

APPROVED 9-24-14

City of Tacoma
Public Utility Board Meeting
August 27, 2014
6:30 p.m.

Mr. Jones called the Public Utility Board meeting to order at 6:30 p.m. at the Public Utilities Administration Building.

Present: Woodrow Jones, Bryan Flint, Mark Patterson, David Nelson
Excused: Monique Trudnowski

The meeting was quorate.

Minutes of the Previous Meetings

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

Recognitions

There were no recognitions.

Comments from the Public

There were no comments by the public.

Consent Agenda

There were no items on the consent agenda.

Regular Agenda

- D-1 Resolution U-10714 – Award contracts and approve purchases:
1. Increase contract with The Goodyear Tire and Rubber Company d/b/a/Wingfoot Commercial Tire Systems, LLC, for the purchase of new tires, tubes, and tire-related repair services (\$308,000, plus applicable sales tax for a one year period. Cumulative aggregate total \$508,000, plus sales tax);
 2. Award three-year contract to The CEI Group, Inc., for vehicle accident management services (\$210,000, including sales tax, plus the option for two additional one-year renewal periods. Cumulative total \$350,000, including sales tax);
 3. Award contract to Knox-Kershaw, Inc., for one ballast regulator for railroad track maintenance (\$338,500, plus applicable sales tax).

Mr. Flint moved to adopt the resolution; seconded by Mr. Patterson.

In response to a Board inquiry, Dean Ainardi, Interim Fleet Manager, described the vehicle accident management program and services covered in The CEI Group, Inc., contract.

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

D-2 Resolution U-10715 – Authorize Tacoma Power to convey an easement to Dennis and Ruth Dudley within the Cushman Transmission right of way.

Mr. Flint moved to adopt the resolution; seconded by Mr. Patterson.

Gloria Fletcher, Sr. Real Estate Officer, summarized the resolution which executes and conveys a non-exclusive easement to Dennis and Ruth Dudley for access within the Cushman Transmission right of way at 164th Avenue KPN. The easement will allow the Dudleys to have legal access to their primary residence without driving along the transmission line. The easement does not negatively impact Tacoma Power's operation.

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

D-3 Resolution U-10716 – Authorize Tacoma Water to declare surplus and convey unimproved property in Pierce County to Fretoc, LLC.

Mr. Flint moved to adopt the resolution; seconded by Mr. Patterson.

Gloria Fletcher, Sr. Real Estate Officer, summarized the resolution which declares surplus and approves the negotiated sale of approximately .85 an acre of unimproved property located on the west side of Canyon Road near the intersection of 172nd Street East in Pierce County to the abutting property owner, Fretoc, LLC. The property has no current or foreseeable future use for Tacoma Water operations.

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

D-4 Resolution U-10717 – Authorize Tacoma Rail to formalize an agreement with the Burlington Northern Santa-Fe Railroad to provide daily locomotive inspections and service on an as-needed basis.

Mr. Flint moved to adopt the resolution; seconded by Mr. Patterson.

Alan Matheson, Chief Mechanical Officer, summarized the resolution which formalizes a locomotive servicing contract between Tacoma Rail and the Burlington Northern Santa Fe (BNSF) Railroad. Tacoma Rail will provide daily inspections, servicing, and minor repairs to BNSF locomotives on an as needed basis with all work occurring at existing Tacoma Rail maintenance of equipment facility. All direct Tacoma Rail costs are fully reimbursable by the BNSF.

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

H. Reports of the Director

H-1 July cash projections for Power, Water, Rail

H-2 July financials for Power, Water, Rail, Fleet, Self-Insurance Fund

Director Gaines asked Jim Sant, Deputy Director for Administration, to provide a report on the second quarter 2014 budget performance reports for Power, Water, and Rail. Mr. Sant presented the key budget information, covering revenues and expenditures, for each of the operating divisions.

I. Comments by Members of the Board

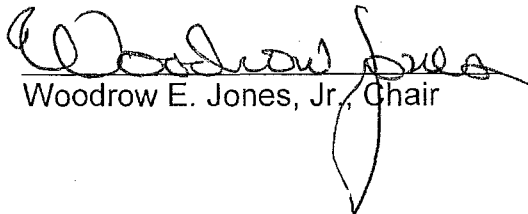
Board Members Nelson and Flint made positive remarks about the Rail open house that was held on August 23 and thanked staff for their hard work.

Board Members Patterson and Jones made positive remarks about a tour of the Tacoma Water filtration plant taken on August 21.

J. Adjournment

There being no further business or comments, the Public Utility Board was adjourned at 6:59 p.m. until Wednesday, September 10, 2014, for a study session beginning at 3:00 p.m., followed by the regular meeting at 6:30 p.m.

Approved:


Woodrow E. Jones, Jr., Chair


Mark Patterson, Secretary