

AGENDA

MEETING OF THE SAN ANTONIO WATER SYSTEM BOARD OF TRUSTEES

Tuesday, March 4, 2008, 9:00 A.M.

6th Floor Board Room #609

Administrative Offices

2800 U. S. 281 North

San Antonio, Texas

1. MEETING CALLED TO ORDER.
2. Announcements.
 - A. The San Antonio Water System Board of Trustees will, during the Meeting, close the Meeting and hold an Executive Session pursuant to Chapter 551 of the Texas Open Meetings Act, Texas Government Code, which permits closed meetings for purposes of consulting with its attorneys and deliberating about real property, gifts and donations, personnel matters and security devices. The Board of Trustees may, at any time during the Meeting, close the Meeting and hold an Executive Session for consultation with its attorneys concerning any of the matters to be considered during the Meeting pursuant to Chapter 551 of the Texas Open Meetings Act.
3. Minutes.
 - A. Approval of the Minutes of the San Antonio Water System Board of Trustees Regular Meeting of February 5, 2008.
4. Ceremonial Items.

No items for this Meeting.
5. Citizens to be Heard.
6. Board of Trustees - Committee Reports.
 - A. Audit and Finance Committee.
 - B. Planning and Operations Committee.
 - C. Water Resources Committee.

**SAN ANTONIO WATER SYSTEM
HANDICAPPED ACCESSIBILITY STATEMENT**

The San Antonio Water System building and meeting rooms are handicapped accessible. Individuals with disabilities that may require special accommodations are requested to contact the Board Administrator at (210) 233 3859 for assistance.

CONSENT AGENDA ITEMS

Items 7– 33

ITEMS CONCERNING THE PURCHASE OF EQUIPMENT, MATERIALS AND SUPPLIES

7. A Resolution accepting recommendations regarding the contracting for certain services, equipment, materials, and supplies, and authorizing the acceptance of bids as follows: (DOUG EVANSON - VICK GARMON)

A. Award of Contracts for the Purchase of Materials, Equipment and Services.

No items for this Meeting.

B. Award of Annual Service and Supply Contracts. Estimated annual purchases are based on unit prices bid. Actual totals may vary from estimate.

1. Acceptance of the bid of A. Y. McDonald Mfg. Co., to provide: Miscellaneous Brass Goods, Bid No. 06-0028A, for a total of \$150,000.00. (This contract will be utilized for the purchase of miscellaneous brass goods on an as needed basis. This contract will be effective February 29, 2008 through December 31, 2008.)

2. Acceptance of the bid of D X I Industries, Inc., to provide: Sulfur Dioxide, Bid No. 05-0185, for a total of \$144,050.00. (This contract will be utilized to de-chlorinate plant effluent as required by permit at the Water Recycling Centers. This contract will be effective Date of Award, March 4, 2008, through December 31, 2008.)

(WBE) 3. Acceptance of the bid of Enviro-Pump of San Antonio to provide: Chlorination Equipment/Parts, Bid No. 07-3057, for a total of \$155,214.34. (This contract will be utilized for the purchase of chlorination equipment/parts for use in SAWS chlorination process. This contract will be effective Date of Award, March 4, 2008, through December 31, 2008.)

(SBE) 4. Acceptance of the bid of Robo Control to provide: Chlorination Equipment/Parts, Bid No. 07-3057, for a total of \$141,216.00. (This contract will be utilized for the purchase of chlorination equipment/parts for use in SAWS chlorination process. This contract will be effective Date of Award, March 4, 2008, through December 31, 2008.)

5. Acceptance of the bid of Southern Tire Mart to provide: Tires, Tubes and Repair Services, Bid No. 05-3120, for a total of \$500,000.00. (This contract will be utilized for the purchase of new tires, tubes and accessories. Service to include fleet checks, all repair services and disposal of old tires for all vehicles and industrial equipment of all types as required by Equipment Maintenance for all SAWS vehicles. This contract will be effective Date of Award, March 4, 2008 through December 31, 2008.)

(MSB) 6. Acceptance of the bid of Common Wealth Computer Company to provide: P C Desktop, Laptops and Servers (State of Texas Contract), Bid

No. 06-6023, for a total of \$500,000.00. (This contract extension and Addendum No. 1 will provide for replacement data processing hardware in the form of desktops, laptops and servers. These units will be provided to field personnel. Addendum No. 1 provides for units with additional memory, faster operating speed and wireless capabilities. This contract will be effective Date of Award, March 4, 2008 through December 31, 2008.)

- C. Authorization to Utilize the City of San Antonio’s Competitive Bidding Process for Annual Contracts. Estimated annual purchases are based on unit prices bid. Actual totals may vary from estimate.

