEREAS, the total amount to be paid to CONB, COSM, and TSU under the terms of the underlying interlocal contract to which the amended Applications approved herein will be attached as provided below in Recital 4 will exceed \$100,000; and

WHEREAS, the underlying template interlocal contracts to which the amended Applications approved herein will be attached were reviewed by the EAA's legal counsel prior to Board approval; and

¹ In the FMA, this fund is referred to as the HCP Program Account." See FMA §1.1.27

WHEREAS, a regular meeting of the Board was held on February 12, 2019, at 3:00 p.m., notice of public meeting having been duly and properly posted in accordance with Chapter 551, Texas Government Code; and

WHEREAS, an agenda item was duly listed in the notice of public meeting that is the subject of this Resolution and Order; and

WHEREAS, a majority of the Directors of the Board were present and constituted a quorum; and

WHEREAS, a vote of the majority of the quorum of the Board present passed on, voted in favor of, and adopted the following Resolution and Order; and

WHEREAS, it is in the public interest that the amended Applications be approved and funding be provided to implement the terms and conditions of the EAHCP in compliance with the FMA and the ITP.

NOW, THEREFORE, BE IT RESOLVED AND ORDERED BY THE BOARD OF DIRECTORS OF THE EDWARDS AUTHORITY THAT:

Section 1. The recitals set out above are found to be true and correct, and they are hereby adopted by the Board of Directors and are made a part of this Resolution and Order for all purposes.

Section 2. The Board of Directors hereby approves an amendment to the Edwards Aquifer Habitat Conservation Plan FY2019 Program Funding Application submitted by the City of New Braunfels, to increase the amount by \$100,000 for a total new amount not to exceed \$665,000 for purpose of providing additional funding for the Impervious Cover/Water Quality/LID Conservation Measure; and the City of San Marcos and Texas State University, to increase the amount by \$309,606 for a total new amount not to exceed \$1,957,166, for the purpose of providing additional funding for the Impervious Cover/Water Quality/LID and Management of Floating Vegetation Mats and Litter Conservation Measures.

Section 3. Pursuant to Subsection 6.1.5 of the FMA, the General Manager is directed to provide notice to the Permittees in writing of the Board's decision on the amended Applications.

Section 4. Pursuant to Article IV.A. of Interlocal Contract No. 13-675-HCP between the Edwards Aquifer Authority and the City of New Braunfels for Edwards Aquifer Habitat Conservation Plan Program Funding approved by this Board on November 12, 2013, the City of New Braunfels' 2019 Program Funding Application, as amended, shall be considered to be a part of Contract No. 13-675-HCP for all purposes and attached as Exhibit A to that contract. Also, pursuant to Article IV.A. of Interlocal Contract No. 13-674-HCP between the Edwards Aquifer Authority and the City of San Marcos and Texas State University for Edwards Aquifer Habitat Conservation Plan Program

Funding approved by this Board on November 12, 2013, the City of San Marcos and Texas State University 2019 Program Funding Application, as amended, filed by these entities shall be considered to be a part of Contract No. 13-674-HCP for all purposes and attached as Exhibit A to that contract. The General Manager is authorized to release payment to the Permittees under this Resolution and Order in accordance with the terms and conditions as set out in the above-referenced EAHCP program funding contracts.

Section 5. This Resolution and Order shall become effective from and after its adoption.

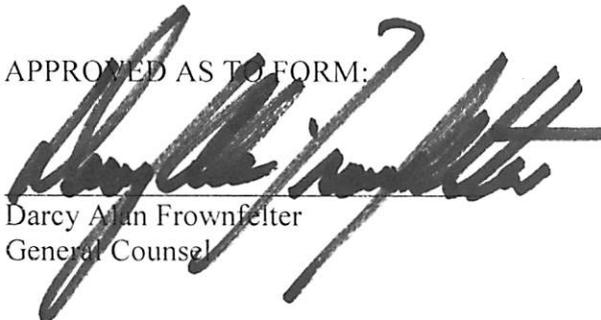
PASSED AND APPROVED BY THE BOARD OF DIRECTORS OF THE EDWARDS AQUIFER AUTHORITY THIS 12th DAY OF FEBRUARY 2019.

Luana Buckner
Chairman, Board of Directors

ATTEST:

Enrique Valdivia
Secretary, Board of Directors

APPROVED AS TO FORM:



Darcy Alan Frownfelter
General Counsel