

AGENDA
MEETING OF THE
SAN ANTONIO WATER SYSTEM
BOARD OF TRUSTEES
Tuesday, August 7, 2007, 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 July 10, 2007.**
- 4. Ceremonial Items.**
 - A. Recognition of the students and interns involved in SAWS related coursework as part of the PREP Program at the University of Texas at San Antonio. (JERRY BAILEY)**
- 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 – 34

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: (VICK GARMON)**
- A. Award of Contracts for the Purchase of Materials, Equipment and Services.**
- 1. Acceptance of the bid of Walker Process Equipment, Division of McNish Corp., to provide: one each – Heat Exchanger, Bid No. 07-7029, for a total of \$49,205.00. (Purchase of one Walker Process Equipment “HEATX” Type E Heat Exchanger to be used for heating digester sludge at the Dos Rios Water Recycling Center. Installation will be performed by SAWS employees.)**
 - 2. Acceptance of the bid of Sigma Solutions, Inc., to provide: Midrange Storage and Archiving Solution, Bid No. 07-7024A, for a total of \$231,574.74. (Purchase, installation and configuration of an enterprise-class midrange storage array solution that will seamlessly integrate into the existing Storage Area Network infrastructure to facilitate the installation and operation of data archiving and retention solutions.)**
 - 3. Acceptance of the bid of Stewart & Stevenson, LLC. to provide: 135 KW Generator and Automatic Transfer Switch (ATS) , Bid No. 07-7032, for a total of \$36,300.00. (Purchase of a 135 KW Generator and Automatic Transfer Switch to be used as an emergency power source at the Dominion Pump Station. The system shall include a two year comprehensive warranty.)**
 - 4. Acceptance of the bid of Green Mountain Equipment Rental to provide: Six Each – Tractor, Two Wheel Drive with Rops/Fops Canopy, Front Mounted Bucket and Rear Mounted Extendible Backhoe (Platform Type), Bid No. 07-7034, for a total of \$281,694.00. (This equipment is part of the vehicle and equipment replacement program and will be assigned to various SAWS locations.)**
- B. Award of Annual Service and Supply Contracts. Estimated annual purchases are based on unit prices bid. Actual totals may vary from estimate.**
- WBE**
- 1. Acceptance of the bid of Alamo Iron Works, to provide: General Digging Tools & Ladders, Bid No. 07-2070, for a total of \$31,455.50. (This contract will be utilized for the purchase of general hardware items on an as needed basis. This contract will be effective Date of Award [August 70, 2007] through September 30, 2008.)**
 - 2. Acceptance of the bid of Act Pipe & Supply Co., to provide: Standard/Wide Range Repair Clamps and Couplings, Bid No. 07-0019, for a total of \$600,000.00. (This contract will be utilized for the purchase of Repair Clamps, tap clamps and couplings on an as needed basis for water pipe line**

repairs. This contract will be effective Date of Award [August 7, 2007] through September 30, 2008.)

3. Acceptance of the bid of HD Supply Waterworks to provide: Standard/Wide Range Repair Clamps and Couplings, Bid No. 07-0019, for a total of \$210,000.00. (This contract will be utilized for the purchase of Repair Clamps, tap clamps and couplings on an as needed basis for water pipe line repairs. This contract will be effective Date of Award [August 7, 2007] through September 30, 2008.)
4. Acceptance of the bid of Municipal Water Works Supply to provide: Standard/Wide Range Repair Clamps and Couplings, Bid No. 07-0019, for a total of \$1,100,000.00. (This contract will be utilized for the purchase of Repair Clamps, tap clamps and couplings on an as needed basis for water pipe line repairs. This contract will be effective Date of Award [August 7, 2007] through September 30, 2008.)
5. Acceptance of the bid of San Antonio Armature Works to provide: Submersible Sump Pump Repairs, Bid No. 05-5053, for a total of \$100,000.00. (This contract will be utilized for the rebuilding or repairing of electric submersible/sump pumps. This contract will be effective October 1, 2007 through June 30, 2008.)
6. Acceptance of the bid of Southwest Wheel Co., to provide: Target Tech Warning Light Parts and Accessories, Bid No. 05-0120, for a total of \$25,000.00. (This contract will be utilized for the purchase of strobe light parts and target tech accessories such as rechargeable battery packs, battery chargers and switch evacuator alarms, etc. This contract will be effective October 1, 2007] through September 30, 2008.)
7. Acceptance of the bid of Santex International Trucks to provide: Navistar International & Crane Carrier Corporation Truck Parts and Service, Bid No. 04-0382, for a total of \$130,000.00. (This contract will be utilized for the purchase of Navistar International & Crane Carrier Corporation Truck Parts and Service. This contract will be effective October 1, 2007]through September 30, 2008.)
8. Acceptance of the bid of Royal Matthiessen to provide: Weed Cutters, Pumps, Concrete Saws, Vibratory Plates, Tampers, Small Engines, Chain and Pipe Saws Parts and Service, Bid No. 06-0306, for a total of \$25,000.00. (This contract will be utilized for the purchase of Weed Cutters, Pumps, Concrete Saws, Vibratory Plates, Tampers, Small Engines, Chain and Pipe Saws Parts and Service. This contract will be effective October 1, 2007 through September 30, 2008.)
9. Acceptance of the bid of Motion Industries to provide: Industrial V Belts, Bid No. 07-0019, for a total of \$30,000.00. (This contract will be utilized for the purchase of Industrial V Belts used on various types of equipment such as sludge pumps, compressors, mixers and lawnmowers, etc. This contract will be effective October 1, 2007 through September 30, 2008.)
10. Acceptance of the bid of Matera Paper Co., Inc., to provide: Trash can liners, Bid No. 05-6035, for a total of \$25,000.00. (This contract will be utilized by SAWS crews and janitors to maintain and supply work areas,

