



APPROVED 10-28-15

MINUTES
City of Tacoma
Public Utility Board Meeting
October 14, 2015
6:30 p.m.

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

Present: Woodrow Jones, Mark Patterson, Bryan Flint, Karen Larkin, Monique Trudnowski

The meeting was quorate.

Minutes of the Previous Meetings

Mr. Patterson moved that the minutes of the previous meetings be adopted; seconded by Ms. Trudnowski. 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

Resolution U-10810– Award contracts and approve purchases:

1. Award three-year contract to Leidos Engineering, LLC for consulting services for the high voltage transmission and conductor upgrade project within the North 21st Street right-of-way (\$939,000, sales tax not applicable);
2. Award contract to Software AG USA, Inc., for software license, warranty, support and maintenance, training, and implementation services for the adoption of a service-oriented architecture for operational systems (\$1,677,117, plus applicable sales tax);
3. Award contract to NAES Power Contractors, Inc., for augmented labor and maintenance services at Tacoma Power facilities (Includes an option for one additional two-year extension for a projected cumulative total of \$3,300,000, plus applicable sales tax);
4. Award two-year contract to NRC Environmental Services, Inc., for hazardous materials emergency response services (\$500,000, plus the option for three additional one-year renewal periods for a cumulative total of \$500,000, plus sales tax);

5. Increase contract to Robinson Noble for additional spill response and site remediation activity at the Stadium Substation and Port of Tacoma Pier 7 (\$70,085.69, plus sales tax. Cumulative total \$1,470,085.69, plus sales tax).
6. Award contract to Wilson Construction Company, for installation of a primary power feeder at West McDonald Ridge microwave site (\$308,895.15, plus applicable sales tax).

Mr. Patterson moved to adopt the resolution; seconded by Mrs. Trudnowski.

In response to a Board inquiry regarding item number one, Joe Rempe, Principal Engineer, provide clarification.

In response to a Board inquiry regarding item number two, Joe Tellez, Assistant Power Section Manager, provided clarification.

In response to a Board inquiry regarding item number three, Terry Ryan, Assistant Power Section Manager, provided clarification.

In response to a Board inquiry regarding items four and five, Jeromy Adams, Environmental Compliance Officer, provided clarification.

In response to a Board inquiry regarding item number six, Glen George, Water Supply Manager, provided clarification.

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

D-2 Resolution U-10811 – Authorize Tacoma Public Utilities to execute a work order agreement with Sound Transit for the Tacoma Trestle Project.

Mr. Patterson moved to adopt the resolution; seconded by Mrs. Trudnowski.

Joe Rempe, Principal Engineer, summarized the resolution. Sound Transit is constructing the Tacoma Trestle Project. The City owns and operates various utility facilities within the right of way and fee owned properties adjacent to the project may be affected by construction. The City has agreed to provide services related to relocation, protection or adjustment of various city owned utilities, and adjacent infrastructure as necessary. The agreement will allow for orderly and timely performance of the required services and a single invoice source from the City. Sound Transit has agreed to reimburse the City for utility services provided. The estimated cost to TPU will be approximately \$280,890. This request for work will be customer funded in advance.

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

D-3 Resolution U-10812 – Authorize Tacoma Power to convey a temporary construction easement to Sound Transit to accommodate the Tacoma Trestle Signal Project.

Mr. Patterson moved to adopt the resolution; seconded by Mrs. Trudnowski.

Dylan Harrison, Real Estate Officer, summarized the resolution. Sound Transit is replacing an existing railroad trestle east of Freight House Square with a concrete two-

track trestle as part of the Tacoma Trestle Track and Signal Project. Sound Transit needs to use portions of Tacoma Power's Milwaukee Substation and abutting vacant property in connection with the demolition of the existing trestle. Tacoma Power has reviewed and approved the easement request subject to terms. Fair market value was determined by a third party appraisal. The terms and conditions of the easement have been negotiated and approved by Tacoma Power and Real Property Services.

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

D-4 Resolution U-10813 – Authorize an easement of approximately .09 of an acre to the Skokomish Tribe for wastewater infrastructure.

Mr. Patterson moved to adopt the resolution; seconded by Mrs. Trudnowski.