No items for this Meeting.

- D. Authorization to Utilize the City of San Antonio’s Competitive Bidding Process for Biennial Contracts. Estimated annual purchases are based on unit prices bid. Actual totals may vary from estimate.

No items for this Meeting.

- E. Award of Biennial Service and Supply Contracts. Estimated annual purchases are based on unit prices bid. Actual totals may vary from estimate.

No items for this Meeting.

CAPITAL IMPROVEMENT CONTRACTS

PROJECTS INVOLVING IMPROVEMENTS, EXTENSIONS AND ADDITIONAL CAPACITY

Developer Customer Contracts

8. A Resolution approving Utility Service Agreements to provide water and/or wastewater service to the tracts listed below which are not located over the Edwards Aquifer Recharge or Contributing Zone. (KELLEY NEUMANN – SAM MILLS)

No.	Tract Name	Developer Name	Acreage	Water EDUs	WW EDUs	No.
1	Fair View Acres	Friesenhahn Trust	14.47	100	100	1
2	NEISD Alamo Quarry Development	Northeast Independent School District	78.23	200	270	2
Totals			<u>93</u>	<u>300</u>	<u>370</u>	
Year-to-Date Totals (January-March 2008)			<u>3,021</u>	<u>1,822</u>	<u>22,144</u>	

9. A Resolution approving Utility Service Agreements to provide water and/or wastewater service to the tracts listed below which are located over the Edwards Aquifer Recharge or Contributing Zone. (KELLEY NEUMANN – SAM MILLS)

No.	Tract Name	Developer Name	Acreage	Water EDUs	WW EDUs	Board Reason
1	Apple Tract	Bitterblue, Inc.	8	30	25	EARZ
2	North Pointe Commercial	RAD Investments, Inc.	9.17	37	37	EARZ
3	Stone Oak Senior Community	The Covenant Group	27.47	0	200	EARZ
Totals			<u>45</u>	<u>67</u>	<u>262</u>	
Year-to-Date Totals (January-March 2008)			<u>1,425</u>	<u>1,838</u>	<u>1,125</u>	

Production, Transmission and Treatment Improvements

10. A Resolution approving Recapitulation Change Order No. 1 in the increased amount of \$29,320.00 to the construction contract with Du-Mor Enterprises, Inc., in connection with the Bandera Road Pressure Zone 7, 30-Inch Water Main Project; returning the construction contingency balance of \$21,055.00 to the System's Project Fund; authorizing the President/Chief Executive Officer to execute Recapitulation Change Order No. 1 and to close the contract with Du-Mor Enterprises, Inc. Total expenditures are: \$21,055.00. (KELLEY NEUMANN – ASHOK KAJI)
11. A Resolution ratifying the actions of the Vice-President of Facilities Engineering & Construction in approving Change Order No. 1 in the decreased amount of \$39,822.85 and Change Order No. 2 in the decreased amount of \$85,000.00 to the construction contract with BRH-Garver Construction, L.P., in connection with the Western Watershed Sewer Relief Line W-04 Project; authorizing the return of funds for Change Order Nos. 1 and 2 in the total amount of \$124,822.85 to the Project Fund. Located in Council District 6. Total decreased amount is: \$124,822.85. (KELLEY NEUMANN –FRANCES PLOCEK)

REPLACEMENT PROJECTS

Governmental Relocations and Replacements

12. A Resolution approving Final Recapitulation Change Order No. 4 in the decreased amount of \$50,085.44 to the construction contract with Pipelayers, Inc., in connection with the Cedarhurst: Eaglerock to Valley Hi Project; authorizing the return of funds in the amount of \$50,085.44 and the construction contingency balance of \$2,706.11 for a total amount of \$52,791.55 to the Project Fund; authorizing the President/Chief Executive Officer to execute Final Recapitulation Change Order No. 4 and to close the contract. Located in Council District 4. Total decreased amount is: \$50,085.44 and the construction contingency balance of \$2,706.11 for a total amount of \$52,791.55. (KELLEY NEUMANN –DAVID MAXWELL)
13. A Resolution approving the expenditure of funds in the amount of \$252,283.31 for the replacement of water and wastewater facilities by the City of San Antonio in connection with the 2008-2009 Street Maintenance Program Package No. 1 Project; approving construction contingency expenses related to the project work in an amount not to exceed \$26,716.69; approving an amount not to exceed \$153,000.00 be made available

and expended from the System's Project Fund for the water project work and related construction contingencies; approving an amount not to exceed \$126,000.00 be made available and expended from the System's Project Fund for the sewer project work and related construction contingencies; authorizing the President/Chief Executive Officer to pay to the City of San Antonio an amount not to exceed \$279,000.00 for the project work and related construction contingencies. Located in Council District 7. Total expenditures are: \$279,000.00. (KELLEY NEUMANN – CINDY KOVACIC)

