



NTMWD.COM

## **NORTH TEXAS MUNICIPAL WATER DISTRICT**

501 E. Brown Street • Wylie, Texas 75098  
(972) 442-5405 – Phone • (972) 295-6440 – Fax

### **MINUTES REGULAR MEETING OF THE BOARD OF DIRECTORS AUGUST 25, 2016**

The North Texas Municipal Water District Board of Directors met in Regular meeting on Thursday, August 25, 2016, at 4:00 p.m. in the NTMWD Administrative Offices located at 501 E. Brown Street, Wylie, Texas. Notice of the meeting was legally posted in accordance with Government Code, Title 551, Open Meetings.

#### **I. CALL TO ORDER**

President Terry Sam Anderson called the meeting to order at approximately 4:00 p.m.

#### **II. INVOCATION**

Director Joe Farmer offered the invocation.

#### **III. PLEDGE OF ALLEGIANCE**

President Terry Sam Anderson led the Board of Directors in the Pledge of Allegiance.

#### **IV. PLEDGE OF ALLEGIANCE TO THE TEXAS FLAG**

President Terry Sam Anderson led the Board of Directors in the Pledge of Allegiance to the Texas Flag.

#### **V. ANNOUNCEMENT OF QUORUM**

President Terry Sam Anderson announced a quorum was present. Directors Wayne May, John Sweeden, and Bob Thurmond were absent.

The following Directors were present for the August 25, 2016, Regular Board meeting:

Terry Sam Anderson	Michael Lopez
Don Cates	Jack May
Phil Dyer	Charles McKissick
Joe Farmer	Jim Mellody
Marvin Fuller	John Murphy
Bill Glass	Larry Parks

Don Gordon  
Rod Hogan  
Joe Joplin  
James Kerr  
Bill Lofland

Richard Peasley  
Bobby Robinson  
Richard Sheehan  
Lynn Shuyler

The following NTMWD consultants attended the meeting:

Lewis Isaacks – Gay McCall Isaacks & Roberts  
Alan Raynor – McCall Parkhurst & Horton  
David Medanich – First Southwest Company

VI. PUBLIC COMMENTS

There were no registered guests to provide public comments.

VII. OPENING REMARKS

- A. Presentations of awards, recognitions, achievements, etc., of the District, Board Members, and staff

Assistant Deputy Director Jenna Covington recognized Larry Hall's 31 years of service to NTMWD.

Mrs. Covington also recognized the following NTMWD Wastewater Treatment Plants (WWTP) and employees for receiving National Association of Clean Water Agencies Peak Performance Awards for calendar year 2015:

**Silver Award:**

- Bear Creek WWTP – Chuck Lipsey
- Floyd Branch RWWTP – Noe Guzman
- Muddy Creek WWTP – Nathaniel Hargrow
- Seis Lagos WWTP – Steven Parker
- Squabble Creek WWTP – Chuck Lipsey
- Stewart Creek WWTP – Michael Gonzalez

**Gold Award:**

- Buffalo Creek WWTP – Michael Curry

**Platinum Award:**

- Cottonwood Creek – Christian Rodriguez
- Panther Creek WWTP – Raymond Reynolds

- B. President's Remarks concerning current events, conduct of meeting, posted agenda items, committee assignments, and related matters

President Terry Sam Anderson advised that Director Larry Parks was abstaining from voting on Items VIII. M and IX. F. and I.

- C. Executive Director's Status Report concerning legislation and regulatory matters, budgets, current projects and ongoing programs of the District including the Regional Water System, Regional Wastewater System, Regional Solid Waste System, Watershed Protection, and Water Conservation

Executive Director Tom Kula provided some historical notes on the Solid Waste System and advised that in August 2004 the NTMWD began operations at the 121 Regional Disposal Facility. Mr. Kula noted the FY 17 Budget and Rates document was included as a handout in the Board folders. He also noted the fourth Member City Working Group meeting was being scheduled and will focus discussions on the water bank option.