bathrooms, etc. This contract will be effective Date of Award [August 7, 2007] 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. (KELLEY NEUMANN – SAM MILLS)

No.	Tract Name	Developer Name	Acreage	Water EDUs	WW EDUs	No.
1	Alpin Cove	Real Estate Properties Investments, Inc.	4.02	8	8	1
2	Bandera 1604 Tract	Talley Ho Development, Ltd.	86.13	1,076	1,076	2
3	Capital Foresight at Stone Oak	Capital Foresight, LTD	3.5	42	28	3
4	Diamond T Ranch	Champion's Equestrian Center of SA, L.P.	30.63	0	75	4
5	Hausman Townhomes	William L. Hoover	8.36	68	68	5
6	Potranco West High School	Northside ISD	85	135	35	6
7	Promenade	Laredo Chase Hill, Ltd.	11.57	159	123	7
8	Starr Business Park	Guerra & Reyna Investments, LP	4.98	16	4	8
9	Stor Blanco	Hixon Properties, Inc.	10.80	3	2	9
10	Swain Tract	J Allen Family Partners	106	465	450	10
11	Texas Roadhouse	Texas Roadhouse	2.02	0	30	11
Totals			<u>354</u>	<u>1,972</u>	<u>1,899</u>	
Year-to-Date Totals (January-August 2007)			<u>12,248</u>	<u>24,763</u>	<u>31,546</u>	

9. **A Resolution ratifying the actions of the Vice-President of Facilities Engineering and Construction in approving Change Order No. 1 resulting in an increase of the project cost of \$51,586.00 to Big State Excavation, Inc.; amending Resolution No. 06-252 by approving the expenditure of additional funds in the amount of \$38,689.50 for the additional project work; approving an amount not to exceed \$38,689.50 from the System's 2007 Capital Improvements Plan Oversize Project Fund; authorizing the President/Chief Executive Officer to execute Change Order No. 1 resulting in a developer funded increase of project cost of \$51,586.00 for the additional project work, and pay Big State Excavation, Inc., an amount not to exceed \$38,689.50 in connection with the Sunset Station 12-Inch, 24-Inch Oversize (12-Inch Required) and 30-Inch Oversize (12-Inch Required) Approach Water Main Project. (KELLEY NEUMANN – SAM MILLS)**

10. **A Resolution approving the Settlement and Release Agreement and Final Recapitulation Change Order No. 3 in the decreased amount of \$4,928.36 to the construction contract with KGME, Inc., in connection with the Boerne Stage Road Participation Group – Sanitary Sewer Extension Project; authorizing the return of funds in the amount of \$4,928.36 to the Project Fund; authorizing the President/Chief Executive Officer to execute the Settlement and Release Agreement and Final Recapitulation Change Order No. 3 and to close the contract. Total decrease to the contract cost is: \$4,928.36. (KELLEY NEUMANN – SAM MILLS)**

11. **A Resolution accepting the bid of SACC, Inc., in the amount of \$733,086.98 for the construction of the 24-inch water main in connection with the Silver Oaks 24-Inch Oversize Approach and 24-Inch Oversize Border Water Main Project; awarding a construction contract to SACC, Inc., for the project work; authorizing the expenditure of System funds in the amount of \$448,033.44 for the System's proportionate share of the project work and engineering design fees; authorizing the System's proportionate share of the construction contingency expenses in an amount not to exceed \$14,661.74 in connection with the project work; authorizing a total amount not to exceed \$462,695.18 from the System's 2007 Capital Improvements Plan Oversize Project Fund for the System's proportionate share of the project work, engineering fees, and construction contingency expenses related to the project work; authorizing the President/Chief Executive Officer to execute a contract with Centex Homes, and SACC, Inc., and provide payment in an amount not to exceed \$462,695.18 to SACC, Inc., in care of Centex Homes, for the System's proportionate share of the cost to oversize the proposed water mains. The System's proportionate share of the cost to oversize the proposed water mains: \$462,695.18. (KELLEY NEUMANN – SAM MILLS)**