14. A Resolution approving Final Recapitulation Change Order No. 3 in the decreased amount of \$118,790.85 to the construction contract with Pronto Sandblasting & Coating in connection with the Aransas: Pine to New Braunfels Project; authorizing the return of funds in the amount of \$118,790.85 and the construction contingency balance of \$48,182.80 for a total amount of \$166,973.65 to the Project Fund; authorizing the President/Chief Executive Officer to execute Final Recapitulation Change Order No. 3. Located in Council District 2. Returned amount is: \$118,790.85 and the construction contingency balance of \$48,182.80 for a total amount of \$166,973.65. (KELLEY NEUMANN – CINDY KOVACIC)
15. A Resolution approving Contract Amendment No. 2 in the amount of \$745,749.00 in connection with the 2004 City Street Overlay Water and Sewer Replacement Project and 2005 City Street Maintenance Water And Sewer Replacement Project; amending Resolution No. 03-123, as previously amended by Resolution No. 08-010, by approving additional expenditures in an amount not to exceed \$745,749.00 for engineering design services by Vickrey & Associates, Inc., in connection with the 2004 City Street Overlay Water And Sewer Replacement Project and 2005 City Street Maintenance Water and Sewer Replacement Project; approving that an amount not to exceed \$745,749.00 be made available and expended from the System's Project Fund for the additional engineering design services; authorizing the President/Chief Executive Officer to execute Contract Amendment No. 2 and to pay Vickrey & Associates, Inc., an additional amount not to exceed \$745,749.00 for the additional engineering design services in connection with the project. Total expenditures are: \$745,749.00. (KELLEY NEUMANN – CINDY KOVACIC)

Water and Sewer Line Improvements

16. A Resolution approving Final Recapitulation Change Order No. 3 in the decreased amount of \$619,450.25 to the construction contract with Insituform Technologies, Inc., in connection with the Annual 2005 Pipe Bursting Work Order Construction Contract Project; authorizing the return of funds in the amount of \$619,450.25 to the Project Fund; authorizing the President/Chief Executive Officer to execute Final Recapitulation Change Order No. 3 and to close the contract. Total decreased amount is: \$619,450.25. (KELLEY NEUMANN –FRANCES PLOCEK)

Professional Services

17. A Resolution approving Contract Amendment No. 1 in the amount of \$759,663.75 in connection with the Old Salado Creek Siphon Replacement Project; amending Resolution No. 06-187 by approving additional expenditures in an amount not to exceed \$759,663.75 for additional engineering services by CDS/Muery Services, in connection with the Old Salado Creek Siphon Replacement Project; approving that an amount not to exceed \$759,663.75 be made available and expended from the System's Project Fund for the wastewater related additional engineering services; authorizing the President/Chief Executive Officer to execute Contract Amendment No. 1 and to pay CDS/Muery Services an additional amount not to exceed \$759,663.75

for the additional engineering services in connection with the project. Located in Council District 3. Total expenditures are: \$759,663.75.
(KELLEY NEUMANN – FRANCES PLOCEK)

18. A Resolution ratifying the actions of the Vice-President of Facilities Engineering & Construction in approving Contract Amendment No. 1 in the amount of \$8,000.00 in connection with 2005 Engineering Design Services - Governmental Projects; amending Resolution No. 05-411 by approving additional expenditures in an amount not to exceed \$8,000.00 for additional engineering design services by Vickrey & Associates, Inc., in connection with 2005 Engineering Design Services - Governmental Projects; approving that an additional amount not to exceed \$8,000.00 be made available and expended from the System's Project Fund for the additional water engineering design services; authorizing the President/Chief Executive Officer to execute Contract Amendment No. 1 and to pay Vickrey & Associates, Inc., an additional amount not to exceed \$8,000.00 for the additional engineering design services. Total expenditures are: \$8,000.00.
(KELLEY NEUMANN – CINDY KOVACIC)
19. A Resolution ratifying the actions of the Vice-President of Facilities Engineering & Construction in approving Contract Amendment No. 1 in the amount of \$11,000.00 in connection with the W.W. White Area Outfall Phase I, Part 1 Project; amending Resolution No. 05-391 by approving additional expenditures in an amount not to exceed \$7,000.00 for additional engineering design services by Ford Engineering, Inc., in connection with the W.W. White Area Outfall Phase I, Part 1 Project; approving that an amount not to exceed \$7,000.00 be made available and expended from the System's Project Fund for additional sewer related engineering design services; authorizing the President/Chief Executive Officer to execute Contract Amendment No. 1 and to pay Ford Engineering, Inc., an additional amount not to exceed \$11,000.00 for the additional engineering design services in connection with the project. Located in Council District 2. Total expenditures are: \$11,000.00.
(KELLEY NEUMANN – KOVACIC)

