

MINUTES
BEXAR METROPOLITAN WATER DISTRICT
REGULAR BOARD MEETING
2047 W. MALONE, SAN ANTONIO, TEXAS 78225
P.O. BOX 245994, SAN ANTONIO, TEXAS 78224
May 31, 2006

In accordance with Chapter 551 of the Texas Government Code, Vernon's Annotated Civil Statutes, Section 31, the Board of Directors for the BEXAR METROPOLITAN WATER DISTRICT held a **Regular Board of Directors Meeting at 4:30 p.m. on the 31st day of May, 2006**, in the Board Room of Bexar Metropolitan Water District, 2047 W. Malone, San Antonio, Texas.

BOARD MEMBERS PRESENT: Victor Villarreal; Lesley Wenger; Jim Clement; James Fenimore; Robert Morin; David Sosa; Jose Gallegos Jr.

STAFF MEMBERS PRESENT: Gil Olivares; Adolfo Ruiz; Mike Albach; Jesse Morin; Miyoung Squire; Johnnie Terrazas; Gene Camargo; Helen Casias; Tasha Morton; Liliana Oranday; Steve Sandoval; Travis Runty; Abel Ruiz; Annette Pawelek; Phil Hopkins; Edna Wigfall Cruté; Felix Bernard; John Joseph; Kim Scott; Nathan Riggs; Gene Camargo; Gilbert Garza; Glenn George; John Joseph

GUESTS PRESENT: Felix Bernal; Aliane Piper; Bob Anderson; Dan Foley; Dina Villarreal; Duane Moy; Scott Harris; Tom Wanat; Vincent Jaskinia; Bob Graham (A.H.N.H.A) John McFarland; Clay Binford & Paul Martin (Winstead); Jose Alfaro (Alfaro Consulting Company); Lee Niles (Pape-Dawson); Mike Villarreal (SAMCO Capital Markets); Mike Weiss, Martin Weiss, Steve Sand, Joe Arboua, Geoffrey Reeder & Dave Clayton (4M Realty); Richard White (Freese & Nichols); Rose Marie Earl (Pabler); Stephen Kramer (Stephen J. Kramer Architecture & Design, Inc.); Tom Garcia, Charlie Sanchez & Charmain Sanchez (Terreno Land Service)

PRESS PRESENT: Jerry Needham – (*Express News*).

MINUTES

The open session of this meeting was tape recorded. These minutes are a summary record of the Board's actions at the meeting. For a detailed record of discussions and statements made by persons speaking at the meeting, please consult the audio files at the District's office.

Item 1.

Mr. Villarreal called the meeting to order at 4:30 p.m.

Item 2.

Upon motion of Ms. Wenger, seconded by Mr. Clement and passed without opposition, the Board adjourned in to Executive Session at 4:32pm.

Item 3. Executive Session Items.

The Board reconvened in Open Session at 6:07pm and took the following actions per discussion in Executive Session.

2b. Declare as surplus Barrett Pit in Bexar County, Texas and to negotiate with the City of San Antonio for the conveyance of the Property.

Mr. Sosa moved to approve. The motion was seconded by Mr. Gallegos.

Mr. Villarreal called for the vote.

Motion carried unanimously.

2e. Lease of 180 acre- feet of Edwards Aquifer water rights Larry M. & Dwight W. Haby.

Mr. Clement moved to approve. The motion was seconded by Mr. Fenimore.

Mr. Villarreal called for the vote.

Motion carried unanimously.

2f. Response to BSR Water Co Application with TCEQ.

Mr. Fenimore requested to move to direct the General Manager to file a written protest of the BSR Water Co application with the TCEQ to sell and transfer a CCN to provide water utility service in Bexar County to SAWS. The motion was seconded by Mr. Villarreal.

Mr. Villarreal called for the vote.

Ayes: Villarreal, Wenger, Clement, Fenimore, Sosa and Morin.

Abstain: Gallegos.

Motion carried.

Item 4. Citizens to be heard.

Vincent Jaskinia, President of Quintana Neighborhood Association asked about the Pay Station on behalf of the neighborhood. There is interest in the architect. There are concerns with respect to capacity as people, some elderly and disabled, waiting out in the heat. Mr. Jaskinia then addressed the broken water main at Hollenbeck and Creighton and questioned the four hours and 20 minutes to cut off the water and flooded streets. He also mentioned the main on Palo Alto Road which was running for three and a half hours before it was cut off. He pointed out that is a lot of water in the face of probable water restrictions. Further,

Mr. Jaskinia addressed the repair of the street, saying that it needs to be paved. Finally, he objected to the conduct of the BexarMet redistricting.