12. **A Resolution accepting the bid of Pipelayers, Inc., in the amount of \$1,455,280.00 for the construction of the 16-inch water main in connection with the Sundance Ranch 16-Inch Approach and 16-Inch Border Water Main Project; awarding a construction contract to Pipelayers, Inc., for the project work; authorizing the expenditure of System funds in the amount of \$700,353.50 for the System's proportionate share of the project work and engineering design fees; authorizing the System's proportionate share of the construction contingency expenses in an amount not to exceed \$29,105.60 in connection with the project work; authorizing a total amount not to exceed \$729,459.10 from System's 2007 Capital Improvements Plan Oversize Project Fund for the System's proportionate share of the project work, engineering fees, and construction contingency expenses related to the project work; authorizing the President/Chief Executive Officer to execute a contract with Post River Sundance Ranch, L.P., and Pipelayers, Inc., and provide payment in an amount not to exceed \$729,459.10 to Pipelayers, Inc., in care of Post River Sundance Ranch, L.P., for the System's proportionate share of the cost to**

oversize the proposed water main. The System's proportionate share of the cost to oversize the proposed water mains: \$729,459.10.

(KELLEY NEUMANN – SAM MILLS)

13. A Resolution approving a partial reimbursement in the amount of \$1,626.50 to F.C. Properties One Ltd., for the Stone Oak On-Site Oversize Improvements as required by the Third Addendum to the Mud Creek Participation Agreement, pursuant to City of San Antonio Ordinance No. 71800; authorizing the expenditure of \$1,626.50 from the System Fund Service Recovery Account within the System Fund Renewal And Replacement Fund for such reimbursement; authorizing the President/Chief Executive Officer to pay such partial reimbursement in the amount of \$1,626.50 to F.C. Properties One Ltd., for the Stone Oak One On-Site Oversize Improvements. Total expenditures are: \$1,626.50. (KELLEY NEUMANN – SAM MILLS)

Professional Services

14. A Resolution approving Contract Amendment No. 1 in the amount of \$15,720.00 in connection with the Kelly USA Pressure Zone (PZ) 4 Improvements Project; amending Resolution No. 07-003 by approving additional expenditures in an amount not to exceed \$15,720.00 for additional engineering services by Lockwood, Andrews & Newnam, Inc., in connection with the Kelly USA Pressure Zone (PZ) 4 Improvements Project; approving that an amount not to exceed \$15,720.00 be made available and expended from the System's Project Fund for the water related additional engineering services; authorizing the President/Chief Executive Officer to execute Contract Amendment No. 1 and to pay Lockwood, Andrews & Newnam, Inc., an additional amount not to exceed \$15,720.00 for the construction phase engineering services in connection with the project. Total expenditures are: \$15,720.00. (KELLEY NEUMANN – CINDY KOVACIC)

REPLACEMENT PROJECTS

Governmental Relocations and Replacements

15. A Resolution amending Resolution No. 07-068 by approving the expenditure of additional funds in an amount not to exceed \$215,000.00 payable to the City of San Antonio for additional construction contingency expenses in connection with the Main Plaza Redevelopment Phase I Project; approving an additional amount not to exceed \$215,000.00 be made available and expended from the System's Project Fund for the additional construction contingency expenses; ratifying the actions of the Vice-President of Facilities Engineering and Construction in approving Change Order No. 1 in the amount of \$195,646.06; authorizing the President/Chief Executive Officer to pay the City of San Antonio an additional amount not to exceed \$215,000.00 for the additional project work and additional construction contingency expenses. Located in Council District No. 1. Total expenditures are: \$215,000.00. (KELLEY NEUMANN – CINDY KOVACIC)
16. A Resolution amending Resolution No. 06-183, as previously amended by Resolution No. 06-224, by approving the expenditure of additional funds in an amount not to exceed \$277,572.36 payable to the Texas Department of Transportation for additional construction contingency expenses in connection with the F.M. 1535 (N.W. Military Highway): Braesview Drive to Huebner Road Project; approving an additional amount not to exceed \$277,572.36 be made available and expended from the System's Project Fund for the additional construction contingency expenses; ratifying the actions of the Vice-President of Facilities Engineering and Construction in approving

**Change Order No. 1 in the amount of \$277,572.36; authorizing the President/Chief Executive Officer to pay to the Texas Department of Transportation an additional amount not to exceed \$277,572.36 for the additional project work and additional construction contingency expenses. Total expenditures are: \$277,572.36.
(KELLEY NEUMANN – CINDY KOVACIC)**

