



APPROVED 6-27-18

MINUTES
 City of Tacoma
 Public Utility Board Meeting
 June 13, 2018
 6:30 p.m.

Ms. Trudnowski called the Public Utility Board meeting to order at 6:30 p.m. in the auditorium at Tacoma Public Utilities.

Present: Monique Trudnowski, Mark Patterson, Karen Larkin, Bryan Flint
Excused: Woodrow E. Jones, Jr.

The meeting was quorate.

Minutes of the Previous Meetings

Ms. Larkin moved that the minutes of the previous meetings be adopted; seconded by Mr. Flint. Voice vote was taken and carried. The minutes were declared adopted.

Recognitions

The Board recognized the winner of this year's Tacoma Water's haiku writing contest, fifth grader Cecilia Tatlonghari. Cecilia read her winning haiku:

*Drip drop into sink
 Same melody everyday
 Why won't you conserve?*

Comments from the Public

Mitchell Shook spoke in favor of celebrating Click!'s 20th anniversary and of pricing increases for Click!.

Consent Agenda

There were no items on the consent agenda.

Regular Agenda

- D-1 Resolution U-11010 – Award contracts and approve purchases:
1. Award contract to GPS Insight, LLC for the purchase of a new automatic vehicle location system (\$1,020,000, plus applicable sales tax);
 2. Award three-year contract to ERMCO for the purchase of 15kV single phase pad-mounted transformers on an as-needed basis (\$1,032,539, plus the option for two additional one-year renewal periods for a cumulative total of \$1,755,316.31, plus sales tax);
 3. Increase contract to Northwest Indian Fisheries Commission for fish health and pathology inspection and testing, and fish tagging operations at the Cushman Hydroelectric Project (\$500,000. Cumulative total \$695,000, plus applicable sales tax)

4. Increase contract to Utilicast, LLC for post cutover integration support of the Energy Management System (\$336,375. Cumulative total \$4,303,115, plus applicable sales tax);
5. Award contract to Southworth and Sons, Inc., for the Deep Creek Pipeline Protection Project (\$318,626.69, plus applicable taxes);
6. Award contract to Pape & Sons Construction, Inc., for the replacement of acquired asbestos-cement and plastic water mains in the vicinity of 161st Street East and 48th Avenue East (\$509,369, plus applicable taxes);
7. Award contract to Northwest Cascade, Inc., for the replacement of galvanized water mains in the vicinity of North Grant Avenue from Sprague Avenue to North 8th Street (\$426,942, plus applicable taxes).
8. Award contract to Puget Paving & Construction, Inc., for hot mix asphalt (\$398,000, plus a 10 percent contingency and applicable taxes for an initial contract term of one year in the amount of \$437,800 with the option for four additional one-year renewal terms for an estimated cumulative total of \$2,189,000, plus applicable sales tax).

Mr. Flint to adopt the resolution; seconded by Ms. Larkin.

In response to a Board request on item number one for clarification on renewal options, Don Ashmore, Fleet Manager, stated that there have been several renewal extensions with the previous vendor and it was determined needs are now different and have piloted other vendors and this recommended vendor meets current needs. In response to a Board inquiry about services included in the fees, Mr. Ashmore stated that the charges include monthly charges; installation, devices, automatic vehicle locator telematics, GPS tracking, web-based reporting, data collection, mileage utilization analyzation, idle time reporting, and enhanced safety for panic situations. There are also reduced maintenance costs by downloading vehicle system information into SAP. Lastly, dispatchers can immediately locate vehicles during outages, resulting in faster restoration times.

In response to a Board inquiry regarding item number three, Andrew Ollenburg, Cushman Fisheries Manager, provided background on the Northwest Indian Fisheries Commission.

Voice vote was taken and carried. The resolution was declared adopted.

- D-2 Resolution U-11011 – Authorize execution of Task Order #1, Phase 2 Procurement and Construction of the 2016 Task Order Agreement between Tacoma Power and the Port of Tacoma.

Ms. Larkin moved to adopt the resolution; seconded by Mr. Flint.

Joe Rempe, Power Engineer, summarized the resolution. This resolution authorizes Tacoma Power to execute Task Order #1 Phase 2 of the 2016 Task Order Agreement (TOA) between Tacoma Power and the Port of Tacoma. The TOA addresses the redevelopment of the Port of Tacoma's Parcel 77 and modifications to the Port of Tacoma East Blair 1 terminal. The Port of Tacoma is developing the parcel to allow import and processing of vehicles in preparation for transport. The cumulative total for Task Order #1 is \$255,000. At its February 6, 2018 meeting, the Port of Tacoma Commission authorized Tacoma Power's procurement and construction activities including labor, equipment, and materials.

Voice vote was taken and carried. The resolution was declared adopted.

- D-3 Resolution U-11012 – Approve Declaration of Surplus Utility Specific Equipment for a pilot plant trailer and associated equipment no longer needed for Tacoma Water's current or future needs and authorize the sale of equipment to the highest responsive bidder.

Ms. Larkin moved to adopt the resolution; seconded by Mr. Flint.