WATER RESOURCES PROJECTS

20. A Resolution approving Change Order No. 10 resulting in an increase to the contract cost in an amount not to exceed \$39,352.00 for the construction contract with Cajun Constructors, Inc., in connection with the ASR Program, Phase II Water Treatment Plant Project; authorizing the additional expenditure of funds in an amount not to exceed \$39,352.00 for the additional project work associated with Change Order No. 10 from the project construction contingency fund for the additional project work; authorizing the President/Chief Executive Officer to execute Change Order No. 10 with Cajun Constructors, Inc., and to pay Cajun Constructors, Inc., an amount not to exceed \$39,352.00 for the project work. Total expenditures are: \$39,352.00.
(JANELLE OKORIE –CALVIN FINCH)
21. A Resolution approving Recapitulation Change Order No. 3 resulting in a decrease to the contract cost in an amount not to exceed \$213,350.00 for the construction contract with Greystar EIG, LP, in connection with the Aquifer Storage and Recovery Integration Program Phase II, Randolph and Seale Pump Station Improvements Project; further amending Resolution No. 05-320, as previously amended by Resolution No. 08-011 by approving the return of funds in an amount not to exceed \$213,350.00 to the Project Fund plus construction contingency funds in the amount of \$88,196.00 for a total returned amount of \$301,546.00; authorizing the President/Chief Executive Officer to execute Recapitulation Change Order No. 3, to

return funds in an amount not to exceed \$301,546.00 to the Project Fund, and to close the contract with Greystar EIG, LP. Total decreased amount is: \$301,546.00.
(JANELLE OKORIE – CALVIN FINCH)

Professional Services

22. A Resolution ratifying the actions of the President/Chief Executive Officer in approving additional construction phase engineering services to the existing professional services agreement with Civil Engineering Consultants, Inc., further amending Resolution No. 03-198, as previously amended by Resolution Nos. 03-383, 05-126 and 05-320, to provide for additional construction phase engineering services to the existing professional services agreement with Civil Engineering Consultants, Inc., in an amount not to exceed \$88,825.00 for additional construction phase engineering services in connection with the Aquifer Storage and Recovery Program Phase II, Pipeline Segment VI Project and the Randolph and Seale Pump Station Improvements Project; approving additional expenditures in an amount not to exceed \$88,825.00; approving the expenditure of funds in an amount not to exceed \$88,825.00 from the System's Project Fund for additional construction phase engineering services; authorizing the President/Chief Executive Officer to execute an Amendment to the existing professional services agreement with Civil Engineering Consultants, Inc., and to pay Civil Engineering Consultants, Inc., an additional amount not to exceed \$88,825.00 for additional construction phase engineering services. Total expenditures are: \$88,825.00.
JANELLE OKORIE – CALVIN FINCH)

MISCELLANEOUS PROJECTS

23. A Resolution ratifying the action of the Vice- President of Facilities Engineering & Construction in approving Recapitulation Change Order No. 13 in the decreased amount of \$200,493.21 to the construction contract with Lambda Construction I, Ltd., in connection with the construction of the Dos Rios Water Recycling Center Digester Rehabilitation and Modifications Project, Phases 3 and 4; returning the amount of \$200,493.21 and the construction contingency balance of \$32,225.99 for a total amount of \$232,719.20 to the System's Project Fund; authorizing the President/Chief Executive Officer to execute Recapitulation Change Order No. 13 and close the contract with Lambda Construction I, Ltd. Total decreased amount is: \$200,493.21 and the construction contingency balance of \$32,225.99 for a total amount of \$232,719.20.
(KELLEY NEUMANN –ASHOK KAJI)

Professional Services

- (WBE) 24. A Resolution accepting the proposal of Harutunian Engineering, Inc., in the amount of \$125,000.00 for the 2008 Electrical Engineering Design Services Contract I in connection with various Capital Improvement Program Projects; awarding a professional services contract to Harutunian Engineering, Inc., in an amount not to exceed \$125,000.00 in connection with these projects; authorizing the expenditure of funds in an amount not to exceed \$125,000.00 for the 2008 Electrical Engineering Design Services Contract I from the System's Project Fund for these Capital Improvement Program Projects; authorizing the President/Chief Executive Officer to execute a professional services contract with Harutunian Engineering, Inc., and to pay an amount not to exceed \$125,000.00 to Harutunian Engineering, Inc., for the 2008 Electrical Engineering Design Services Contract I for these capital improvement projects. Total expenditures are: \$125,000.00. (KELLEY NEUMANN –ASHOK KAJI)
- (MBE) 25. A Resolution accepting the proposal of Joshua Engineering Group, Inc., in the amount of \$125,000.00 for the 2008 Electrical Engineering Design Services Contract II in