- 17. A Resolution; approving the expenditure of funds in the amount of \$326,600.00 for the adjustment of water and sewer facilities by Bexar County in connection with the Shaenfield Road: Loop 1604 to F.M. 1560 Project; approving construction contingency expenses related to the project work in an amount not to exceed \$33,400.00; approving an amount not to exceed \$115,000.00 be made available and expended from the System's Project Fund for the sewer project work and related construction contingencies; approving an amount not to exceed \$245,000.00 be made available and expended from the System's Project Fund for the water project work and related construction contingencies; authorizing the President/Chief Executive Officer to execute an Interlocal Agreement and to pay in advance to Bexar County a total amount not to exceed \$360,000.00 for the project work and related construction contingencies. Total expenditures are: \$360,000.00.
(KELLEY NEUMANN – CINDY KOVACIC)**

WATER RESOURCES PROJECTS

- 18. A Resolution approving Change Order No. 6 resulting in a decrease to the contract cost in an amount not to exceed \$26,686.00 for the construction contract with Cajun Constructors, Inc., in connection with the Aquifer Storage and Recovery Program, Phase II Water Treatment Plant Project; authorizing the return of contract funds in an amount not to exceed \$26,686.00 for the additional project work associated with Change Order No. 6 to the project construction contingency fund for the additional project work; authorizing the President/Chief Executive Officer to execute Change Order No. 6 with Cajun Constructors, Inc., and to reduce contract funds owed to Cajun Constructors, Inc., by an amount not to exceed \$26,686.00 for the project work. Total decrease to the contract cost is: \$26,686.00. (JANELLE OKORIE – CALVIN FINCH)**
- 19. A Resolution approving Recapitulation Change Order No. 1 resulting in a decrease to the contract cost in an amount not to exceed \$29,922.00 and a decrease in the contract contingency cost of \$6,978.00 with Davenport Drilling & Pump Services, in connection with the West Bexar County Monitor Well Drilling Project Contract; further amending Resolution No. 06-369, by approving the return of funds totaling the amount of \$29,922.00 to the Project Fund and the return of funds totaling the amount of \$6,978.00 to the construction contingency fund; authorizing the President/Chief Executive Officer to execute Recapitulation Change Order No. 1, to return funds in the amount of \$29,922.00 to the Project Fund, to return funds in the amount of \$6,978.00 to the construction contingency fund, and to close the contract. Total decrease in funds is: \$29,922.00 to the Project Fund and \$6,978.00 to the construction contingency fund.
(JANELLE OKORIE – CALVIN FINCH)**

MISCELLANEOUS PROJECTS

- 20. A Resolution approving Recapitulation Change Order No. 1 in the decreased amount of \$48,800.00 to the construction contract with Utility Service Company, in connection with the 2005 Water Production Facility Painting and Rehabilitation Project-Package 2; returning the amount of \$48,800.00 and the construction contingency balance of \$15,400.00 for a total amount of \$64,200.00 to the System's Project Fund; authorizing the President/Chief Executive Officer to execute Recapitulation Change Order No. 1 and**

close the contract with Utility Service Company. Total decreased amount is: \$64,200.00. (KELLEY NEUMANN –ASHOK KAJI)

21. A Resolution renewing a contract with Emerson Process Management Power & Water Solutions, in an amount not to exceed \$49,216.00 for telephone support, internet information access, remote diagnostics and operational support for the Westinghouse Distributed Control System at the Dos Rios and Leon Creek Water Recycling Centers; authorizing the expenditure of funds in an amount not to exceed \$49,216.00 from the System Fund for telephone support, internet information access, remote diagnostics and operational support for the Westinghouse Distributed Control System at the Dos Rios And Leon Creek Water Centers; authorizing the President/Chief Executive Officer to execute the renewal of a contract with Emerson Process Management Power & Water Solutions and to pay Emerson Process Management Power & Water Solutions an amount not to exceed \$49,216.00 for a contract for telephone support, internet information access, remote diagnostics and operations support for the Westinghouse Distributed Control System at the Dos Rios and Leon Creek Water Recycling Centers. Total expenditures are: \$49,216.00. (STEVE CLOUSE – TONY ALVAREZ)

Professional Services

22. A Resolution accepting the proposal of CDM, in an amount not to exceed \$135,248.00 for professional engineering services for the San Antonio Water System Infrastructure Plan for the West, Far West, and South Sewersheds; awarding a contract to CDM, in an amount not to exceed \$135,248.00 for professional engineering services for the San Antonio Water System Infrastructure Plan for the West, Far West, and South Sewersheds authorizing expenditures in an amount not to exceed \$135,248.00 from the Project Fund for the professional engineering services in connection with the project work; authorizing the President/Chief Executive Officer to execute the professional engineering services contract with CDM, and to pay CDM, an amount not to exceed \$135,248.00 for the professional engineering services. Total expenditures are: \$135,248.00. (KELLEY NEUMANN – SAM MILLS)

