

AGENDA
MEETING OF THE
SAN ANTONIO WATER SYSTEM
BOARD OF TRUSTEES
Tuesday, July 1, 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 June 3, 2008.**
4. **Ceremonial Items.**
 - A. **Swearing in of Roberto Anguiano, reappointed as Member of the San Antonio Water System Board of Trustees.**
5. **BRIEFING SESSION.**
 - A. **Briefing and deliberation regarding the benchmarking of the ASR/Local Carrizo Project. (HOWARD PEAK, CITIZEN'S ADVISORY PANEL CHAIRMAN)**
6. **Citizens to be Heard.**

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.

- 7. **Board of Trustees - Committee Reports.**
 - A. **Audit and Finance Committee.**
 - B. **Planning and Operations Committee.**
 - C. **Water Resources Committee.**

CONSENT AGENDA ITEMS

Items 8 – 38

ITEMS CONCERNING THE PURCHASE OF EQUIPMENT, MATERIALS AND SUPPLIES

- 8. **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.**
 - 1. **Acceptance of the bid of Royall Matthiessen to provide: Double Drum Asphalt Compactor with Rops, Bid No. 08-8018, for a total of \$56,556.00. (These units are part of the vehicle equipment replacement program and will be assigned to various SAWS locations.)**
 - (SBE) 2. **Acceptance of the bid of Alstra Industries to provide: Submersible Motor Repair Naco Well Pump No. 3, Bid No. 08-8023, for a total of \$70,181.40. (This contract will be utilized for the repair of a Byron Jackson submersible motor located at Alfred Conhagen, Inc.)**
 - 3. **Acceptance of the bid of Mission Chrysler Jeep Dodge to provide: Two each - 6,300 GVWR 4x4 wide and short type bed pickups and One each - 11,400 GVWR dual rear wheel, 2x4 extended cab truck with installed service body, Bid No. 08-8025, for a total of \$85,033.00. (These units are part of the vehicle equipment replacement program and will be assigned to various SAWS locations.)**
 - 4. **Acceptance of the bid of Tom Benson Chevrolet to provide: Six each - 9,600 GVWR single rear wheel two wheel drive, regular cab truck with installed service body, Bid No. 08-8025, for a total of \$151,224.12. (These units are part of the vehicle equipment replacement program and will be assigned to various SAWS locations.)**
 - 5. **Acceptance of the bid of Tom Benson Chevrolet to provide: Two each - 8,600 GVWR cargo vans and One each - 9,000 GVWR 4x4 wide and short type bed crew cab/quad cab pickup and One each - 9,000 GVWR 4x4 wide and long type bed single rear wheel extended/club/super cab pickup trucks. Bid No. 08-8020, for a total of \$99,292.42. (These units are part of the vehicle equipment replacement program and will be assigned to various SAWS locations.)**

6. **Acceptance of the bid of Grande Truck Center to provide: One each - 6,300 GVWR 2x4 wide and short type bed crew cab/quad cab/double cab/super crew cap pickup and One each - 19,000 GVWR 84" CA cab chassis with installed utility bed and a mounted 1,300 lb. power lift gate and 6,000 pound corner mounted crane. Bid No. 08-8020, for a total of \$86,596.00. (These units are part of the vehicle equipment replacement program and will be assigned to various SAWS locations.)**
7. **Acceptance of the bid of Four Seasons Equipment, Inc. to provide: One each - Wheel Loader, Articulated, Bid No. 08-8028, for a total of \$84,950.00. (This unit is part of the vehicle equipment replacement program and will be assigned to a SAWS location.)**
8. **Acceptance of the bid of Waukesha-Pearce, Industries, Inc. to provide: One each – Hydraulic Excavator Carrier Mounted 6x4 Pneumatic Tire, Bid No. 08-8030, for a total of \$320,246.78. (This unit is part of the vehicle equipment replacement program and will be assigned to a SAWS location.)**
9. **Acceptance of the bid of Grande Truck Center to provide: One each 35,000 GVWR cab chassis, single cab mounted 24' hydraulic flag bed roll back wrecker, Bid No. 08-8019A, for a total of \$93,530.00. (This unit is part of the vehicle equipment replacement program and will be assigned to a SAWS location.)**
- (SBE) 10. **Acceptance of the bid of San Antonio Southwest Trailers to provide: Fifty four each – Trailers for Tractor Loader Backhoes, Bid No. 08-8029, for a total of \$820,800.00. (This unit is part of the vehicle equipment replacement program and will be assigned to a SAWS location.)**
11. **Acceptance of the bid of Sterling and Western Star of Austin, Ltd., to provide One Each 50,000 GVWR cab chassis with mounted hydraulic cump body and other equipment, Bid No. 08-8031, for a total of \$79,248.00. (This unit is part of the vehicle equipment replacement program and will be assigned to a SAWS location.)**
12. **Acceptance of the bid of Santex Truck Center, Ltd., to provide: One each 65,000 GVWR tractor cab and chassis with installed air slide fifth wheel and Two each – 65,000 GVWR tractor cab and chassis with installed air slide fifth wheel and Two each 66,000 GVWR cab chassis with 10 cubic yard truck mounted combination jet/vacuum machine combination jet/vacuum machine, Bid No. 08-8031, for a total of \$899,820.00. (These units are part of the vehicle equipment replacement program and will be assigned to a SAWS location.)**

