

MINUTES OF THE BOARD OF DIRECTORS' MEETING
GREATER TEXOMA UTILITY AUTHORITY

MONDAY JUNE 17 2019

AT THE ADMINISTRATIVE OFFICES
5100 AIRPORT DRIVE
DENISON TX 75020

Members Present: Brad Morgan, Ken Brawley, Scott Blackerby, Donald Johnston, Matt Brown, Stanley Thomas, Anthony Richardson, and Mark Kuneman

Members Absent:

Staff: Drew Satterwhite, Carolyn Bennett, Debi Atkins, Tasha Hamilton and Velma Starks

General Counsel: Mike Wynne, Wynne and Smith

Visitors: David Howerton, Alan Plummer Associates, Inc.
Kevin Farley, Pottsboro City Manager

I. Call to Order

Board President Morgan called the meeting to order at 12:30 p.m.

II. Pledge of Allegiance

Board President Brad Morgan led the group in the Pledge of Allegiance.

III. Consent Agenda

Items marked with an asterisk () are considered routine by the Board of Directors and are enacted in one motion without discussion unless a Board Member or a Citizen request a specific item to be discussed and voted on separately.

IV. * Consider and act upon approval of Minutes of May 20, 2019 Meeting.

V. * Consider and act upon approval of accrued liabilities for May 2019.

Board Member Mark Kuneman made a motion to approve the consent agenda items. Board Member Anthony Richardson seconded the motion. Motion passed unanimously.

VI. Citizens to be Heard.

No citizens present requested to speak before the Board.

VII. Consider and act upon an Interlocal Agreement between the Greater Texoma Utility Authority and the City of Princeton for Forest Grove Pump Station Improvements Project.

General Manager Drew Satterwhite provided background information for the Board. The City of Princeton staff approached the Authority staff requesting assistance in financing and constructing improvements to the City's water system. At the February 2018 meeting, the Board of Directors adopted a Bond Resolution authorizing the issuance of \$15,200,000 through the Texas Water Development Board's Drinking Water State Revolving Fund. The DWSRF offers an interest rate subsidy of 1.35% which the TWDB estimates will save the City of Princeton approximately \$3,900,000 over the life of the loan by using the DWSRF program.

The City of Princeton is a member city of the North Texas Municipal Water District. One of the benefits is that NTMWD pays for the delivery vaults that house the billing flow meters in addition to the flow control valves. That item was broken out as an alternate on the bid documents of this project so that the City would be able to present the exact cost of these items to NTMWD for reimbursement.

An Interlocal Agreement between Princeton and NTMWD establishes an escrow fund for delivery vault components in the amount of \$1,262,500.00. Release of funds from escrow is pending approval by the NTMWD Board of Directors at their July 2019 meeting. The City desires to fund the proposed contract with Associated Construction Partners, LTD, in the amount of \$13,307,500 utilizing bond funds issued by the Authority, with payment of \$1,262,500 from the City, through the escrow agreement with NTMWD. The award of the contract with Associated Construction Partners, LTD is discussed in item VIII.

An Interlocal Agreement between the Authority and the City of Princeton has been drafted in order for the Authority to utilize the \$1,262,500 escrow funds for this construction project. Through the agreement, the City agrees to pay \$1,262,500 for construction of the project by committing the escrow funds from NTMWD to the construction contract with Associated Construction Partners, LTD. The City Council approved the Interlocal Agreement between the Authority and the city at their June 10 2019 council meeting. Board Member Mark Kuneman made the motion to approve the Interlocal Agreement with the City of Princeton for the Forest Grove Pump Station Project. Board Member Matt Brown seconded the motion. Motion passed unanimously.

VIII. Consider and act upon award of contract for City of Princeton Forest Grove Pump Station Improvements Project.

General Manager Drew Satterwhite had given the background information in Item VII. Four bids were received on May 23, 2019 for the Forest Grove Pump Station Improvements Project. Associated Construction Partners was the lowest bidder in the amount of \$13,307,500.00. The City of Princeton authorized the award of contract at their June 10, 2019 council meeting. With the inclusion of the NTMWD funds made available by the Interlocal Agreement on the previous item, there are funds available to award and construct this project. Board Member Matt Brown made the motion to authorize the award of contract contingent upon North Texas Municipal