connection with various Capital Improvement Program Projects; awarding a professional services contract to Joshua Engineering Group, Inc., in an amount not to exceed \$125,000.00 in connection with these projects; authorizing the expenditure of funds in an amount not to exceed \$125,000.00 for the 2008 Electrical Engineering Design Services Contract II from the System's Project Fund for these Capital Improvement Program Projects; authorizing the President/Chief Executive Officer to execute a professional services contract with Joshua Engineering Group, Inc., and to pay an amount not to exceed \$125,000.00 to Joshua Engineering Group, Inc., for the 2008 Electrical Engineering Design Services Contract II for these Capital Improvement Projects. Total expenditures are: \$125,000.00. (KELLEY NEUMANN –ASHOK KAJI)

EASEMENTS AND REAL PROPERTY

26. A Resolution approving the renewal of a Five-Year Lease Agreement between the San Antonio Water System and FL Lone Oak, LLC for the lease of 5,800 square feet of office space at the Lone Oak Shopping Center for the Eastside Customer Service Center–Lone Oak at 915 South W. W, White Road in San Antonio, Texas, for an amount not to exceed \$566,540.00; authorizing the expenditure from the System Fund for expenditures made in Fiscal Year 2008 in an amount not to exceed \$113,308.00; authorizing the expenditure of funds for subsequent Fiscal Years pursuant to and contingent upon the Board's approval of the budgets for the subsequent Fiscal Years with a line item for such expenditures; approving a total amount not to exceed \$516,200.00 for rent for the Five Year Lease Agreement extension plus an amount not to exceed \$50,340.00 for the System's prorata share of the tax rent, insurance fee and common area maintenance fee expenses for the Five-Year Lease Agreement; authorizing the President/Chief Executive Officer or his designated representative to execute the First Amendment to the Shopping Center Lease Agreement with FL Lone Oak, LLC for the lease of 5,800 square feet of office space at the Lone Oak Shopping Center for the Eastside Customer Service Center–Lone Oak at 915 South W. W, White Road in San Antonio, Texas and to pay the total amount not to exceed \$566,540.00 during the Five-Year Lease Agreement to the FL Lone Oak, LLC for said lease; authorizing the President/Chief Executive Officer or his designated representative to negotiate and execute all documents required to effect the extension of the term of the Lease. Total amount returned: \$566,539.80.
(MIKE BRINKMANN – BRUCE HABY)

WATER RESOURCES ITEMS

- (MBE) 27. A Resolution amending Resolution No. 06-314 to provide for an additional professional services contract with Rene de la Garza in an amount not to exceed \$84,175.00 in connection with the Regional Carrizo Groundwater Leasing Services; approving additional expenditures for a total authorization an amount not to exceed \$84,175.00 from the System's Project Fund for additional professional services; authorizing the President/Chief Executive Officer to execute a contract amendment to the existing professional services contract with Rene de la Garza and to pay Rene de la Garza an amount not to exceed \$84,175.00 for the leasing services. Total expenditures are: \$84,175.00. (JANELLE OKORIE – CALVIN FINCH)
28. A Resolution approving a Water Sales Agreement between the San Antonio Water System and Laverne Davis, providing for the sale of 93.732 acre-feet of water out of 93.732 surface acres from Gonzales County for the Gonzales Water Supply Project at a cost of \$62.50 per acre-foot plus an escalator comprised of the average of the Producers Price Index and the Consumers Price Index from the previous year as well as a right of

first refusal for the purchase of 93.732 surface acres; approving the expenditure of funds for the System's obligation under the Water Sales Agreement from the Water Supply Fee Revenues of the Project Fund; approving the payment of \$9,373.20 to Laverne Davis, and \$3,500.00 in closing costs; authorizing the President/Chief Executive Officer to execute the Water Sales Agreement with Laverne Davis, and to pay the required amounts in succeeding years in accordance with the terms of the Water Sales Agreement for the duration of the Water Sales Agreement and take such steps necessary to implement the Water Sales Agreement. Total expenditures are: \$9,373.20, and \$3,500.00 in closing costs. (JANELLE OKORIE – CALVIN FINCH)