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 HD Supply Waterworks to provide: Brass Gate, Globe and Ball Valves, Bid No. 08-0025, for a total of \$63,837.70. (This contract will be utilized for the purchase of brass gate, globe and ball valves on an as needed basis in sizes through 2 inches, installed on potable water systems. This contract will be effective Date of Award (July 1, 2008) through May 31, 2009.)**

2. Acceptance of the bid of MSC Industrial Supply, Inc., to provide: Non-Electrical Hand Tools, Bid No. 07-0401, for a total of \$80,000.00. (This contract will be utilized for the purchase of non electric hand tools on an as needed basis. This contract will be effective Date of Award (July 1, 2008) through December 31, 2008.)
3. Acceptance of the bid of Moore Supply Co., to provide: Threaded Brass Fittings, Bid No. 08-0021, for a total of \$59,815.00. (This contract will be utilized for the purchase of threaded brass fittings for plumbing repairs on an as needed basis. This contract will be effective June 1, 2008 through May 31, 2009.)
4. Acceptance of the bid of PENCCO, Inc. to provide: Fluorosilicic Acid, Bid No. 08-2008, for a total of \$815,127.50. (The San Antonio Water System has installed fluoridation systems at 14 primary and 13 secondary pump stations. The fluoridation system will utilize hydrofluorosilicic acid to treat the water. This contract will be effective Date of Award (July 1, 2008) through July 31, 2009.)

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

9. 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	Board Reason	Water CCN	WW CCN
1	Longhorn Quarry	Bitterblue, Inc.	348	1,040	620	AC	Inside	Inside

2	Mission Del Lago Unit 9	Mission Del Lago, LTD.	55.82	0	217	AC	B.M.W.D.	Inside
Totals			<u>404</u>	<u>1,040</u>	<u>837</u>			
Year-to-Date Totals (January-July 2008)			<u>6,763</u>	<u>17,162</u>	<u>37,834</u>			

10. 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	Water CCN	WW CCN
1	Calzada Subd.	Architecture, SA.	1.16	3	3	EARZ	Inside	Inside
2	Chase Hill Unit 1	Escolano USA, Inc.	4.13	44	35	EARZ	Inside	Inside
3	Franklin Park at Sonterra	Franklin Development	7	0	100	EARZ	B.M.W.D.	Applied for
4	Lariat Canyon Business Park	Lariat Canyon Business Partnership, LTD.	3.38	27	27	EARZ	Inside	Inside
5	Mission Park-Stone Oak Subd.	Mission Park Cemeteries and Funeral Chapels	113.27	0	199	AC/ EARZ	B.M.W.D.	Applied for
6	Moretti Subd.	Michael Moretti	32.32	0	236	EARZ	B.M.W.D.	Applied for
7	San Antonio Rose Palace	San Antonio Rose Palace, Inc.	73.62	322	322	AC/OVR/ EARZ	Inside	Applied for
8	Stonewall Estates	H.M. Stonewall Estates, Ltd.	346	430	444	AC/OVR/ EARZ	Inside	Applied for
9	Western Devel. IH-10 Tract	Western Development	23.16	60	60	EARZ	Inside	Inside
Totals			<u>604</u>	<u>886</u>	<u>1,426</u>			
Year-to-Date Totals (January-July 2008)			<u>2,362</u>	<u>4,630</u>	<u>4,618</u>			