Item 5. To authorize the General Manager (GM) to negotiate and approve contract with Kramer Architecture and Design.

To authorize the General Manager to negotiate and approve the contract with the architectural firm of Stephen J. Kramer Architecture & Design, Inc., selected via RFQ, for Architectural Services Pay Station Design as recommended by Staff and the Pay Station Committee.

Mr. Sosa moved to approve. The motion was seconded by Mr. Clement.

Mr. Villarreal called for a vote.

Ayes: Villarreal, Wenger, Clement, Fenimore, Sosa and Morin.

Abstain: Gallegos.

Motion carried.

Item 6. To authorize the GM to joint bid with COSA.

To authorize the General Manager to joint bid with the City of San Antonio and accept the City of San Antonio selected contractor for a construction related to the Knights Cross at Hardy Oaks street lowering and main relocation project (District 6) for a budgeted amount not to exceed \$40,000.00 from Capital Budget No. BP-060711, line 69, page 2 of 4 (District 6).

Mr. Sosa moved to approve. The motion was seconded by Mr. Villarreal.

Mr. Villarreal called for a vote.

Motion carried unanimously.

Item 7. Bexar Metropolitan Water District Waterworks System Revenue Refunding Bonds, Series 2006.

An Order authorizing the issuance of "Bexar Metropolitan Water District Waterworks System Revenue Refunding Bonds, Series 2006"; approving and authorizing agreements, instruments, and procedures relating thereto; and authorizing other matters related to the foregoing. Mr. Olivares gave a slide presentation.

Mr. Clement moved to approve. The motion was seconded by Mr. Gallegos.

Mr. Villarreal called for a vote.

Motion carried unanimously.

Item 8. To approve the General Manager to approve and execute contracts.

To approve a contract with Terreno Services, Inc., for Wireless Infrastructure Consulting and Management Services. Terreno Services is a minority-owned company established in 1999 specialized in site development in telecommunications services. Their clients consist of Sprint/Nextel, Cingular, Verizon, Cricket and Pocket. Mr. Sanchez of Terreno Services gave a slide presentation.

Mr. Morin moved to approve. The motion was seconded by Ms. Wenger.

Mr. Villarreal called for a vote.

Motion carried unanimously.

Item 9. To approve the funding for replacement cast iron mains.

To approve the funding for the replacement of approximately 1,100 ft of 6" 42-year-old cast iron main, and 1,100 ft of 2" 68-year-old cast iron main, and service lines, with a single 8" ductile iron main and new service lines on McCauley from Commercial to Escalon, (District 7) in the amount of approximately \$90,000.00, and reallocation of funds from Capital Budget No. BP 060730, page 3, line 88 (District 3).

Mr. Fenimore moved to approve. The motion was seconded by Ms. Wenger.

Mr. Villarreal called for a vote.

Motion carried unanimously.

Item 10. Approve the replacement of approx 1,700 ft. failing 2" main.

To approve the funding of the replacement of approximately 1,700' of failing 2" main and service lines with 8" main and new service lines on Brunswick from Bode to IH-35 (District 7) in the amount of approximately \$170,000.00, and reallocation of funds from Capital Budget No. BP 060730, page 3, line 88 (District 3).

Mr. Fenimore moved to approve. The motion was seconded by Mr. Sosa.

Mr. Villarreal called for a vote.

Motion carried unanimously.

Item 11. Renew for the 2006-07 fiscal year the authorization granted to GM to engage engineering firms.

To renew for the 2006-07 fiscal year the authorization granted in the previous fiscal year to the General Manager to engage engineering firms of CH2M Hill, Freese & Nichols, TCB, River City & URS to provide design and consultation services for capital improvement projects.

BexarMet Minutes (Regular Meeting), May 31, 2006

Ms. Wenger moved to approve. The motion was seconded by Mr. Clement.

Mr. Villarreal called for a vote.

Motion carried unanimously.

Item 12. Approval of the revised Longevity Incentive pay.

To approve the revised Longevity Incentive pay, a percentage paid out as a lump sum payment to employees who make \$50,000.00 a year or less.

Ms. Wenger moved to table the item. The motion was seconded by Mr. Gallegos.

Mr. Villarreal called for a vote.

Motion carried unanimously.

Item 13. Approval of a Special Rule relating to the length of Board Member debate.

Mr. Fenimore moved to approve the item. The motion was seconded by Mr. Villarreal.

Mr. Villarreal called for a vote.

Motion was defeated unanimously.