FINANCIAL ITEMS

29. A Resolution requesting the City Council of San Antonio to approve an Ordinance to adopt an Amendment to the Standby Bond Purchase Agreement relating to the City of San Antonio, Texas Water System Subordinate Lien Revenue And Refunding Bonds, Series 2003-A and 2003-B; and other matters in connection therewith. (DOUG EVANSON)
30. A Resolution by requesting that certain of the City of San Antonio, Texas Water System Revenue and Refunding Bonds, Series 2001 and City Of San Antonio, Texas Water System Revenue Bonds, Series 2002-A be redeemed and defeased; and other matters in connection therewith. (DOUG EVANSON)

HUMAN RESOURCES ITEMS

31. A Resolution accepting the proposal of and awarding a contract to Spherion Professional Services for temporary employee services in an amount not to exceed \$112,000.00 from March 1, 2008, through December 31, 2008; authorizing the expenditures in the amount not to exceed \$112,000.00 from the System Fund for the temporary employee services; authorizing the President/Chief Executive Officer to execute a contract with Spherion Professional Services and to pay Spherion Professional Services an amount not to exceed \$112,000.00 for temporary employee services March 1, 2008, through December 31, 2008. Total expenditures are: \$112,000.00. (JERRY BAILEY – NEIRA WHITE)
32. A Resolution approving the second year option to renew a contract with Alamo City Medical Group in an amount not to exceed \$219,000.00 for the System's medical services and treatment provided from January 1, 2008 through December 31, 2008; authorizing additional funds in the amount of \$219,000.00 from the System Fund to Alamo City Medical Group for the System's medical services and treatment provided from January 1, 2008 through December 31, 2008; authorizing the President/Chief Executive Officer to execute the second year option to renew a contract with Alamo City Medical Group in an amount not to exceed \$219,000.00 and to pay Alamo City Medical Group the amount of \$219,000.00 for the System's medical services and treatment provided from January 1, 2008 through December 31, 2008. Total expenditures are: \$219,000.00. (JERRY BAILEY – NEIRA WHITE)

INFORMATION SYSTEMS ITEMS

33. A Resolution approving the renewal of an Agreement with Bentley Systems, Incorporated in an amount not to exceed \$63,646.00 for the Select Program to provide software licensing and related services for the period March 27, 2008 through March 26, 2009; authorizing a one time expenditure from the System Fund in an amount not to exceed \$63,646.00 to Bentley Systems, Incorporated for the Select Program; authorizing

the President/Chief Executive Officer to execute the renewal of an Agreement with Bentley Systems, Incorporated and authorizing the President/Chief Executive Officer or his designee to pay Bentley Systems, Incorporated an amount not to exceed \$63,646.00 for software licensing and related products for the period March 27, 2008 through March 26, 2009. Total expenditures are: \$63,646.00.
(STACEY ISENBERG – JOE SAMPLES)

ITEMS FOR INDIVIDUAL CONSIDERATION

MISCELLANEOUS ITEMS

34. A Resolution authorizing the Board or its designated representative to negotiate and execute a professional services contract with Robert Puenta to serve as a consultant to the System for issues related to regional water projects, including but not limited to, legal and legislative analysis and elected official and community outreach; remuneration to be consistent with other current System' legislative consultant agreements and for a term to begin upon the execution of the Agreement and extending through December 31, 2009, with an option to extend the Agreement for an additional one year period thereafter; authorizing the expenditure of funds for that purpose; authorizing the Chairman of the Board or his designated representative to execute the contract. (DOUG LEONHARD, VICE CHAIRMAN)

CAPITAL IMPROVEMENT CONTRACTS

REPLACEMENT PROJECTS

Governmental Relocations and Replacements

35. A Resolution approving the expenditure of funds in the amount of \$1,546,637.00 for the replacement and adjustment of wastewater facilities by the City of San Antonio in connection with the Zarzamora Drainage No. 83A Project; approving construction contingency expenses related to the project work in an amount not to exceed \$155,363.00; approving an amount not to exceed \$1,702,000.00 be made available and expended from the System's Project Fund for the sewer project work and related construction contingencies; authorizing the President/Chief Executive Officer to pay to the City of San Antonio an amount not to exceed \$1,702,000.00 for the project work and related construction contingencies. Located in Council District 4. Total expenditures are: \$1,702,000.00. (KELLEY NEUMANN – CINDY KOVACIC)
36. A Resolution approving the expenditure of funds in the amount of \$1,146,212.50 for the replacement and adjustment of water and wastewater facilities by the City of San Antonio in connection with the Council District (CD) 6 Access & Mobility (A&M) Package No. 1 Project; approving construction contingency expenses related to the project work in an amount not to exceed \$115,787.50; approving an amount not to exceed \$598,000.00 be made available and expended from the System's Project Fund for the water project work and related construction contingencies; approving an amount not to exceed \$664,000.00 be made available and expended from the System's Project Fund for the sewer project work and related construction contingencies; authorizing the President/Chief Executive Officer to pay to the City of San Antonio an amount not to exceed \$1,262,000.00 for the project work and related construction contingencies. Located in Council District 6. Total expenditures are: 1,262,000.00.
(KELLEY NEUMANN – CINDY KOVACIC)