EASEMENTS AND REAL PROPERTY

Miscellaneous

23. A Resolution authorizing the expenditure of funds from the System’s Project Fund in an amount not to exceed \$825,000.00 for the acquisition of certain permanent and temporary land rights by the City of San Antonio, for the use and benefit of the San Antonio Water System (the “System”) for the construction of the System’s Talley Road 24” Water Transmission Main Project (the “project”) generally extending from F.M. 471 along Talley Road to Ray Lieck Drive in western Bexar County, across, over, upon and under certain privately owned properties required for public water improvements related to the project, together with all necessary and related fees and expenses; declaring a public necessity for the acquisition of certain privately owned real property interests in the City of San Antonio, Bexar County, Texas as described hereinbelow (“the property”) by negotiation and/or condemnation, if necessary, for the public purpose of the expansion and operation of the water system through the construction of the project; authorizing the System’s President and Chief Executive Officer or his designated representative to execute any and all documents necessary to effectuate the acquisition of the property; requesting that the City Council of the City of San Antonio (“Council”): (i) adopt an Ordinance reaffirming and declaring that the project is for a public purpose and a public necessity exists for the acquisition of the property; (ii) authorize the System to take all appropriate action to acquire the property by

negotiation and/or condemnation; and (iii) declare that the conveyance of the property shall be to the City of San Antonio for the use and benefit of the System; authorizing the General Counsel and/or designated Special Counsel to file eminent domain proceedings, if necessary.

The property to be acquired consists of permanent and temporary easements as described below:

PARCELS	SQUARE FOOTAGE OF LAND RIGHTS	SQUARE FOOTAGE OF TEMPORARY CONSTRUCTION AREA	LEGAL DESCRIPTION
P07-004	30,705 sq. ft.	12,265 sq. ft.	Part of 74.72 Ac. Tract in the Sarah Tyler Survey No. 367 ABS. No. 744
P07-005	128,424 sq. ft.	51,241sq. ft.	Part of 297.00 Ac. Tract in the Sarah Tyler Survey No. 367 ABS. No. 744 and Jose J. Gonzales Survey No. 255 ABS 269
P07-006	13,824 sq. ft.	5,529 sq. ft.	Part of 10.00 Ac. Tract in the Jose J. Gonzales Survey No 255 ABS 269
P07-007	42,540 sq. ft.	17,016 sq. ft.	Part of 101.216 Ac. Tract in the Jose J. Gonzales Survey No. 255 ABS 269
P07-008	13,602 sq. ft.	4,401 sq. ft.	Part of 34.616 Ac. Tract in the Jose J. Gonzales Survey No. 255 ABS 269
P07-009	1,400 sq. ft.	1,600 sq. ft.	Part of 5.00 Ac. Tract in the Jose J. Gonzales Survey No. 255 ABS 269
P07-010	4,200 sq. ft.	1,680 sq. ft.	Part of 2.758 Ac. Tract in the Jose J. Gonzales Survey No. 255 ABS 269
P07-011	29,395 sq. ft.	11,983 sq. ft.	Part of 218.913 Ac. Tract in the Jose J. Gonzales Survey No. 255 ABS 269 and Emanuel Escalero Survey No. 369 Abs. 225
P07-012	18,080 sq. ft.	7,233 sq. ft.	Two Parcels of land, Part of 14.85 Ac. Tract in the Jose J. Gonzales Survey No.255, ABS 269
P07-013	4,520 sq. ft.	1,809 sq. ft.	Part of 2.744 Ac. Tract in the Jose J. Gonzales Survey No. 255 ABS 269
P07-014	44,229 sq. ft.	17,519 sq. ft.	Part of 20.15 Ac. and a 4.393 Ac. Tracts in the Jose J. Gonzales Survey No. 255 ABS No. 269
P07-015	26,032 sq. ft.	10,358 sq. ft.	Part of 157.48 Acre Tract in the Emanuel Escalero Survey No. 369 ABS No 225
P07-016	12,890 sq ft.	5,160 sq. ft.	Part of 117.985 Ac. Tract in the John Hoffman Survey ABS No. 962 and the Emanuel Escalero Survey No. 369 ABS 225
P07-017	1,194 sq. ft.	478 sq. ft.	Part of 0.776 Ac. Tract in the Mary Savage Survey No. 371 ABS No. 694
P07-018	14,326 sq. ft.	5,734 sq. ft.	Part of 9.242 Ac. Tract in the Mary Savage Survey No. 371 ABS No.694
P07-019	12,018 sq. ft.	4,927 sq. ft.	Part of 10.00 Ac. Tract in the Mary Savage Survey No. 371 ABS No. 694
P07-022	23,393 sq. ft	_____	Part of 426.974 Ac. Tract in the M.M.Y. Musquiz Survey No. 80 ABS 467