Tiffany Currie, NTMWD's Energy Manager, provided an update on NTMWD's energy program.

Janet Rummel, NTMWD's Public Relations Manager, advised the NTMWD's new website was launched and reviewed the new home page.

#### VIII. CONSENT AGENDA ITEMS

Upon a motion by Director Lynn Shuyler and a second by Director John Murphy, the Board of Directors voted unanimously to approve the consent agenda items as follows:

- A. Consider Approval of Board of Directors Regular Meeting Minutes – July 28, 2016  
(Please refer to Consent Agenda Item No. 16-08-01)
- B. Consider Approval of Board of Directors Work Session Minutes – July 28, 2016  
(Please refer to Consent Agenda Item No. 16-08-02)
- C. Consider Approval of Monthly Construction Report – July 2016  
(Please refer to Consent Agenda Item No. 16-08-03)
- D. Consider Authorizing Execution of Contract Amendment No. 11 to Interlocal Agreement with Collin County for Participation in Collin County Cleanup Day Program  
(Please refer to Consent Agenda Item No. 16-08-04)
- E. Consider Adoption of Resolution No. 16-37 Conveying Property at the Lookout Drive Transfer Station in the form of a 0.033 Acre Permanent Easement to Oncor Electric Delivery Company, LLC, Project No. 372  
(Please refer to Consent Agenda Item No. 16-08-05)
- F. Consider Authorizing Additional Engineering Services on Project No. 343, Wilson Creek Regional Wastewater Treatment Plant Electrical Improvements, Phase I  
(Please refer to Consent Agenda Item No. 16-08-06)
- G. Consider Authorizing Additional Engineering Services on Project No. 319, Lower Rowlett Creek and Lower Cottonwood Creek Lift Station Improvements  
(Please refer to Consent Agenda Item No. 16-08-07)

- H. Consider Authorizing Change Order No. 4 and Ratification of Actions of Executive Director on Project No. 252, Stewart Creek West Wastewater Treatment Plant Expansion to 10 MGD  
(Please refer to Consent Agenda Item No. 16-08-08)
- I. Consider Authorizing Additional Engineering Services on Project No. 336, Wilson Creek Regional Wastewater Treatment Plant Solids Management Optimization and Control Improvements  
(Please refer to Consent Agenda Item No. 16-08-09)
- J. Consider Authorizing Additional Engineering Services on Project No. 432, Floyd Branch Regional Wastewater Treatment Plant Process Optimization Improvements, Preliminary Engineering  
(Please refer to Consent Agenda Item No. 16-08-10)
- K. Consider Authorizing Change Order No. 4 on Project No. 261, High Service Pump Station 2-2 and 2-3 Mechanical Improvements  
(Please refer to Consent Agenda Item No. 16-08-11)
- L. Consider Authorizing Additional Engineering Services on Project No. 330, Wylie Water Treatment Plant II, Clearwell and Disinfection Modifications  
(Please refer to Consent Agenda Item No. 16-08-12)
- M. Consider Authorizing Additional Engineering Services on Project No. 413, System Wide Air Valve Improvements on East System, Final Engineering  
(Please refer to Consent Agenda Item No. 16-08-13)

IX. AGENDA ITEMS FOR INDIVIDUAL CONSIDERATION

- A. Consider Adoption of Resolution No. 16-33 Authorizing the Issuance, Sale, and Delivery of North Texas Municipal Water District Parker Creek Parallel Wastewater Interceptor System Contract Revenue Bonds, Series 2016, and Approving and Authorizing Instruments and Procedures Relating Thereto  
(Please refer to Administrative Memorandum No. 4699)

Upon the recommendation of the Finance/Audit Committee, a motion by Director Larry Parks and a second by Director John Murphy, the Board of Directors voted unanimously to adopt Resolution No. 16-33 authorizing the issuance, sale, and delivery of North Texas Municipal Water District Parker Creek Parallel Wastewater Interceptor System Contract Revenue Refunding Bonds, Series 2016, and approving and authorizing instruments and procedures related thereto in the amount of \$3,045,000. David Medanich of First Southwest Company advised that Raymond James & Associates, Inc., was the successful bidder at a true interest cost of 2.585787%.