Production, Transmission and Treatment Improvements

11. A Resolution accepting the bid of Pesado Construction Co., Inc., in the amount of \$793,000.00 for the construction of the University Pump Station Improvements Project; awarding a construction contract to Pesado Construction Co., Inc., in the amount of \$793,000.00 for the project work; authorizing the expenditure of funds in the amount of \$793,000.00 for the project work; authorizing construction contingency expenses in an amount not to exceed \$24,000.00 in connection with the project work; authorizing total expenditures in an amount not to exceed \$817,000.00 from the Project Fund for the project work and construction contingencies expenses; authorizing the Interim President/Chief Executive Officer to execute a contract with

Pesado Construction Co., Inc., and to pay Pesado Construction Co., Inc., the amount of \$793,000.00 for the project work. Total expenditures are: \$817,000.00. (KELLEY NEUMANN – ASHOK KAJI)

- 12. A Resolution approving Change Order No. 3 and amending Resolution No. 06-339 and Resolution No. 07-339 by increasing the authorization of the contingency by \$42,000.00 for a total construction contingency not to exceed of \$84,000.00; with Keystone Construction, Inc., in the amount of \$48,580.30 in connection with the Market Street Pump Station On-Site Sodium Hypochlorite Project; authorizing additional funds in the amount not to exceed \$42,000.00 from the System's Project Fund for additional contingency expenses associated with the project work; authorizing the expenditure of funds in the amount of \$48,580.30 for Change Order No. 3 with Keystone Construction, Inc.; authorizing the Interim President/Chief Executive Officer to pay to Keystone Construction, Inc., the amount of \$48,580.30 in connection with the project work. Total expenditures are: \$48,580.30. (KELLEY NEUMANN – ASHOK KAJI)**
- 13. A Resolution approving Change Order No. 5 in the amount of \$37,315.00 to the construction contract with KGME, Inc., in connection with the San Antonio Ranch Water Recycling Center elimination project; approving total payment in the amount of \$37,315.00 to KGME, Inc., for the additional project work associated with Change Order No. 5; amending Resolution No. 04-067 by increasing the authorization of construction contingency by \$37,287.54 for a construction contingency of \$107,287.54; authorizing the additional expenditure of funds in the amount of \$37,287.54 for Change Order No. 5; authorizing additional funds in the amount not to exceed \$37,315.00 for Change Order No. 5 from the project construction contingency fund; authorizing additional funds in the amount not to exceed \$37,287.54 from the System's Project Fund for additional contingency expenses associated with the project work; authorizing the Interim President/Chief Executive Officer to execute Change Order No. 5, and to pay KGME, Inc., the additional sum of \$37,315.00 from the project construction contingency fund for the additional project work associated with Change Order No. 5. Total expenditures are: \$37,315.00. (KELLEY NEUMANN – ASHOK KAJI)**
- 14. A Resolution approving Recapitulation Change Order No. 6 in the decreased amount of \$47,567.84 to the construction contract with KGME, Inc., in connection with the San Antonio Ranch Water Recycling Center Elimination Project; returning the amount of \$47,567.84 to the System's Project Fund; authorizing the Interim President/Chief Executive Officer to execute Recapitulation Change Order No. 6 and close the contract with KGME, Inc. Total decreased amount is: \$47,567.84. (KELLEY NEUMANN – ASHOK KAJI)**
- 15. A Resolution ratifying the actions of the Vice-President of Distribution and Collection Operations in awarding a materials and installation services contract to ISCO Industries, LLC, in the amount of \$224,912.76 in connection with the Edwards Schlundt 48-Inch Sanitary Sewer Main Project; approving the expenditure of funds in the amount of \$224,912.76 for the project work; approving total expenditures in an amount not to exceed \$224,912.76 from the System's Project Fund for the project work; authorizing the Interim President/Chief Executive Officer to pay ISCO Industries, LLC, an amount not to exceed \$224,912.76 for the project work. Total expenditures are: \$224,912.76. (VAL RUIZ - ART DIETEL)**
- 16. A Resolution amending Resolution No. 05-513, as amended by Resolution No. 07-142, by increasing the amount of the construction contract with San Antonio Constructors, Ltd. from \$1,946,270.00 to \$1,957,329.89 and approving Recapitulation Change Order No. 3 in the amount of \$11,059.89 in connection with the Annual 2006 Asphalt Overlay Work**