P07-023	7,841 sq. ft.	—	Part of 6.25 Ac. Tract in the M.M.Y. Musquiz Survey No. 80 ABS 467
P07-024	16,047 sq. ft.	6,416 sq. ft.	Part of 30.954 Ac. Tract in the Mary Savage Survey No. 371, ABS No. 694

Total expenditures are: \$825,000.00. (MIKE BRINKMANN – BRUCE HABY)

Water Resources

24. **A Resolution approving a Water Sales Agreement between the San Antonio Water System and Douglas O. Lott and wife, Connie L. Lott, providing for the sale of 204.848 acre-feet of water out of 204.848 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 204.848 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 \$20,584.80 to Douglas O. Lott and wife, Connie L. Lott and \$3,500.00 in closing costs; authorizing the President/Chief Executive Officer to execute the Water Sales Agreement with Douglas O. Lott and wife, Connie L. Lott, 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: \$20,584.80, and \$3,500.00 in closing costs. (JANELLE OKORIE – CALVIN FINCH)**

25. **A Resolution approving a Water Sales Agreement between the San Antonio Water System and Isaac Bryant Trust, providing for the sale of 83.330 acre-feet of water out of 83.330 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 83.330 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 \$8,333.00 to Isaac Bryant Trust, and \$3,500.00 in closing costs; authorizing the President/Chief Executive Officer to execute the Water Sales Agreement with Isaac Bryant Trust, 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: \$8,333.00, and \$3,500.00 in closing costs; (JANELLE OKORIE – CALVIN FINCH)**

26. **A Resolution approving a Water Sales Agreement between the San Antonio Water System and Joe James Estate, providing for the sale of 85.500 acre-feet of water out of 85.500 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 85.500 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 \$8,550.00 to Joe James Estate, and \$3,500.00 in closing costs; authorizing the President/Chief Executive Officer to execute the Water Sales Agreement with Joe James Estate, 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: \$8,550.00, and \$3,500.00 in closing costs. (JANELLE OKORIE – CALVIN FINCH)

27. A Resolution approving a Water Sales Agreement between the San Antonio Water System and Elaine Bullard, providing for the sale of 100.220 acre-feet of water out of 100.220 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 100.220 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 \$10,022.00 to Elaine Bullard, and \$3,500.00 in closing costs; authorizing the President/Chief Executive Officer to execute the Water Sales Agreement with Elaine Bullard, 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: \$10,022.00, and \$3,500.00 in closing costs. (JANELLE OKORIE – CALVIN FINCH)

WATER RESOURCES ITEMS

28. A Resolution approving Contract Amendment No. 1 in an amount not to exceed \$700,000.00 associated with the San Antonio Water System's commercial and residential toilet distribution programs as a result of high program participation; amending Resolution No. 06-356 by approving additional expenditures in an amount not to exceed \$700,000.00 for the purchase and distribution of an additional 7,800 high efficiency toilets to qualifying commercial and residential customers through Morrison Supply Company; approving that an additional amount not to exceed \$700,000.00 be made available and expended from the System Fund for the purchase and distribution of high efficiency toilets through Morrison Supply Company; authorizing the President/Chief Executive Officer to execute Contract Amendment No. 1 and to pay Morrison Supply Company an additional amount not to exceed \$700,000.00 for the purchase and distribution of an additional 7,800 high efficiency toilets to qualifying commercial and residential customers through Morrison Supply Company in connection with the project. Total expenditures are: \$700,000.00. (JANELLE OKORIE –KAREN GUZ)
29. A Resolution approving a Contract Amendment with the Guadalupe-Blanco River Authority to increase the amount received from the Western Canyon Water Supply Project by 50 acre-feet and to make a payment of \$83,900.00 to the San Antonio River Authority for their interest in the Western Canyon Water Supply Project; authorizing the President/Chief Executive Officer to execute a Contract Amendment with the Guadalupe-Blanco River Authority and to make payment to the San Antonio River Authority. Total expenditures are: \$83,900.00.
(JANELLE OKORIE – CALVIN FINCH)
30. A Resolution approving an updated status on leasing financial commitments incurred through participation in the Regional Water Resource Development Group (RWRDG) process from 1998 through 2006; authorizing the President/Chief Executive Officer to fund accounts and provide for payment of the leasing financial commitments incurred as required and amending them subject to a required briefing.
(JANELLE OKORIE)