Item 14. To rename "Moreno" Street, site of BexarMet's Water Treatment Plant.

Mr. Clement moved to rename "Moreno" street site of BexarMet's Water Treatment Plant from Moreno Street to Agua Pura. Mr. Olivares will approach the County and submit the requested name change.

The motion was seconded by Ms. Wenger.

Mr. Villarreal called for vote.

Ayes: Villarreal; Wenger; Clement; Fenimore; Morin.

Nays: Gallegos

Abstained: Sosa.

Motion carried.

Item 15. Policy regarding Board approval on trips and seminars.

Board Administrative Procedures, Chapter 1.1.30 were set out in a slide presentation. Currently, the District will reimburse all Board members for conferences. The conferences recognized by the Board include conferences of the Texas Water Conservation Association,

American Water Works Association, and generally those functions that include education or informational services.

Ms. Wenger moved to table the item to initiate a better policy

Mr. Clement seconded the motion.

Mr. Villarreal called for the vote.

Ayes: Villarreal; Clement; Wenger; Gallegos; Fenimore; Morin.

Nays: Sosa.

Motion carried.

Item 16. Attendance at the AWWA Conference in San Antonio during June 2006.

Informational item; no action taken.

Item 17. Policy regarding contact with staff by Board Members.

To approve Board member contact with Mr. Olivares or his designee, Ms. Casias, Mr. Ruiz or Mr. Albach.

Mr. Sosa moved to approve. Mr. Morin seconded the motion.

Mr. Villarreal called for the vote.

Motion carried unanimously.

Item 18. Consent Items.

Mr. Villarreal moved to approve items 18 a, b, c, d, e and f. Mr. Clement seconded the motion.

Mr. Villarreal called for a vote

Motion carried unanimously.

Item 19. Action Items Administration: Board Minutes.

May 2, 2006 Regular Board Minutes just "A" is in the package said Mr. Olivares.

Mr. Sosa moved to approve. Mr. Villarreal seconded the motion.

Mr. Villarreal called for a vote.

Motion carried unanimously.

Item 20. Report Items.

Item 20a: The purchase of materials necessary for store's inventory or for on-going projects for the month of May 2006

No discussion.

Item 20b: The exceptional expenditures and professional fees for the month May 2006.

No discussion

Item 20c. Top 25 Delinquent accounts.

Discussion was held on the item.

Mr. Olivares said that staff would review the accounts in detail for the next meeting, with an explanation of any notable items.

Item 20d. General Manager's monthly reports.

Mr. Hopkins gave an update on our secure website and the auto-pay function.

Mr. Olivares made a brief report on customer service. The District is at approximately 90.0 percent and its goal is 98 percent. The District is now fully staffed with another individual on board and in training right now, and Mr. Olivares expects the number to increase as we go forward in the coming months, because there is sufficient staff at the call center.

Mr. Olivares also reported on a negotiation seminar. Mr. Ruiz and Mr. Olivares will be attending that particular seminar to further develop negotiation skills.

Item 20e. Professional Services Monthly Reports.

No Discussion.

Item 21. Date and Time of Next Board Meeting.

Mr. Wenger moved to hold the next Regular Board Meeting on Monday June 26, 2006 at 5:00 p.m. for Executive Session and 6:00 p.m. for Open Session. Motion was seconded Mr. Clement

Mr. Villarreal called for the vote.

Motion carried unanimously.

Item 22. Adjournment.

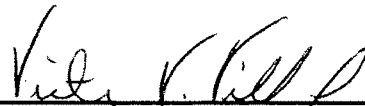
Ms. Wenger moved to adjourn. Motion was seconded by Mr. Villarreal.

BexarMet Minutes (Regular Meeting), May 31, 2006

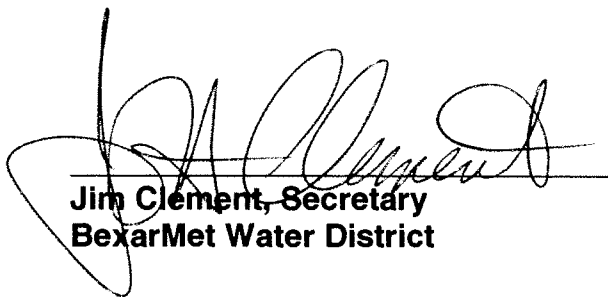
Motion carried unanimously.

The meeting was adjourned at 9:13 p.m.

Minutes approved this 30 day of October, 2006.



**Victor V. Villarreal, President
BexarMet Water District**



**Jim Clement, Secretary
BexarMet Water District**