37. A Resolution approving the expenditure of funds in the amount of \$2,431,442.33 for the adjustment of water and wastewater facilities by Bexar County in connection with the F.M. 3487 (Culebra Road): Loop 410 to F.M. 471 (Grissom) Project; approving construction contingency expenses related to the project work in an amount not to exceed \$48,628.85; approving an amount not to exceed \$2,371,814.52 be made available and expended from the System's Project Fund for the water project work and related construction contingencies; approving an amount not to exceed \$108,256.66 be made available and expended from the System's Project Fund for the sewer project work and related construction contingencies; authorizing the President/Chief Executive Officer to execute the Interlocal Agreement and to pay in advance to Bexar County a total amount not to exceed \$2,480,071.18 for the project work and related construction contingencies. Total expenditures are: \$2,480,071.18. (KELLEY NEUMANN – CINDY KOVACIC)

MISCELLANEOUS PROJECTS

38. A Resolution accepting the bid of Lambda Construction I, Ltd., in the amount of \$6,273,750.00 for the construction of the Water Recycling Centers Disinfection System Upgrade Project; awarding a construction contract in the amount of \$6,273,750.00 to Lambda Construction I, Ltd., for the project work; authorizing the expenditure of funds in an amount not to exceed \$6,273,750.00 for the project work; authorizing construction contingency expenses in an amount not to exceed \$125,000.00 in connection with the project work; authorizing total expenditures in an amount not to exceed \$6,398,750.00 from the System's Project Fund for the project work and construction contingency expenses; authorizing the President/Chief Executive Officer to execute a contract with Lambda Construction I, Ltd., and to pay Lambda Construction I, Ltd., the amount of \$6,273,750.00 for the project work. Total expenditures are: \$6,273,750.00. (KELLEY NEUMANN – ASHOK KAJI)
39. A Resolution accepting the bid of and awarding a contract in the amount of \$3,115,300.00 to Turblex, Inc., for the procurement of four centrifugal blowers in connection with the Leon Creek Water Recycling Center Improvements Project; authorizing the expenditure of funds in the amount of \$3,115,300.00 from the System's Project Fund for the procurement of four centrifugal blowers; authorizing the President/Chief Executive Officer to execute an equipment contract with Turblex, Inc., for the procurement of four centrifugal blowers; authorizing the President/Chief Executive Officer to execute an assignment with Turblex, Inc., which will substitute a general contractor for the System in the Equipment Contract for four centrifugal blowers; authorizing the President Chief Executive Officer to pay to Turblex, Inc., the sum of \$3,115,300.00 for the procurement of four centrifugal blowers. Total expenditures are: \$3,115,300.00. (KELLEY NEUMANN – ASHOK KAJI)
40. A Resolution accepting the Guaranteed Maximum Price proposal of Garney Companies, Inc.; authorizing an Amendment for additional appropriation for the existing Construction Manager At Risk Contract with Garney Companies, Inc., for additional funds in an amount not to exceed \$5,503,063.00; further appropriating \$110,000.00 for allowance for the San Antonio Water System's requested additional work and appropriating \$50,000.00 for the early completion bonus as per contract; amending Resolution No. 08-018 by approving additional expenditures in an amount not to exceed \$5,663,063.00 from the System's Project Fund for the construction work for the Market Street Pump Station Improvements Project; authorizing the President/Chief Executive Officer or his designee to execute all documents necessary to effect the acceptance of the Guaranteed Maximum Price proposal and to pay an additional amount not to exceed \$5,503,063.00 to Garney Companies, Inc., for the Market Street Pump Station

**Improvements Project. Total expenditures are: \$5,663,063.00.
(KELLEY NEUMANN – ASHOK KAJI)**

41. **A Resolution approving an option for a contract renewal by authorizing additional expenditures of \$1,455,837.50 to H.L. Zumwalt Construction Inc., in connection with the Annual 2007 Asphalt Overlay Work Order Construction Contract Project; approving the expenditure of funds in the amount of \$1,455,837.50 from the System’s Project Fund for the contract renewal in connection with the project work; authorizing the President/Chief Executive Officer or his designated representative, to execute a contract renewal with H.L. Zumwalt Inc., and to pay H.L. Zumwalt Inc., the amount of \$1,455,837.50, for the project work. (VAL RUIZ – GORDON MAHAN)**