Kim DeFolo, Principal Engineer, summarized the resolution. The Green River Filtration Facility pilot plant trailer was used to pilot test filtration of Green River water and gain Washington State Department of Health approval for the design of the Green River Filtration Facility. Now that the Green River Filtration Facility is operating, the pilot plant trailer is no longer needed. The utility has determined the Green River Filtration Facility pilot plant trailer and the equipment as surplus to the utility's needs and authorize the sale of the equipment to the highest responsive bidder.

In response to a Board inquiry regarding the removal of equipment from the trailer, Ms. DeFolo answered that equipment was removed if no longer working and working equipment is being used elsewhere in Tacoma Water.

Voice vote was taken and carried. The resolution was declared adopted.

D-4 Resolution U-11013 – Authorize Tacoma Water to participate in the City of Tacoma Department of Environmental Services Bennett Street Pervious Pavement Project.

Ms. Larkin moved to adopt the resolution; seconded by Mr. Flint

Ali Polda, Professional Engineer, summarized the resolution. Environmental Services is proposing to improve the existing roadway along North Bennett Street from north 35th Street to North 37th Street as part of a Local Improvement District. Due to recent residential development existing access issues related to emergency vehicles, and community outreach, a permeable pavement project was selected as the preferred option. As part of the project, Tacoma Water plans to construct approximately 745 linear feet of new ductile iron water main and appurtenances along the project extents. Tacoma Water believes it is in the best interest of the utility and its customers to include the water main work in the Environmental Services contract to improve project delivery, reduce costs, and consolidate construction disturbance to the public. Tacoma Water's estimated project cost is \$160,326, plus a 15 percent contingency, plus a partner contribution of \$15,824, for a cumulative total of \$200,199.

Voice vote was taken and carried. The resolution was declared adopted.

D-5 Resolution U-11014 – Authorize the sale of approximately 2.16 acres of Tacoma Water Property located at 8002 Golden Given Road East for \$200,000.

Ms. Larkin moved to adopt the resolution; seconded by Mr. Flint.

Greg Muller, Real Estate Officer, summarized the resolution. This parcel was part of Tacoma Water's 2002 acquisition of the South East Tacoma Mutual Water Company. The site has remained vacant since that time. The property is zoned single family residential as part of the Parkland-Spanaway-Midland communities plan by Pierce County. As the property was not essential to Tacoma Water's needs, it was declared surplus in 2002. In April 2016, the property was offered for sale via sealed-bid process. Although it has been advertised with a minimum bid set at the appraised value of \$260,000, no bids were received. The property has been continuously advertised on the city's surplus website, and it was listed with a real estate broker and signage placed on site in January 2017. Although there have been multiple inquiries, no other party made an offer, with uniform feedback that the listing price was too high primarily due to off-site development costs such as utility extensions and road improvements. The parties have agreed to a consideration to Tacoma Water of \$200,000, which reflects the current fair market value. Tacoma Water has accepted an offer from Mr. Ngoun Chum for \$200,00. Mr. Chum intends to develop the property with one or more single family residences. The offer is subject to Council approval and a public hearing.

In response to a Board inquiry regarding the length of time it took for this property to be marketed, Mr. Muller answered that he didn't immediately have the complete history; however, there was a formal sealed bid process in 2016 that received no bids so a negotiated disposition was done. In response to a Board inquiry about any changes to the property, Mr. Muller stated he did not know if the purchaser would subdivide or change zoning and that those decisions are governed by Pierce County.

Voice vote was taken and carried. The resolution was declared adopted.

H. Reports of the Director

There were no reports of the Director

I. Comments by the Board

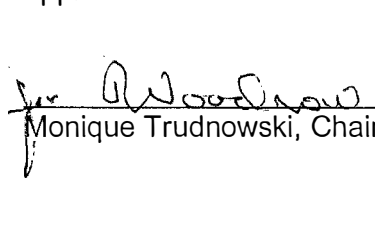
Mr. Flint re-stated his support for Click!'s 20th anniversary and thanked Click! employees and customers.

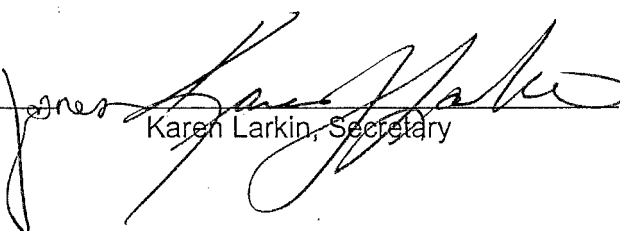
Mr. Flint announced that the Board confirmed the appointment of Jackie Flowers as Director of Utilities at its meeting of June 12, 2018.

J. Adjournment

There being no further business or comments, the Public Utility Board was adjourned at 7:02 p.m. until Wednesday, June 27, 2018 for a study session beginning at 3:00 p.m. at Tacoma Public Utilities, followed by the regular meeting at 6:30 p.m. at Tacoma Public Utilities.

Approved:


Monique Trudnowski, Chair


Karen Larkin, Secretary