



AGENDA

MEETING OF THE SAN ANTONIO WATER SYSTEM BOARD OF TRUSTEES

August 5, 2014, 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 and in accordance with Chapter 551 of the Texas Open Meetings Act. 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 17, 2014.**
- 4. Ceremonial and Recognition Items.**
- 5. Public Comment.**

SAN ANTONIO WATER SYSTEM HANDICAPPED ACCESSIBILITY STATEMENT

The San Antonio Water System Buildings and Meeting Rooms are accessible to individuals with disabilities. Accessible visitor parking spaces as well as the accessible entrance and ramp are located at the west side main entrance of the SAWS Headquarters Building, Tower I, 2800 U.S. Highway 281 North. Individuals with disabilities in need of auxiliary aids and services, including Deaf interpreters, must request such aids and services forty-eight (48) hours prior to the meeting. For assistance, contact the Board Administrator at 210-233-3690 or 711 (Texas Relay Service for the Deaf).

CONSENT AGENDA ITEMS

Items 6 – 28

ITEMS CONCERNING THE PURCHASE OF EQUIPMENT, MATERIALS AND SUPPLIES

6. **A Resolution accepting recommendations regarding the contracting for certain services, equipment, materials, and supplies, and authorizing the acceptance of bids as follows:**
 - A. **Award of Contracts for the Purchase of Materials, Equipment and Services.**
 1. **Acceptance of the bid of Peerless Equipment to provide: one time purchase of replacement pumps for Naco Pump Station Well No. 4 & Micron Pump Station Well No. 3, Bid No. 14-14077, for a total of \$579,378.25.**
 2. **Acceptance of the bid of Datamatic to provide: purchase of 16 refurbished handheld meter reading units with cradles and annual maintenance service, Bid No. 14-14094, for a total of \$58,772.96.**
 - 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 Advanced Janitorial Service to provide: janitorial service for Dos Rios Water Recycling Center, Leon Creek and Twin Oaks, Bid No. 13-1058, Item 1, for a total of \$51,000.00.**
 2. **Acceptance of the bid of Unified Service Associates to provide: janitorial services for Dos Rios Water Recycle Center, Leon Creek and Twin Oaks, Bid No. 13-1058, Items 2 & 3, for a total of \$89,520.30.**
 3. **Acceptance of the bid of Kinloch Equipment & Supply, Inc. to provide: sewer cleaning hose and fittings, Bid No. 14-0152, for a total of \$61,595.05.**
 4. **Acceptance of the bid of Hach Company to provide: supply of Hach miscellaneous products, Bid No. 14-14020, for a total of \$377,262.39.**
 5. **Acceptance of the bid of Call One, Inc. to provide: Cisco Unified IP phones, Bid No. 14-1271, for a total of \$41,997.50.**
 6. **Acceptance of the bid of Doggett Freightliner of South Texas to provide: Freightliner truck parts and service, Bid No. 14-0450, for a total of \$88,579.88.**
 7. **Acceptance of the bid of Equipment Depot to provide: Ford New Holland products, parts and service, Bid No. 14-0367, for a total of \$193,815.50.**
 8. **Acceptance of the bid of Gulf Coast Paper Co. to provide: Teri hand wipes, Bid No. 14-3095, for a total of \$53,209.00.**
 9. **Acceptance of the bid of Tehco, Inc. to provide: gasoline and diesel refueling equipment, Bid No. 13-0234, for a total of \$60,360.00.**

10. Acceptance of the bid of Garden-Ville (TDS) to provide: supply of backfill & landscaping materials, Bid No. 14-2038A, Items 1, 2, 4& 5, for a total of \$1,341,125.00.

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

7. A Resolution approving Utility Service Agreements to provide water and/or wastewater service to the tracts listed below which are located within the 5-mile (SAWS-DSP) Awareness Zone of Camp Bullis (5-mile) and/or over the Edwards Aquifer Recharge (EARZ) and/or Contributing Zone (CZ) and/or over 50 acres (AC) and/or potential oversizing of mains (OVR).

