

\* REVISED \*  
Board of Commissioners  
Central Arkansas Water

AGENDA

2:00 p.m.  
Thursday, March 12, 2015  
James T. Harvey Administration Building  
221 East Capitol Avenue  
Little Rock, Arkansas

**1. APPROVAL OF MINUTES**

**February 12, 2015 Regular Meeting**

**2. OLD BUSINESS**

**a. Jacksonville Water Works**

Staff will update the Board on the continuing negotiations with Jacksonville Water Works related to their Wholesale Water Contract.

**b. Adopt a Resolution Establishing a Debt Service Coverage Ratio Policy**

Staff requests Board approval of a Resolution adopting a Debt Service Coverage Ratio Policy. The policy will set a Debt Service Coverage Ratio stretch goal, target, and floor for the purposes of maintaining or improving bond ratings, establishing rates, and making transfers in or out of the Rate Stabilization Account.

**3. NEW BUSINESS**

**a. Check Presentation 2014 Entergy Solutions Arkansas Program**

As part of its sustainability efforts, CAW participated in the 2014 Entergy Solutions Arkansas program, as administered by Clearesult. CAW's replacement of older light fixtures at the Jack H. Wilson Treatment Plant is expected to reduce its energy consumption by approximately 512,000 kilowatt-hours per year. For reducing its usage, Entergy is presenting CAW an incentive check in the amount of \$82,045.39.

**b. Approve Payments to Retain DeGray Lake Right of First Refusal**

Staff requests Board approval of payment in the amount of \$154,426.20 to the Ouachita River Water District (ORWD) and the Corps of Engineers to retain the Right of First Refusal for 120 MGD from DeGray Lake. Pursuant to CAW's contract with the City of Hot Springs, Hot Springs will pay CAW \$25,742.85 for Hot Springs 20 MGD.

**4. CONTRACTS/PURCHASES**

**a. Broadway Bridge Improvements - AHTD Reimbursement**

Staff requests Board approval of a contract in the amount of \$1,319,060 with the Arkansas Highway and Transportation Department (AHTD) for installation of a 20-inch water main on the new Broadway Bridge. The AHTD bid documents included specifications, drawings, and a bid form for the replacement main. Massman Construction Company was the apparent low bidder. AHTD subsequently approved Massman as the contractor and issued a Notice to Proceed in November 2014. Massman's bid for the waterline work was \$1,319,060. The construction of the new water main will be under contract with AHTD with payment being made directly to AHTD in October 2015.

**b. Variable Frequency Drive for Pump Station 1B**

Staff requests Board approval for the purchase of an adjustable variable frequency drive (VFD), spare parts, and training from Evans Enterprises in the amount of \$143,990.25. The VFD will enable pump 6 in station 1B to operate at variable speeds and maintain pressure in the intermediate system when Tank 2 is out of service for cleaning, painting or repairs. The VFD will replace a Magna Drive unit that was installed in 2000. The Magna Drive unit has become unreliable and has had several failures.

**c. Purchase Three (3) Crew Truck-Cab Chassis' and Service Bodies and One (1) Dump Truck Chassis**

Staff requests Board approval for the purchase of three (3) crew truck-cab chassis' and one (1) dump truck chassis from Truck Centers of Arkansas in the amount of \$285,172 and three (3) service bodies from HilBilt Sales in the amount of \$66,769.08, for a total of \$351,941.08. These new trucks will replace three (3) 14-year old crew trucks purchased in 2001 and a 20 year old dump truck purchased in 1995.

**5. DEPARTMENT UPDATES**

- a. Customer Relations & Public Affairs
- b. Water Quality & Operations
- c. Regionalism
- d. Finance

**6. BOARD BRIEFING**

**7. EXECUTIVE SESSION**

- a. Presentation on the Water System Vulnerability Assessment
- b. Personnel Matter