INFORMATIONS SYSTEMS ITEMS

31. **A Resolution extending the contract with Levi, Ray & Shoup, Inc., to provide PageCenter and related software licenses for the period February 1, 2008 to January 31, 2011; approving the expenditure of funds in an amount not to exceed \$70,708.00 for the period February 1, 2008 to January 31, 2009, and that this and future year's expenditures shall be authorized to be made pursuant to the appropriations made in the annual budget approved by the Board with a line item for such expenditures; authorizing the President/Chief Executive Officer or his designee to pay Levi, Ray & Shoup, Inc., an amount not to exceed \$70,708.00 for the period February 1, 2008 to January 31, 2009 to provide PageCenter and related software licenses. Total expenditures are: \$70,708.00. (STACEY ISENBERG –JOE SAMPLES)**

MISCELLANEOUS ITEMS

32. **A Resolution accepting the proposal of Marsh USA Inc., in an amount not to exceed \$172,500.00 to serve as the System's Commercial Insurance Agent of Record; awarding a twenty-three month contract with two one-year options to extend the contract to Marsh USA Inc., for an amount not to exceed \$172,500.00 to serve as the System's Commercial Insurance Agent of Record commencing on August 7, 2007 and extending through June 30, 2009; authorizing expenditures in an amount not to exceed \$115,000.00 for such Commercial Insurance Agent of Record services from the System Fund for Fiscal Year 2008, and that future year's expenditure shall be authorized to be made pursuant to the appropriations made in the annual budgets approved by the Board with a line item for such expenditure; authorizing the President/Chief Executive Officer or his designee to execute a contract with marsh Marsh USA Inc., and to pay Marsh USA Inc., in an amount not to exceed \$172,500.00 for the Commercial Insurance Agent services. Total expenditures are: \$172,500.00. (DOUG EVANSON)**
33. **A Resolution approving expenditures in an amount not to exceed \$120,341.00 for the first year option (Calendar Year 2006) of the four year extension of the Inter-Jurisdictional Agreement between the San Antonio Water System and the City of San Antonio for the Affordability Discount Program. authorizing the expenditure of funds in an amount not to exceed \$120,341.00 from the System Fund to reimburse the City of San Antonio Department of Community Initiatives for program costs related to the certification of eligible ratepayer households through Calendar Year 2006, authorizing the President/Chief Executive Officer or authorized representative to execute the first year option of the Inter-Jurisdictional Agreement for Calendar Year 2006 and any other additional documents to facilitate the program, and to pay the City of San Antonio Department of Community Initiatives for program costs related to the certification of eligible ratepayer households through Calendar Year 2006 in an amount not to exceed \$120,341.00. Total expenditures are: \$120,341.00. (DAVID JOHNSON)**
34. **A Resolution ratifying the payment of \$499,352.56 in FY 2007 for the maintenance agreement with Lawson Software, Inc., for payment of software maintenance for Finance, Procurement, and Human Resource software utilized at the San Antonio Water System; amending Resolution No. 07-219 by authorizing the total maintenance cost of \$499,352.56 to be paid from the System Fund in FY 2007 to Lawson Software, Inc., for payment of software maintenance for Finance, Procurement, and Human Resource Software utilized at the San Antonio Water System; ratifying the actions of the President/Chief Executive Officer or his designee of paying the extension of the**

maintenance renewal agreement with Lawson Software, Inc., until June 30, 2008 in a total amount not to exceed \$499,352.56. Total expenditures are: \$499,352.56.
(STACEY ISENBERG – VERONICA GODLEY)

ITEMS FOR INDIVIDUAL CONSIDERATION

FINANCIAL ITEMS

35. A Resolution awarding a professional services agreement to a qualified firm or individual to provide an additional independent level of audit services to the Board of Trustees and approving expenditures from the System Fund for these services.
(MIKE LACKEY)

INFORMATION SYSTEMS ITEMS

36. A Resolution accepting the proposal of and awarding a contract to Motorola, Inc., for the purchase of Harmony Wireless Communication (radio) equipment and installation of the Harmony Wireless Communication (radio) system, authorizing funds in an amount not to exceed \$1,724,326.00 from the System Fund payable to Motorola, Inc., for the purchase of a Harmony Wireless Communication (radio) equipment and installation of the Harmony Wireless Communication (radio) system; authorizing the President/Chief Executive Officer to enter into an Agreement with the City Public Service Energy (CPS Energy) to utilize the CPS Energy Harmony Wireless Communication (radio) system and to pay CPS Energy the amount of \$16,720.00 per month for the period of January 1, 2008 to January 31, 2012, and approving the expenditure of funds in an amount not to exceed \$16,720.00, per month, and that future year's expenditures shall be authorized to be made pursuant to the appropriations made in the annual budget approved by the Board with a line item for such expenditures; authorizing the President/Chief Executive Officer or his designee to pay Motorola, Inc., an amount not to exceed \$1,724,326.00 for the purchase and installation of the Harmony Wireless Communication equipment. Total expenditures are: \$1,724,326.00. (STACEY ISENBERG –JOE SAMPLES)