Order Construction Contract Project; approving additional funds in an amount not to exceed \$11,059.89 for the project work; approving an additional amount not to exceed \$11,059.89 be made available from the System fund for the project work; ratifying the actions of the Vice-President of Distribution and Collection Operations in approving additional funds for Recapitulation Change Order No. 3 in the amount of \$11,059.89; authorizing the President/Chief Executive Officer to pay to San Antonio Constructors, Ltd. An additional amount not to exceed \$11,059.89 for the project work. Total expenditures are: \$11,059.89. (VAL RUIZ - ART DIETEL)

Professional Services

17. A Resolution accepting the proposal of Kimley-Horn and Associates, Inc., the amount of \$304,037.00 for the design of the Watson Elevated Storage Tank Project; awarding a professional services contract to Kimley-Horn and Associates, Inc., in the amount of \$304,037.00 for engineering services in connection with this project; authorizing the expenditure of funds in an amount not to exceed \$304,037.00 from the System's Project Fund for the project engineering services in connection with this project; authorizing the Interim President/Chief Executive Officer to execute a professional services contract with Kimley-Horn and Associates, Inc., and to pay Kimley-Horn and Associates, Inc., an amount not to exceed \$304,037.00 for project engineering services in connection with this project. Total expenditures are: \$304,037.00.
KELLEY NEUMANN – ASHOK KAJI

REPLACEMENT PROJECTS

Governmental Relocations and Replacements

18. A Resolution approving the expenditure of funds in the amount of \$120,007.78 for the replacement of wastewater facilities by the City of San Antonio in connection with the Venus Street: Jupiter to Thompson Place Project; approving construction contingency expenses related to the project work in an amount not to exceed \$18,001.17; approving an amount not to exceed \$120,007.78 be made available and expended from the System's Project Fund for the sewer project work and related construction contingencies; authorizing the Interim President/Chief Executive Officer to pay to the City of San Antonio an amount not to exceed \$138,008.95 for the project work and related construction contingencies. Total expenditures are: \$138,008.95.
(KELLEY NEUMANN – CINDY KOVACIC)
- (MBE) 19. A Resolution accepting the bid of Principle Contracting Services, LLC in the amount of \$302,983.52 for the Haven for Hope Project; awarding a construction contract to Principle Contracting Services, LLC in the amount of \$302,983.52 for the project work; approving the expenditure of funds in the amount of \$302,983.52 for the project work; approving construction contingency expenses in an amount not to exceed \$30,298.35 in connection with the project work; approving an amount not to exceed \$53,458.24 be made available and expended from the Systems' Project Fund for the sewer project work and related construction contingencies; approving an amount not to exceed \$279,823.63 be made available and expended from the Systems' Project Fund for the water project work and related construction contingencies; authorizing the Interim President/Chief Executive Officer to execute a construction contract with Principle Contracting Services, LLC and to pay Principle Contracting Services, LLC an amount not to exceed \$333,281.87 for the project work and related construction contingencies. Total expenditures are: \$333,281.87. (KELLEY NEUMANN – CINDY KOVACIC)
20. A Resolution ratifying the actions of the Vice-President of Facilities Engineering & Construction in approving Contract Amendment No. 2 in the amount of \$122,869.00 in

connection with the Octavia #63 Phase II Project; amending Resolution No. 00-093, as previously amended by Resolution No. 08-009, by approving additional expenditures in an amount not to exceed \$122,869.00 for additional engineering design services by GGI Engineers, Inc., in connection with the, Octavia #63 Phase II Project; authorizing that an amount not to exceed \$96,041.78 be made available and expended from the System's Project Fund for water related additional engineering design services; authorizing that an amount not to exceed \$26,827.22 be made available and expended from the System's Project Fund for sewer related additional engineering design services; authorizing the Interim President/Chief Executive Officer to execute Contract Amendment No. 2 and to pay GGI Engineers, Inc., an amount not to exceed \$122,869.00 for the additional engineering design services in connection with the project. This project is located in Council District 5. Total expenditures are: \$122,869.00
(KELLEY NEUMANN – CINDY KOVACIC)