- B. Consider Adoption of Resolution No. 16-34 Authorizing the Issuance, Sale, and Delivery of North Texas Municipal Water District Regional Wastewater System Revenue Refunding and Improvement Bonds, Series 2016; Providing for the Redemption Prior to Maturity of the Bonds Being Refunded, Authorizing an Escrow

Agreement in Connection with the Bonds Being Refunded, and Approving and Authorizing Instruments and Procedures Relating Thereto  
(Please refer to Administrative Memorandum No. 4700)

Upon the recommendation of the Finance/Audit Committee, a motion by Director Larry Parks and a second by Director Don Cates, the Board of Directors voted unanimously to adopt Resolution No. 16-34 authorizing the issuance, sale, and delivery of North Texas Municipal Water District Regional Wastewater System Revenue Refunding and Improvement Bonds, Series 2016, providing for the redemption prior to maturity of the bonds being refunded, authorizing an escrow agreement in connection with the bonds being refunded, and approving and authorizing instruments and procedures relating thereto in the amount of \$95,075,000. David Medanich of First Southwest Company advised that Raymond James & Associates, Inc., was the successful bidder at a true interest cost of 2.572151%.

- C. Consider Adoption of Resolution No. 16-35 Authorizing the Issuance, Sale, and Delivery of North Texas Municipal Water District Upper East Fork Wastewater Interceptor System Contract Revenue Refunding and Improvement Bonds, Series 2016, and Approving and Authorizing Instruments and Procedures Relating Thereto  
(Please refer to Administrative Memorandum No. 4701)

Upon the recommendation of the Finance/Audit Committee, a motion by Director Larry Parks and a second by Director John Murphy, the Board of Directors voted unanimously to adopt Resolution No. 16-35 authorizing the issuance, sale, and delivery of North Texas Municipal Water District Upper East Fork Wastewater Interceptor System Contract Revenue Refunding and Improvement Bonds, Series 2016, and approving and authorizing instruments and procedures relating thereto in the amount of \$39,470,000. David Medanich of First Southwest Company advised that Citigroup Global Markets, Inc., was the successful bidder at a true interest cost of 2.518741%.

- D. Consider Authorizing Change Order No. 4 on Project No. 330, Wylie Water Treatment Plant II Clearwell and Disinfection Modifications  
(Please refer to Administrative Memorandum No. 4702)

Upon a motion by Director Lynn Shuyler and a second by Director Richard Peasley, the Board of Directors voted unanimously to authorize Change Order No. 4 with Archer Western Construction, LLC, in the amount of \$579,125 and an additional 30 days of contract time on Project No. 330, Wylie Water Treatment Plant II Clearwell and Disinfection Modifications.

- E. Consider Authorizing Change Order No. 4 on Project No. 354, Wylie Water Treatment Plant Chemical Systems Improvements, Phase IB  
(Please refer to Administrative Memorandum No. 4703)

Upon a motion by Director Lynn Shuyler and a second by Director Don Cates, the Board of Directors voted unanimously to authorize Change Order No. 4 with

Pepper Lawson Waterworks, LLC, in the amount of \$36,440.55 on Project No. 354, Wylie Water Treatment Plant Chemical Systems Improvements, Phase IB.

- F. Consider Authorizing Award of Construction Contract on Project No. 215, Improve Drainage Culvert at Water Treatment Plant II  
(Please refer to Administrative Memorandum No. 4704)

Upon a motion by Director James Kerr and a second by Director Joe Farmer, the Board of Directors voted unanimously to authorize award of a construction contract to Archer Western Construction, LLC, in the amount of \$4,015,283 on Project No. 215, Improve Drainage Culvert at Water Treatment Plant II.