MISCELLANEOUS ITEMS

37. A Resolution increasing the threshold for requiring compliance with the Statutory Bidding Requirements from \$25,000.00 to \$50,000.00 to coincide with the effective date of an Amendment to Chapter 252 of the Local Government Code; amending the Purchasing And Contracting Policy of the San Antonio Water System (Policy) to allow the President/Chief Executive Officer or his designated representative(s) to approve and execute contracts for goods and services in the amount of \$50,000.00 or less when such contracts are provided for in the budget and permitted by law; and to further amend the Policy to allow said \$50,000.00 threshold to be adjusted when such adjustment is based upon a change in state law. (DOUG EVANSON– VICK GARMON)
38. A Resolution approving revisions to the existing Utility Service Regulations.
(KELLEY NEUMANN – SAM MILLS)

CAPITAL IMPROVEMENT CONTRACTS

REPLACEMENT PROJECTS

Governmental Relocations and Replacements

39. A Resolution ratifying the actions of the President/Chief Executive Officer in executing a construction contract in the amount of \$1,377,580.20 with Big State Excavation, Inc., in connection with the S.H. 16 @ Huebner Creek Emergency Project; approving the expenditure of funds in the amount of \$1,377,580.20 for the project work; approving construction contingency expenses in an amount not to exceed \$137,758.02 in connection with the project work; approving total expenditures in an amount not to exceed \$911,066.18 from the System's Project Fund for the water project work and related construction contingencies; approving total expenditures in an amount not to exceed \$604,272.04 from the System's Project Fund for the sewer project work and related construction contingencies; authorizing the President/Chief Executive Officer to pay Big State Excavation, Inc. the amount of \$1,377,580.20 for the project work. Total expenditures are: \$1,377,580.20. (KELLEY NEUMANN – CINDY KOVACIC)

MISCELLANEOUS PROJECTS

40. A Resolution. accepting the bid of N.G. Painting, Inc., in the amount of \$1,146,300.00 for maintenance of water facilities in connection with the 2007 Water Production Facility Painting and Rehabilitation Project- Package I; awarding a construction contract in the amount of \$1,146,300.00 to N.G. Painting, Inc., for the project work; authorizing the expenditure of funds in an amount not to exceed \$1,146,300.00 for the project work; authorizing construction contingency expenses in an amount not to exceed \$23,000.00 in connection with the project work; amending Resolution No. 06-235 as previously amended by Resolution No. 07-065, by authorizing additional expenditures of \$147,812.00 for resident inspection and additional construction phase services; authorizing total expenditures in an amount not to exceed \$1,317,112.00 from the System Fund for the project work, construction contingencies and the resident inspection and additional construction phase services; authorizing the President/Chief Executive Officer to execute a contract with N.G. Painting, Inc., and to pay N.G. Painting, Inc., the amount of \$1,146,300.00 for the project work; authorizing the President/Chief Executive Officer to pay an additional Amount not to exceed \$147,812.00 to Tetra Tech, Inc., for resident inspection and additional construction phase services Total expenditures are: \$1,317,112.00. (KELLEY NEUMANN –ASHOK KAJI)

41. BRIEFING SESSION.

- A. Briefing and deliberation regarding the accomplishments of the Customer Services Group. (DAVID JOHNSON)
- B. Briefing and deliberation regarding the 2007 Second Quarter financial results. (DOUG EVANSON)
- C. Briefing and deliberation regarding an evaluation of the impacts of Bexar Metropolitan Water District's Staggs Ranch Well Field operations on the Aquifer Storage and Recovery and Local Carrizo Projects. (JANELLE OKORIE)

42. Chairman of the Board's Initiative.
43. President/Chief Executive Officer's Report.
44. Inquiries.

45. **The Regular Session of the August 7, 2007 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.**
46. **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 and regulatory issues relating to matters in connection with wastewater permit requirements. (FRANK STENGER-CASTRO - JOE COLE)**
 - C. **Consultation with attorneys and deliberation regarding legal issues related to the proposed Bexar Met Staggs Ranch pumping facility expansion and the SAWS Twin Oaks Aquifer Storage and Recovery Facility. (FRANK STENGER-CASTRO - STEVE KOSUB)**
 - 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)**
47. **The Regular Session of the Regular Board Meeting of August 7, 2007, is hereby reconvened.**
48. **Adjournment. THE SAN ANTONIO WATER SYSTEM BOARD OF TRUSTEES MEETING OF AUGUST 7, 2007, IS HEREBY ADJOURNED.**