21. A Resolution amending Resolution No. 07-375 by approving the expenditure of additional funds in an amount not to exceed \$346,744.00 payable to the City of San Antonio for additional construction contingency expenses in connection with the Woodlawn Avenue: Maiden Lane to Bandera Road Project; approving an additional amount not to exceed \$346,744.00 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 & Construction in approving Change Order No. 1 in the amount of \$346,744.00; authorizing the Interim President/Chief Executive Officer to pay to the City of San Antonio an additional amount not to exceed \$346,744.00 for the additional project work and additional construction contingency expenses. Total expenditures are: \$346,744.00.
(KELLEY NEUMANN – CINDY KOVACIC)
22. A Resolution approving Final Recapitulation Change Order No. 2 in the decreased amount of \$203,516.09 to the construction contract with TRCU Ltd., in connection with the Hays Street: New Braunfels to Walters Project; authorizing the return of funds in the amount of \$203,516.09 and the construction contingency balance of \$67,358.15 for a total amount of \$270,874.24 to the Project Fund; authorizing the Interim President/Chief Executive Officer to execute Final Recapitulation Change Order No. 2. Total decreased amount is: \$270,874.24.
KELLEY NEUMANN – CINDY KOVACIC)
23. A Resolution amending Resolution No. 06-367 by approving the expenditure of additional funds in an amount not to exceed \$426,000.00 payable to Bexar County for additional construction contingency expenses in connection with the Raven Field: Pue Road To Quiet Plain Project; approving an additional amount not to exceed \$426,000.00 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 & Construction in approving Change Order No. 1 in the amount of \$401,514.00; authorizing the Interim President/Chief Executive Officer to pay to Bexar County an additional amount not to exceed \$426,000.00 for the additional project work and additional construction contingency expenses. Total expenditures are: \$426,000.00. (KELLEY NEUMANN – DAVID MAXWELL)

Professional Services

24. A Resolution ratifying the actions of the Vice-President of Facilities Engineering & Construction in approving Contract Amendment No. 2 in the amount of \$292,119.00 in connection with the Historic Mission Reach Project, Phase II; amending Resolution No. 06-355, as previously amended by Resolution No. 07-355, by approving additional

expenditures in an amount not to exceed \$292,119.00 for additional engineering design services by K.M. Ng & Associates in connection with the Historic Mission Reach Project, Phase II; approving that an additional amount not to exceed \$400.00 be made available and expended from the System's Project Fund for the additional water engineering design work; approving that an additional amount not to exceed \$291,719.00 be made available and expended from the System's Project Fund for the additional sewer engineering design work; authorizing the Interim President/Chief Executive Officer to execute Contract Amendment No. 2 and to pay K.M. Ng & Associates an additional amount not to exceed \$292,119.00 for the additional engineering design services in connection with the project. Total expenditures are: \$292,119.00.
(KELLEY NEUMANN – CINDY KOVACIC)

25. A Resolution accepting the proposal of M.W. Cude Engineers, LLC in an amount not to exceed \$674,848.00 for engineering services in connection with the Terrell Hills Water Main Replacement Project; awarding a professional services contract to M.W. Cude Engineers, LLC in an amount not to exceed \$674,848.00 for engineering services in connection with the project; approving the expenditure of funds in an amount not to exceed \$674,848.00 from the System's Project Fund for the project engineering work; authorizing the Interim President/Chief Executive Officer to execute a professional services contract with M.W. Cude Engineers, LLC and to pay M.W. Cude Engineers, LLC an amount not to exceed \$674,848.00 for the project engineering work. Total expenditures are: \$674,848.00. (KELLEY NEUMANN – CINDY KOVACIC)

WATER RESOURCES PROJECTS

Professional Services

26. A Resolution approving Contract Amendment No. 4 and amending Resolution No. 05-517 as previously amended by Resolution Nos. 06-032, 06-288 and 07-112 by approving the reallocation of \$140,782.00 for professional services by R.W. Beck, Inc., in connection with the Brackish Groundwater Desalination Feasibility Assessment; authorizing the Interim President/Chief Executive Officer to execute Contract Amendment No. 4. Total amount reallocated is: \$140,782.00.
(KELLEY NEUMANN – CALVIN FINCH)
27. A Resolution amending Resolution No. 07-151 to provide for additional professional services to the existing professional services contract with Carollo Engineers, P.C., in an amount not to exceed \$774,127.00 in connection with the Brackish Groundwater Desalination Membrane Pilot Testing Project; approving additional expenditures in an amount not to exceed \$774,127.00; approving the expenditure of funds in an amount not to exceed \$774,127.00 from the System's Project Fund for additional professional services; authorizing the Interim President/Chief Executive Officer to execute an Amendment to the existing professional services contract with Carollo Engineers, P.C., and to pay Carollo Engineers, P.C., an additional amount not to exceed \$774,127.00 for additional professional services. Total expenditures are: \$774,127.00.
(KELLEY NEUMANN – CALVIN FINCH)