- G. Consider Authorizing Award of Construction Contract on Project No. 367, Wylie Water Treatment Plants I and II Sludge Handling Improvements  
(Please refer to Administrative Memorandum No. 4705)

Upon a motion by Director Rod Hogan and a second by Director Jim Mellody, the Board of Directors voted unanimously to authorize award of a construction contract to Pepper Lawson Waterworks, LLC, in the amount of \$1,738,000 on Project No. 367, Wylie Water Treatment Plants I and II Sludge Handling Improvements.

- H. Consider Authorizing Execution of Engineering Services Agreement on Project No. 444, Wylie Water Treatment Plant I Clearwell Repairs and Miscellaneous Improvements  
(Please refer to Administrative Memorandum No. 4706)

Upon a motion by Director Michael Lopez and a second by Director Richard Peasley, the Board of Directors voted unanimously to authorize execution of an engineering services agreement for final engineering design with HDR, Inc., in the amount of \$130,605 on Project No. 444, Wylie Water Treatment Plant I Clearwell Repairs and Miscellaneous Improvements.

- I. Consider Authorizing Execution of Engineering Services Agreement on Project No. 332, Rockwall to Royse City Pipeline No. 2 and East System Ground Storage Tank  
(Please refer to Administrative Memorandum No. 4707)

Upon a motion by Director Jim Mellody and a second by Director Bill Lofland, the Board of Directors voted unanimously to authorize execution of an engineering services agreement for final engineering design with Freese and Nichols, Inc., in the amount of \$35,457 on Project No. 332, Rockwall to Royse City Pipeline No. 2 and East System Ground Storage Tank.

- J. Consider Authorizing Execution of Amended and Restated Potable Water Supply Contract with North Collin Special Utility District  
(Please refer to Administrative Memorandum No. 4708)

Upon the recommendation of the Water Committee, a motion by Director Bill Lofland, and a second by Director Don Gordon, the Board of Directors voted

unanimously to authorize execution of an Amended and Restate Potable Water Supply Contract with North Collin Water Special Utility District.

- K. Consider Authorizing Execution of Agreement for Preconstruction Electric Utility Work with Fannin County Electric Cooperative on Project No. 362, Lower Bois d'Arc Creek Reservoir  
(Please refer to Administrative Memorandum No. 4709)

Upon a motion by Director Lynn Shuyler and a second by Director Rod Hogan, the Board of Directors voted unanimously to authorize execution of Agreements for preconstruction electric utility work with Fannin County Electric Cooperative for Project No. 362, Lower Bois d'Arc Creek Reservoir, Raw Water Pump Station, Lake Bonham Dam and Leonard Water Treatment Plant.

- L. Consider Authorizing Change Order No. 8 on Project No. 295, Upper Rowlett Creek and Upper Cottonwood Creek Lift Station Improvements  
(Please refer to Administrative Memorandum No. 4710)

Upon a motion by Director Rod Hogan and a second by Director James Kerr, the Board of Directors voted unanimously to authorize Change Order No. 8 with Archer Western Construction, LLC, in the amount of \$134,895.56 on Project No. 295, Upper Rowlett Creek and Upper Cottonwood Creek Lift Station Improvements.

- M. Consider Authorizing Award of Construction Contract on Project No. 423, Parker Creek Parallel Wastewater Interceptor System  
(Please refer to Administrative Memorandum No. 4711)

Upon a motion by Director Lynn Shuyler and a second by Director Bobby Robinson, the Board of Directors voted unanimously to authorize award of a construction contract to Mountain Cascade of Texas, LLC, in the amount of \$2,208,703 on Project No. 423, Parker Creek Parallel Wastewater Interceptor System.

