PUBLIC SERVICE BOARD MEETING
AGENDA ITEM
REGULAR MEETING

Tuesday, November 10, 2026

SUBJECT

Amendment to Interlocal Agreement with Lower Colorado River Authority (LCRA)

BACKGROUND

EPWater entered into an Interlocal Agreement with LCRA for laboratory testing services pursuant to the administrative delegated authority of the President/CEO. The current contract period is for one year for an amount not to exceed $100,000.

Additional contract capacity in the amount of $150,000 for the current contract year is needed due to new Per- and Polyfluoroalkyl substances (PFAS) testing requirements set forth by the Texas Commission on Environmental Quality (TCEQ). The latest proposed quote provided by LCRA for PFAS sample collection and laboratory testing services would cause expenditures to exceed the currently approved master contract annual amount of $100,000. The additional capacity will allow LCRA to continue providing PFAS sample collection and laboratory testing services required to support EPWater's regulatory monitoring and compliance activities.

Additionally, the proposed amendment will add four years to the term for an amount of $250,000 for each year.

PRIOR PSB ACTION:

- None

UTILITY KPI ALIGNMENT

Customer Satisfaction

EVALUATION PROCESS

Staff reviewed the current Interlocal Agreement and the testing proposal submitted by the LCRA and determined that additional contract capacity is necessary to accommodate PFAS sample collection and laboratory testing requirements. Staff is requesting that the Public Service Board approve the amendment to the Interlocal Agreement to increase the contract capacity for LCRA to continue providing the laboratory testing and sample collection services necessary to meet applicable PFAS testing requirements established by TCEQ and to amend the length of the term of the agreement. The State of Texas mandates the use of the LCRA services for regulatory sample analysis. LCRA implements state monitoring requirements under the direction of the Texas Commission of Environmental Quality.

FINANCIAL IMPLICATIONS

This expenditure is part of the approved budget.

PROPOSED ACTION REQUESTED

Consider and approve an Amendment to the Interlocal Agreement with the Lower Colorado River Authority for laboratory testing services to increase the contract amount of the current year by an additional $150,000 for a cumulative contract amount of $250,000 and amend the term of the agreement to add four additional years starting January 19, 2027 for an annual amount of $250,000.

SUPPORTING DOCUMENTATION PROVIDED

- None