

RED RIVER AUTHORITY OF TEXAS

Executive Committee and Investment

Committee Meeting Minutes

January 14, 2025

The Executive and Investment Committees of the Board of Directors of Red River Authority of Texas met on Tuesday, January 14, 2025 at 2:00 p.m. in the Board Room at the Red River Authority of Texas, 3000 Hammon Road, Wichita Falls, Texas. It was also available via Zoom Video Conference. The agenda and instructions on accessing the Zoom Video Conference were posted, as required under the Open Meetings Act. The following Executive and Investment Committee members, staff, and guests were present:

The following committee members, staff, and guests were present:

Executive Committee: Mr. Jerry Bob Daniel, President, Truscott
Mr. Conrad J. Masterson, Vice President, Cee Vee
Ms. Mary Lou Bradley, Secretary/Treasurer, Memphis
Ms. Tonya Detten, Assistant Secretary, Panhandle (Unable to Attend)

Staff: Mr. Fabian A. Heaney, General Manager
Ms. Cara Clark, Administration Manager
Mr. Bryan Schaffner, Assistant General Manager
Ms. Lana Hefton, Controller
Mr. Glen Hite, IT Systems Administrator

Guests: Mr. David Parkman, Edgin Parkman Fleming and Fleming, PC
Mr. Josh Harman, Edgin Parkman Fleming and Fleming, PC

Mr. Daniel called the meeting of the Executive and Investment Committees to order at 2:10 p. m.

Item One: *Evaluation of the Annual Comprehensive Financial Report for the Fiscal Year Ended September 30, 2024 and 2023, and Consider Recommendation for Approval at the Board of Directors Meeting on Wednesday, January 15, 2025 (See Board Book Item Four).*

Mr. Parkman expressed his appreciation for allowing his firm to perform the audit this year. He then provided an overview of the *Annual Comprehensive Financial Report for the Fiscal Year Ended September 30, 2024 and 2023 (ACFR)*. Referring to the Independent Auditor's Report, Mr. Parkman stated that based on their examination, the audit received a clean opinion. The Executive Committee endorsed the recommendation for approval at the Board of Directors meeting.

Item Two: Evaluation of the Investment Activity Report for the Period Ended September 30, 2024, and a Resolution Adopting the Authority's Investment Policy and Investment Strategy, for the Ensuing Calendar Year and Consider Recommendation for Approval at the Board of Directors Meeting on Wednesday, January 15, 2025 (See Board Book Item Five).

Referring to Item Five in the Board Book, Ms. Hefton provided comments on the Investment Activity Report for the period ended September 30, 2024, and provided an overview of the Investment Policy for the ensuing calendar year. Ms. Hefton stated that there were no changes made to the Investment Strategy for the ensuing calendar year. The Executive Committee approved the Investment Activity Report for the period ending September 30, 2024. Additionally, a Resolution adopting the Authority's Investment Policy and Investment Strategy will be presented for approval at the Board of Directors Meeting.

Item Three: Evaluation of the Indirect Cost Accounting Plan for Calendar Year 2025 and Consider Recommendation for Approval at the Board of Directors Meeting on Wednesday, January 15, 2025 (See Board Book Item Six).

Referring to the Independent Accountant's Report of the Board Book, Mr. Harman stated that the Texas Commission on Environmental Quality (TCEQ) requires that a list of eight agreed-upon procedures be performed on the rates in the Authority's Annual Indirect Cost Accounting Plan (ICAP) to ensure the calculation of the rates were prepared in accordance with Uniform Grant Management Standards. The rate will go into effect after approval from TCEQ. The Executive Committee supported the adoption of the Indirect Cost Accounting Plan for the upcoming calendar year and will recommend it for approval at the Board of Directors meeting.

Item Four: Conduct an Executive Session of the Executive Committee, Pursuant to Government Code Section §551.074:

- a. Conduct an Annual Review of the General Manager and Receive Recommendations from the Executive Committee.**

The Executive Committee went into Executive Session from 3:09 p.m. to 3:55 p.m.

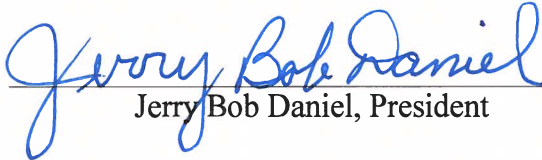
Item Five: Consider Recommendations from the Executive Session to the Board of Directors at the Meeting on January 15, 2025.

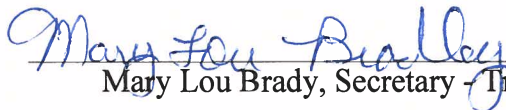
There were no recommendations from the Executive Session.

Item Six: Other Business as the Committee May Deem Appropriate.

There were no other items.

Item Seven: Adjourn


Jerry Bob Daniel, President


Mary Lou Brady, Secretary - Treasurer