No.	Tract Name	Developer	Acreage	Water EDUs	WW EDUs	COSA / COSA ETJ / Outside	DISTRICT SPECIAL PROJECT (BMWD)	Board Reason	Water CCN	WW CCN
1	Afton Oaks Subdivision	Shannon Livingston Companies	55	82	0	CoSA ETJ	YES	AC	Inside	Inside
2	Arcadia Ridge Subdivision (694 Ac. Tract)	CTMGT Rancho Del Lago, LLC	694	4500	3000	CoSA ETJ	YES	AC/OVR	Inside	Inside
3	Kallison NISD	Northside School District (NISD)	126.7	195	62	CoSA ETJ	YES	AC/OVR	Inside	Inside
4	Sikh Dharamsal	Sikh Dharamsal.	4.04	21	17	CoSA	NO	EARZ/5-mile	Inside	Inside
5	119 Ac. Talley Road	Talley Road RE, Ltd.	119.52	600	600	CoSA ETJ	NO	AC/OVR	Inside	Inside
Totals			<u>999.26</u>	<u>5398</u>	<u>3679</u>					
Totals (January – August 2014)			<u>3798.92</u>	<u>14648</u>	<u>10895</u>					

8. A Resolution approving the request from the Skyonic Corporation for the Capital Skymine Project located at 11551 Nacogdoches Road for a Hardship Extension Agreement to allow payment of impact fees over a 36-month period; waiving the requirement that the property be residential for qualification under the Hardship Extension Program.

Production, Transmission and Treatment Improvements

9. A Resolution awarding a construction contract to Industrial Construction, Co. in an amount not to exceed \$149,771.00 in connection with the Carrizo Aquifer Storage and Recovery Transmission Pipeline Segment II Vault Covers Project and approving construction contingency expenses in an amount not to exceed \$7,500.00 for the project work. Total expenditures: \$157,271.00.
10. A Resolution approving Change Order No. 1 in an amount not to exceed \$183,292.00 to the construction contract with Oscar Renda Contracting, Inc. in connection with the San Antonio River Outfall Project 1. Total expenditures: \$183,292.00.
11. A Resolution approving Change Order No. 5 in an amount not to exceed \$108,267.56 to the construction contract with Pepper-Lawson Waterworks, LLC in connection with the Basin Pump Station Improvements Project – Phase I; approving additional construction contingency expenses in an amount not to exceed \$100,000.00 for the project work. Total expenditures: \$108,267.56.
12. A Resolution ratifying the actions of the Senior Vice President of Strategic Resources in approving Change Order No. 15 in an amount not to exceed \$122,706.83 to the construction contract with S.J. Louis Construction of Texas, Ltd. in connection with the Olmos Basin Central Watershed Sewer Relief Line (C-3) Project; approving additional construction contingency expenses in an amount not to exceed \$125,000.00 for the project work. Total expenditures: \$122,706.83.

Professional Services

13. A Resolution approving Contract Amendment No. 5 in an amount not to exceed \$120,402.00 to the professional services contract with Weston Solutions, Inc. in connection with the Olmos Basin Central Watershed Sewer Relief Line (C-3) Project. Total expenditures: \$120,402.00.
14. A Resolution approving Contract Amendment No. 4 in an amount not to exceed \$461,490.00 to the professional services contract with CH2M Hill Engineers, Inc. in connection with the C-13 Broadway Corridor – Josephine Street to South Alamo Street Project. Total expenditures: \$461,490.00.
15. A Resolution approving Contract Amendment No. 3 in an amount not to exceed \$284,947.00 to the construction contract with Freese and Nichols, Inc. in connection with the San Antonio River Outfall Pipeline Project. Total expenditures: \$284,947.00.