EASEMENTS AND REAL PROPERTY

Water Resources Items

42. **A Resolution approving the Purchase Agreement with Zacatecas, Ltd., in the amount of \$1,891,868.40 for the acquisition, by the City of San Antonio for the use and benefit of the San Antonio Water System, of a 233.564 acre tract of land south of Loop 1604 and west of Trumbo Road, in the southwest quadrant of Bexar County, Texas for the development of a reverse osmosis treatment plant associated with the Brackish Groundwater Desalination Project; authorizing the acquisition of the property in accordance with the terms of the Purchase Agreement; authorizing the expenditure of funds from the System’s Project Fund in the amount not to exceed \$1,909,368.40 for the property and associated closing costs; authorizing the President/Chief Executive Officer or his designated representative to execute all documents necessary to effectuate the acquisition of the property and perform all duties of the buyer under said purchase agreement, and to pay a total amount not to exceed \$1,909,368.40 for the acquisition of the property, and associated closing costs to Zacatecas, Ltd., and Alamo Title Company. Total expenditures are: \$1,909,368.40. (JANELLE OKORIE – CALVIN FINCH)**

WATER RESOURCES ITEMS

43. **A Resolution determining that the Design Build Delivery Method provides the best value for the design and construction of various components of the Brackish Groundwater Desalination Program, formally finding and determining that the Design Build Delivery Method is appropriate for the projects; authorizing the President/Chief Executive Officer and/or his designated representatives to utilize the Design Build Delivery Method in connection with the Project on those components that he determines to be in the best interest of the Water System. (JANELLE OKORIE)**

HUMAN RESOURCES ITEMS

44. **A Resolution authorizing the approval of the 2008 SAWS Incentive Program and allocating funds in the amount of \$1.7 million; further authorizing the expenditure of these funds to be contingent upon savings realized from normalized operating expenses related to successfully achieving organizational performance goals. Total expenditures are: \$1,700,000.00. (JERRY BAILEY – DOUG EVANSON)**
45. **A Resolution authorizing the approval of the 2008-2009 Performance Pay Enhancement Plan and allocating funds in an amount not to exceed \$133,737.00 for 2007 performance to be effective in 2008, utilizing funds approved within the 2008 annual adopted budget and an amount not to exceed \$133,737.00 in 2008 to be effective in 2009 pursuant to and contingent upon Board approval of the 2009 budget with a line item for such**

expenditures for a total estimated cost not to exceed \$267,474.00 over a two-year period from 2008 to 2009; authorizing the President/Chief Executive Officer to initiate the 2008 Performance Pay Enhancement Plan. Total expenditures are: \$267,474.00 over a two-year period from 2008 to 2009. (JERRY BAILEY – DOUG EVANSON)

46. BRIEFING SESSION.

A. Briefing and deliberation regarding the Service Center Facility Plan Project.
(STACEY ISENBERG – JESSE GUERRA)

47. Chairman of the Board's Initiative.

48. President/Chief Executive Officer's Report.

49. Inquiries.

50. The Regular Session of the March 4, 2008, Regular Board Meeting is hereby recessed to hold an Executive Session and discuss the matters listed below pursuant to Sections 551.071, 551.072, 551.073, and 551.074 of the Texas Open Meetings Act.

51. EXECUTIVE SESSION.

A. Consultation with attorneys and deliberation regarding the appointment, employment, reassignment, duties, discipline, or dismissal of a public officer or employee. (FRANK STENGER-CASTRO – BILL CROW)

B. Consultation with attorneys and deliberation regarding legal issues related to the Applications to the Gonzales County Underground Water Conservation District for Drilling, Production, and Transportation Permits associated with the Regional Carrizo Water Supply Program. (FRANK STENGER-CASTRO - STEVE KOSUB)

C. Consultation with attorneys and deliberation regarding potential litigation relating to matters in connection with wastewater permit compliance issues. (FRANK STENGER-CASTRO – JOE COLE)

D. Consultation with attorneys for the San Antonio Water System and its Board of Trustees, and consideration of matters in which the duty of the attorney to the San Antonio Water System and its Board of Trustees under the Texas Disciplinary Rules of Professional Conduct of the State Bar of Texas clearly conflicts with the provisions of the Texas Open Meetings Act. (FRANK STENGER-CASTRO)

52. The Regular Session of the Regular Board Meeting of March 4, 2008, is hereby reconvened.

53. Adjournment.

THE SAN ANTONIO WATER SYSTEM BOARD OF TRUSTEES MEETING OF MARCH 4, 2008, IS HEREBY ADJOURNED.