MISCELLANEOUS PROJECTS

- (MBE) 28. A Resolution accepting the bid of Pronto Sandblasting and Coating and Oil Field Services Co., Inc., in the amount of \$997,750.00 for the Small Sized (0 to 15 Square Yards) Concrete Placement Work Order Construction Contract; awarding a construction contract with an option for a one year renewal to Pronto Sandblasting and Coating and Oil Field Services Co., Inc., in the amount of \$997,750.00 for the project work; approving the expenditure of funds in the amount of \$997,750.00 from the System

Fund for the project work; authorizing the Interim President/Chief Executive Officer or his designated representative, to execute a contract with an option for a one year renewal with Pronto Sandblasting and Coating and Oil Field Services Co., Inc., and to pay Pronto Sandblasting and Coating and Oil Field Services Co., Inc., the amount of \$997,750.00 for the project work. Total expenditures are: \$997,750.00.
(VAL RUIZ - ART DIETEL)

Professional Services

29. A Resolution approving Contract Amendment No. 4 in an amount of \$8,207.95 in connection with the South Area Lift Stations Elimination Project; amending Resolution No. 95-033, as previously amended by Resolution Nos. 02-034, 05-072, 06-228, and 07-267, by approving additional expenditures in an amount of \$8,207.95 for construction phase engineering services by Bain Medina Bain, Inc., in connection with the South Area Lift Stations Elimination Project; approving that an additional amount of \$8,207.95 be made available and expended from the System's Project Fund for the sewer related construction phase engineering services; authorizing the Interim President/Chief Executive Officer to execute Contract Amendment No. 4 and to pay Bain Medina Bain, Inc., an additional amount of \$8,207.95 for the construction phase engineering services in connection with the project. Total expenditures are: \$8,207.95.
(KELLEY NEUMANN – FRANCES PLOCEK)
30. Resolution accepting the proposal of Tetra Tech, Inc., in an amount not to exceed \$181,965.00 for the 2009 Water Production Facility Painting and Rehabilitation Project - Package II; awarding a professional services contract to Tetra Tech, Inc., in an amount not to exceed \$181,965.00 for engineering services in connection with this project; authorizing the expenditure of funds in the amount not to exceed \$181,965.00 from the System's Project Fund for the project engineering services in connection with this project; authorizing the Interim President/Chief Executive Officer to execute a professional services contract with Tetra Tech, Inc., and to pay Tetra Tech, Inc., an amount not to exceed \$181,965.00 for project engineering services in connection with the project. Total expenditures are: \$181,965.00.
(KELLEY NEUMANN – ASHOK KAJI)
31. A Resolution accepting the proposal of and awarding a professional services contract to Grubb Engineering, Inc., in an amount not to exceed \$685,786.00 for the design of the Primary and Secondary Pump Station Metering Project; authorizing the expenditure of funds in an amount not to exceed \$685,786.00 from the Capital Improvement Projects Fund, \$429,846.00 of which will be for the base engineering services and \$255,940.00 for engineering of major piping modifications at the well heads if required; authorizing the Interim President/Chief Executive Officer to execute a contract with Grubb Engineering, Inc., and to pay Grubb Engineering, Inc., an amount not to exceed \$685,786.00 for a contract for the design of the Primary and Secondary Pump Station Metering Project. Total expenditures are: \$685,786.00.
(STEVE CLOUSE – PHIL COOK)

EASEMENTS AND REAL PROPERTY

32. A Resolution approving an Agreement between the San Antonio Water System and the City of San Antonio for the transfer of the Old Pearsall Road Recycled Water Pump Station to the City of San Antonio; authorizing the Interim President/Chief Executive Officer or his designated representative to execute the Agreement and all related documents to provide for the transfer of the Old Pearsall Road Recycled Water Pump Station to the City of San Antonio. (STEVE CLOUSE – MEG CONNER)