REPLACEMENT AND ADJUSTMENT PROJECTS

Governmental Relocations and Replacements

16. A Resolution approving Recapitulation Change Order No. 7 in the decreased amount of \$189,039.58 to be credited to the construction contract with Pronto Sandblasting &

Coating & Oil Field Services Co., Inc. in connection with the 2012 Water and Sewer Construction Contract, Package VIII; authorizing the return of funds in the amount of \$189,039.58 and the construction contingency balance of \$83,375.42 for a total amount of \$272,415.00. Total decreased amount: \$272,415.00.

EASEMENTS AND REAL PROPERTY

17. A Resolution authorizing settlement of litigation between the City of San Antonio by and through the System And Robert W. Flannery and William W. Flannery, Jr., et al, in connection with the acquisition of a 6.959 acres permanent waterline easement located on the south side of Prairie Road, between Morin Road and Senior Road in San Antonio, Bexar County, Texas, owned by Robert W. Flannery and William W. Flannery, Jr., et al, for the Water Resources Integration Program, Project 1, Segment II; authorizing the expenditures of funds in the amount of \$4,020.00 to Owner; authorizing the System's legal counsel to execute all documents and agreements necessary to carry out the settlement and acquisition of the easement. Total expenditures: \$4,020.00.

MISCELLANEOUS ITEMS

18. A Resolution awarding a service contract to RJN Group, Inc. in an amount not to exceed \$391,065.90 with an initial base period ending December 31, 2014 with one additional six-month renewal option in connection with the Sanitary Sewer Line Smoke Testing in the Edwards Aquifer Recharge Zone Cycle 4, Package 1 Contract. Total expenditures: \$391,065.90.
19. A Resolution awarding a service contract to Burgess & Niple, Inc. in an amount not to exceed \$273,411.60 with an initial base period ending December 31, 2014 with one additional six-month renewal option in connection with the Sanitary Sewer Line Smoke Testing in the Edwards Aquifer Recharge Zone Cycle 4, Package 2 Contract. Total expenditures: \$273,411.60.
20. A Resolution awarding a construction contract to Bartek Construction in an amount not to exceed \$872,655.00 in connection with the 2014 Annual Sanitary Sewer Main Point Repair and Manhole Adjustments Contract – Package 1. Total expenditures: \$872,655.00.
21. A Resolution awarding a construction contract to Bartek Construction in an amount not to exceed \$868,205.00 in connection with the 2014 Annual Sanitary Sewer Main Point Repair and Manhole Adjustments Contract – Package 2. Total expenditures: \$868,205.00.
22. A Resolution awarding a construction contract to D Guerra Construction, LLC in an amount not to exceed \$465,725.00 in connection with the 2014 Sanitary Sewer Laterals Renewal and Repair Construction Contract. Total expenditures: \$465,725.00.
23. A Resolution awarding a construction contract to Gilbert's Utility & Concrete Work, Inc. in an amount not to exceed \$515,100.00 in connection with the 2014 Annual Concrete Placement Work Order Construction Contract, Package I. Total expenditures: \$515,100.00.

24. A Resolution awarding a construction contract to Gilbert's Utility & Concrete Work, Inc. in an amount not to exceed \$531,300.00 in connection with the 2014 Annual Concrete Placement Work Order Construction Contract, Package II. Total expenditures: \$531,300.00.
25. A Resolution approving Contract Amendment No. 1 to the consulting services contract with West Monroe Partners in an amount not to exceed \$200,000.00 in connection with the Customer Service Group and Remittance Processing Structure and Process Optimization Study. Total expenditures: \$200,000.00.
26. A Resolution awarding a consulting services contract to Periscope Holdings, Inc. in an amount not to exceed \$72,330.00 in connection with a Procurement Process Study. Total expenditures: \$72,330.00.
27. A Resolution approving nomination(s) for membership for the Rate Advisory Committee.
28. A Resolution authorizing the expenditure for presort mail services in an amount not to exceed \$55,074.00 from the 2014 System Fund payable to Shelton Presort, Inc. Total expenditures: \$55,074.00.