Gloria Fletcher, Sr. Real Estate Officer, summarized the resolution. This resolution is to convey an easement, consisting of approximately 3,800 square feet for a wastewater treatment system and related maintenance and repair to the Skokomish Tribe in exchange for mutual aid and offsetting benefits. The easement will be located on Tacoma Power property, between the Cushman Number 2 powerhouse and the Cushman administrative buildings on Highway 101 in Mason County.

D-5 Resolution U-10814 – Authorize execution of an agreement between Tacoma Water with the City of University Place for the replacement of acquired asbestos cement water main during the 27th Street West sidewalk improvement project.

Mr. Patterson moved to adopt the resolution; seconded by Mrs. Trudnowski.

Ryan Flynn, Sr. Principal Engineer, summarized the resolution. As part of the 27th Street Sidewalk Improvement Project, Tacoma Water will construct approximately 2,325 linear feet of eight inch ductile iron water main replacing the existing acquired asbestos cement water main located beneath the proposed sidewalk alignment.

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

D-6 Resolution U-10815 – Authorize Tacoma Water to declare surplus and convey approximately 0.63 of an acre of unimproved property located in Tacoma to Mr. David Sizemore for \$35,101.

Mr. Patterson moved to adopt the resolution; seconded by Mrs. Trudnowski.

Gloria Fletcher, Senior Real Estate Officer, summarized the resolution. This is for the sale of unimproved property located at 7704 6th Avenue to the abutting property owner. The proposed surplus property is an irregular shaped parcel that has no legal access. Ms. Fletcher described the bidding and public input process. The sale is 'as is' versus a quit claim deed. The City Council will hold a public hearing on November 10, 2015.

Voice vote was taken and carried. The resolution was tabled until October 14, 2015.

F. Unfinished Business.

F-1 Resolution U-10806 – Delegate authority to the Director of Utilities to modify Contract Demand and Contract Energy values provided to Contract Industrial customers.

Mr. Patterson moved to adopt the resolution; seconded by Mrs. Trudnowski.

Mr. Patterson moved to amend Resolution U-10806 as follows: On line 18 after the phrase “modify Contract Demand” strike the remainder of the sentence and insert the following: “by an amount that neither decreases the value by more than 3 MW or increases the value by more than 4 MW and Contract Energy by an amount that neither decreases the value by more than 3 aMW or increases the value by more than 4 aMW is approved.”

A voice vote to amend the resolution was taken and carried.

Rick Applegate, Power Analyst, summarized the resolution. Tacoma Power occasionally receives requests from its contract industrial customers to modify contract demand and contract energy values provided in their five year power services agreement, which in certain cases requires Board approval. To more responsively serve customers’ needs, Tacoma Power requests authority for the Director to approve and execute contract amendments with the contract industrial customers that change contract demand and contract energy values according to the amended resolution.

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

F-2 Resolution U-10808 – Declare surplus and convey approximately 0.36 of an acre of Tacoma Power property located in Pierce County to the abutting property owner, WGW Inc., for \$63,193.

Mr. Patterson moved to adopt the resolution; seconded by Mrs. Trudnowski.

Gloria Fletcher, Sr. Real Estate Officer, summarized the resolution. The proposed surplus property is a 30 foot strip along a portion of the southern boundary of a larger parcel that is owned by Tacoma Power. WGW owns the adjacent parcel and has proposed installing a road between the properties that would subsequently be deeded to Pierce County as a public right of way. The new road would be an extension of Military Road from the east side of Canyon Road and would be built to Pierce County standards. Tacoma Power acquired this property in 2007 for a purpose no longer required. The proposed sale would facilitate the completion of the County’s original road plan which would increase the functional utility of Tacoma power’s parcel by providing a secondary access.

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

H. Reports of the Director

There were no reports of the Director.

I. Comments by the Board

Chair Flint made positive remarks about continued water conservation efforts by ratepayers.

J. Adjournment

There being no further business or comments, the Public Utility Board was adjourned at 7:14 p.m. until Wednesday, October 28, 2015, for a study session beginning at 3:00 p.m., followed by the regular meeting at 6:30 p.m.

Approved:

Bryan Flint, Chair

Monique Trudnowski, Secretary