WATER RESOURCES ITEMS

34. A Resolution approving a Water Sales Agreement between the San Antonio Water System and Clara V. Lacey, Sammy Harris Estate, providing for the sale of 100 acre-feet of water out of 100 surface acres from eastern 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 Producer Price Index and the Consumer Price Index from the previous year as well as a right of first refusal for the purchase of 100 surface acres; approving the expenditure of funds for the System's obligations under the Water Sales Agreement from the Water Supply Fee Revenues of the Project Fund; approving the payment of \$100.00 initial consideration payment, \$10,000.00 bonus payment to Clara V. Lacey, Sammy Harris Estate, and an amount not to exceed \$3,500.00 in closing costs; authorizing the Interim President/Chief Executive Officer to execute the Water Sales Agreement with Clara V. Lacey, Sammy Harris 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: \$10,100.00 payment to Clara V. Lacey, Sammy Harris Estate, and an amount not to exceed \$3,500.00 in closing costs. (KELLEY NEUMANN – CALVIN FINCH)

FINANCIAL ITEMS

35. A Resolution authorizing a two year extension to the contract with Padgett, Stratemann & Co., LLP for independent audit services for Fiscal Years 2008 and 2009; authorizing expenditures from the System Fund in an amount not to exceed \$167,550.00 for Fiscal Year 2008; authorizing the Interim President/Chief Executive Officer to execute a two year extension to the contract with Padgett, Stratemann & Co., LLP with an amount not to exceed \$167,550.00 for independent audit services for Fiscal Year 2008. Total expenditures are: \$167,550.00. (DOUG EVANSON)

MISCELLANEOUS ITEMS

36. A Resolution authorizing expenditures in the amount of \$50,000.00 for the purpose of renewing the San Antonio Water System's membership in the Free Trade Alliance San Antonio as an institutional member for Calendar Year 2008; authorizing the expenditure of \$50,000.00 for membership in the Free Trade Alliance San Antonio from the System Fund; authorizing the Interim President/Chief Executive Officer or his authorized representative to execute any documents necessary for the System to continue as a member of the Free Trade Alliance San Antonio and to pay the Free Trade Alliance San Antonio the sum of \$50,000.00 for the System's institutional membership in this organization. Total expenditures are: \$50,000.00. (DOUG EVANSON)
37. A Resolution authorizing Alexander E. Briseño, Chairman of the San Antonio Water System Board of Trustees to negotiate and execute a contract with a consulting firm that will assist the Board of Trustees in finding candidates for the position of President/Chief Executive Officer of the System; directing that the contract with the consulting firm be brought back to the Board of Trustees for final approval. (MICHAEL W. LACKEY)
38. A Resolution abating the professional services contract between Robert R. Puente and the San Antonio Water System during Robert R. Puente's term as the System's

Interim President/Chief Executive Officer; declaring that the System shall have no further obligations under the professional services contract with Robert R. Puente during Robert R. Puente's term as the System's Interim President/Chief Executive Officer, authorizing Alexander E. Briseño, Chairman of the Board of Trustees or his designee to execute any required documentation to effect the abatement of the professional services contract with Robert R. Puente; further declaring that the System and Robert R. Puente shall resume their respective rights, duties and obligations under the professional services contract after the termination of Robert R. Puente's term as the System's Interim President/Chief Executive Officer. (ALEXANDER E. BRISEÑO)

ITEMS FOR INDIVIDUAL CONSIDERATION

CAPITAL IMPROVEMENT CONTRACTS

PROJECTS INVOLVING IMPROVEMENTS, EXTENSIONS AND ADDITIONAL CAPACITY

Developer Customer Contracts

39. A Resolution approving a Utility Service Agreement to provide water and wastewater service to the 883-acre Galm Road Tract located north of Galm Road, west of FM 1560, being developed by Davis-McCrary Property Trust, Developer. (KELLEY NEUMANN – SAM MILLS)

Production, Transmission and Treatment Improvements

40. A Resolution accepting the bid of Montoya Anderson Construction, Inc., in the amount of \$1,072,000.00 for the construction of the Dos Rios Water Recycling Center Flow Equalization Basins Diversion Modifications Project; awarding a construction contract in the amount of \$1,072,000.00 to Montoya Anderson Construction, Inc., for the project work; authorizing the expenditure of funds in the amount of \$1,072,000.00 for the project work; authorizing construction contingency expenses in an amount not to exceed \$50,000.00 in connection with the project work; authorizing total expenditures in an amount not to exceed \$1,122,000.00 from the System's Project Fund for the project work and construction contingency expenses; authorizing the Interim President/Chief Executive Officer to execute a contract with Montoya Anderson Construction, Inc., and to pay Montoya Anderson Construction, Inc., the amount of \$1,072,000.00 for the project work. Total expenditures are: \$1,122,000.00. (KELLEY NEUMANN – ASHOK KAJI)