ITEMS FOR INDIVIDUAL CONSIDERATION

PROJECTS INVOLVING IMPROVEMENTS, EXTENSIONS AND ADDITIONAL CAPACITY

Production, Transmission and Treatment Improvements

29. A Resolution awarding a construction contract to PM Construction & Rehab, LLC in an amount not to exceed \$4,995,820.00 in connection with the 2014 Work Order Open cut and Pipe Burst Contract. Total expenditures: \$4,995,820.00.
30. A Resolution awarding a construction contract to IPR South Central, LLC in an amount not to exceed \$2,391,858.61 in connection with the South Flores St. 48-inch and 60-inch Outfall Rehab Project and approving construction contingency expenses in an amount not to exceed \$120,000.00 for the project work. Total expenditures: \$2,511,858.61.

MISCELLANEOUS PROJECTS

31. A Resolution awarding a design build contract to SpawGlass Contractors, Inc. in an amount not to exceed \$23,854,160.00 for the design and construction of the New Service Center Project in connection with Phase I of the Service Center Program and approving contingency expenses in the amount not to exceed \$715,624.00. Total expenditures: \$24,569,784.00.

MISCELLANEOUS ITEMS

32. A Resolution awarding contracts to United Healthcare Services, Inc. in an amount not to exceed \$19,067,000.00 for FY 2015 in connection with Third Party Benefits Administration for Medical, Dental, Flexible Spending Accounts, COBRA /HIPAA

Administration, Stop Loss Insurance, Vision Insurance, and Medicare Advantage Plan for the period of January 1, 2015 through December 31, 2019 with three successive one-year term extensions. Total expenditures: \$19,067,000.00.

- 33. A Resolution awarding a contract to Express Scripts, Inc. in an amount not to exceed \$7,200,000.00 for FY 2015 in connection with the System's Pharmacy Benefit Management Services for the Medical Benefit Program for the period of January 1, 2015 through December 31, 2019 with three successive one-year term extensions. Total expenditures: \$7,200,000.00.**

34. BRIEFING SESSION.

- A. Briefing and deliberation regarding Water Supply Projects**
- B. Briefing and deliberation regarding the Conservation Report Card: A Mid-Term Update**

- 35. President/Chief Executive Officer's Report. Presentation of and deliberation on the following Items:**

- A. Timeline for proposed changes in the Utility Service Agreement Process**

- 36. Inquiries.**

- 37. The Regular Session of the August 5, 2014, 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.**

38. EXECUTIVE SESSION.

- A. Consultation with attorneys and deliberation regarding the appointment, employment, reassignment, duties, discipline, or dismissal of a public officer or employee.**
- B. Consultation with attorneys and deliberations related to legal issues and real property associated with wholesale water supply contracts between SAWS, the District Special Project and the East Central Water Supply Corporation.**
- C. Consultation with attorneys regarding the value of real estate in the Government Canyon area and value of substitute real estate interests.**
- D. Consultation with attorneys and deliberation 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.**

- 39. The Regular Session of the Regular Board Meeting of August 5, 2014, is hereby reconvened.**
- 40. A Resolution authorizing the President/Chief Executive Officer or his duly appointed designee to execute a Property Substitution Agreement with the City of San Antonio (the "City") for the release and transfer of certain SAWS property interests in the Government Canyon area in northwest Bexar County in exchange for conservation easement(s) acquired through the City's Aquifer Protection Program.**
- 41. Adjournment. THE SAN ANTONIO WATER SYSTEM BOARD OF TRUSTEES MEETING OF AUGUST 5, 2014, IS HEREBY ADJOURNED.**

The San Antonio Water System Board of Trustees will recess the meeting at approximately 11:00 a.m. to attend the North SA Chamber Mayor's Vision for San Antonio luncheon and will reconvene at SAWS Headquarters to consider any unfinished SAWS business.

A Quorum of the Board will attend the luncheon at The Westin Riverwalk, 420 W. Market Street. Although a quorum of the Board will be present, no action will be taken by the Board on any business during this event.