- N. Consider Authorizing Execution of Engineering Services Agreement on Project No. 443, South Mesquite Creek Regional Wastewater Treatment Plant Influent Flow Handling and Secondary Clarifier Improvements  
(Please refer to Administrative Memorandum No. 4712)

Upon a motion by Director Don Gordon and a second by Director Bobby Robinson, the Board of Directors voted unanimously to authorize execution of an engineering services agreement for final engineering design with CDM Smith, Inc., in the amount of \$426,879 on Project No. 443, South Mesquite Creek Regional Wastewater Treatment Plant Influent Flow Handling and Secondary Clarifier Improvements.

- O. Consider Authorizing Execution of Engineering Services Agreement on Project No. 401, Princeton Lift Station Improvements, and Project No. 433, Princeton Parallel Force Main Improvements  
(Please refer to Administrative Memorandum No. 4713)

Upon a motion by Director Richard Sheehan and a second by Director Michael Lopez, the Board of Directors voted unanimously to authorize execution of an engineering services agreement for final engineering design with Parsons Environment and Infrastructure, Inc., as follows: (1) in the amount of \$1,070,009 on Project No. 401, Princeton Lift Station Improvements; and, (2) in the amount of \$717,170 on Project No. 433, Princeton Parallel Force Main Improvements.

- P. Consider Authorizing Award of Construction Contract on Project No. 392, Beck Branch Interceptor Improvements, Phase 2  
(Please refer to Administrative Memorandum No. 4714)

Upon a motion by Director Joe Farmer and a second by Director John Murphy, the Board of Directors voted unanimously to authorize award of a construction contract with IPR South Central, LLC, in the amount of \$6,543,325 on Project No. 392, Beck Branch Interceptor Improvements, Phase 2.

X. DISCUSSION ITEMS

- A. Review 2015-2016 Water System Rebate

Assistant Deputy Director Rodney Rhoades reviewed the proposed 2015-2016 Water System Rebates, which total approximately \$6.6 million. It was the consensus of the Board to place this item on the September 2016 Board of Directors meeting agenda.

- B. Review 2016-2017 Annual All Systems Budget

Assistant Deputy Director Rodney Rhoades provided a review of the proposed 2016-2017 Annual All Systems Budget.

- C. Review 2016-2017 Compensation for Executive Director/General Manager and Deputy Directors

The regular session recessed at 5:11 p.m.

President Terry Sam Anderson declared a need for an Executive Session of the Board of Directors pursuant to pursuant to Section 551.074, Personnel, and Section 551.071, Consultation with Attorney, of the Texas Government Code. The Executive Session was called to order by President Terry Sam Anderson at 5:11 p.m.

The Executive Session adjourned at 6:24 p.m.

The Board of Directors reconvened into regular session at 6:25 p.m.



D. Update on Acquisition of Property Interest in Seagoville Ranch Wetlands

This item was discussed in Executive Session noted above.

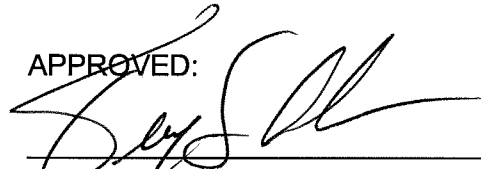
E. Opportunity for Board Members to Request Potential Future Agenda Items  
***(No substantive discussion of items will take place at this time)***

There were no future agenda items requested by Board members.

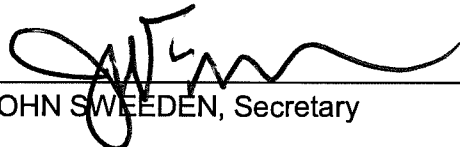
XI. ADJOURNMENT

There being no further business, the meeting adjourned at approximately 6:25 p.m. The next regular meeting of the NTMWD Board of Directors will be held Thursday, September 22, 2016, at 4:00 p.m. at the North Texas Municipal Water District offices at 501 E. Brown Street, Wylie, Texas.

APPROVED:

  
\_\_\_\_\_  
TERRY SAM ANDERSON, President

ATTEST:

  
\_\_\_\_\_  
JOHN SWEEDEN, Secretary

(Seal)