REPLACEMENTS

Governmental Relocations and Replacements

41. A Resolution approving the expenditure of funds in the amount of \$1,493,756.83 for the replacement and adjustment of sewer facilities by the City of San Antonio in connection with the Rip Rap #69, Phase II D Project; approving an amount not to exceed \$74,687.84 for construction contingency expenses related to the project work; approving an amount not to exceed \$1,568,444.67 be made available and expended from the System's Project Fund for the project work and related construction contingency expenses; authorizing the Interim President/Chief Executive Officer to pay to the City of San Antonio an amount not to exceed \$1,568,444.67 for the project work and related construction

contingency expenses. This project is located in Council District 5. Total expenditures are: \$1,568,444.67. (KELLEY NEUMANN – CINDY KOVACIC)

MISCELLANEOUS PROJECTS

42. A Resolution accepting the proposal of and awarding a contract to New Earth, Inc., for an amount not to exceed \$4,006,926.00 for biosolids composting and marketing services for a five-year period ending June 30, 2013, authorizing expenditures in an amount not to exceed \$381,875.00 for Fiscal Year 2008 from the System Fund and 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; authorizing the Interim President/Chief Executive Officer to negotiate the terms and execute a biosolids composting and marketing contract with New Earth, Inc., for a five-year period ending June 30, 2013; authorizing the Interim President/Chief Executive Officer to pay an amount not to exceed \$4,006,926.00 to New Earth, Inc., for biosolids composting and marketing services for a five-year period ending June 30, 2013. Total expenditures are: \$4,006,926.00. STEVE CLOUSE – ROBERT YRLE)
- (MBE) 43. A Resolution accepting the bid of Pronto Sandblasting and Coating and Oil Field Services Co., Inc., in the amount of \$1,567,780.00 for the Large Sized (>15 Square Yards) Concrete Placement Work Order Construction Contract; awarding a construction contract with an option for a one year renewal to Pronto Sandblasting and Coating and Oil Field Services Co., Inc., in the amount of \$1,567,780.00 for the project work; approving the expenditure of funds in the amount of \$1,567,780.00 from the System Fund for the project work; authorizing the Interim President/Chief Executive Officer or his designated representative, to execute a contract with an option for a one year renewal with Pronto Sandblasting and Coating and Oil Field Services Co., Inc., and to pay Pronto Sandblasting and Coating and Oil Field Services Co., Inc., the amount of \$1,567,780.00 for the project work. Total expenditures are: \$1,567,780.00 (VAL RUIZ - ART DIETEL)
44. Resolution accepting the bid of Insituform Technologies Inc., in the amount of \$4,782,700.00 in connection with the Annual 2008 Cured-In-Place Pipe Work Order Construction Contract Project; awarding a construction contract to Insituform Technologies Inc., in the amount of \$4,782,700.00 for the project work; approving the expenditure of an amount not to exceed \$4,782,700.00 for the project work; approving an amount not to exceed \$4,782,700.00 be made available and expended from the System's Project Fund for the project work; authorizing the Interim President/Chief Executive Officer to execute a construction contract with Insituform Technologies Inc., and to pay Insituform Technologies Inc., an amount not to exceed \$4,782,700.00 for the project work. Total expenditures are: \$4,782,700.00 (KELLEY NEUMANN – FRANCES PLOCEK)
45. **BRIEFING SESSION.**
- A. Briefing and deliberation regarding the Water Resources Planning Task Force. (KELLEY NEUMANN)
 - B. Briefing and deliberation regarding Current Drought Conditions and Water Restrictions. (KELLEY NEUMANN - KAREN GUZ)
 - C. Briefing and deliberation regarding the Vehicle Buy/Replacement Program. (MIKE BRINKMANN - DAVID KILBOURNE)

46. **Chairman of the Board's Initiative.**
47. **Interim President/Chief Executive Officer's Report.**
48. **Inquiries.**
49. **The Regular Session of the July 1, 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.**
50. **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 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)**
51. **The Regular Session of the Regular Board Meeting of July 1, 2008, is hereby reconvened.**
52. **Adjournment. THE SAN ANTONIO WATER SYSTEM BOARD OF TRUSTEES MEETING OF JULY 1, 2008, IS HEREBY ADJOURNED.**