

LAKEHAVEN UTILITY DISTRICT
King County, Washington

REGULAR BUSINESS MEETING
May 8, 2008

A regular meeting of the Board of Commissioners of the Lakehaven Utility District, King County, Washington, was held on May 8, 2008, at Lakehaven Center, 31531 First Avenue South, Federal Way, Washington 98003.

President Nowicki called the meeting to order at 6:00 p.m. and asked Commissioner Tweddle to lead the flag salute. Members/officials present were as follows:

Ronald Nowicki	President of the Board
Charles Gibson	Vice President of the Board
Edward Stewart	Secretary of the Board
Beverly Tweddle	Commissioner
Donald Miller	Commissioner
Don Perry	General Manager
John Bowman	Engineering/Water Manager
Steve Pritchett	General Counsel
Morgan Dennis	Director of Finance/Information System

APPROVAL OF AGENDA

Upon motion of Commissioner Gibson, which was duly seconded by Commissioner Tweddle, the Board unanimously **approved** the evening's agenda as presented.

CORRESPONDENCE

Board members received correspondence from the International Union of Operating Engineers that will be discussed during closed session.

CONSENT AGENDA

Upon motion of Commissioner Miller, which was duly seconded by Commissioner Gibson, the Board unanimously **approved** the Consent Items as presented below.

1. Accounts Payable Vouchers and Payroll Transactions with the warrant dates of 4/30/08, 5/1/08, 5/2/08, 5/6/08, 5/7/08 and 5/8/08.

Maintenance Fund No. 11-333-0510

4/30/08 Voucher nos. 12383-12441, total amount of \$163,521.54;
5/1/08 Voucher nos. 12442-12451, total amount of \$2,132.26;
5/6/08 Voucher no. 12459, total amount of \$54.77;
5/7/08 Voucher nos. 12460-12523, total amount of \$76,080.50.

Construction Fund No. 11-333-3510

5/2/08 Voucher nos. 12452-12458, total amount of \$117,303.61;

5/8/08 Voucher nos. 12524-12531, total amount of \$26,882.99.

PWTF Redondo Outfall Fund No. 11-333-6040

None

Payroll – Fund No. 11-333-0530 05/08/08

Warrants: \$ 7,580.07

Direct Deposits: \$ 174,340.15

Benefit Warrants: \$ 137,814.24 (voucher nos. 12532-12546)

Withholding/FICA \$ 77,385.28

Total Amount of: \$ 397,119.74

ACTION ITEMS

#1, Instrumentation/Electrical Design On-Call Consultant Contract: Mr. Moreland reported on the Instrumentation/Electrical Design On-Call Consultant Contract and commented that reference and background checks were conducted and favorable feedback was given for Systems Interface. Discussion was held on the breakdown of cost in the list of potential tasks and that the material costs of \$500,000.00 is imbedded in the 1.1 million dollar figure for Lakota PLC Replacement, clarifying that the total estimated consulting services amount is actually \$1,700,000.00.

Upon motion of Commissioner Gibson, which was duly seconded by Commissioner Tweddle, the Board unanimously **approved** authorizing the General Manager to sign the Agreement for Electrical Instrumentation Consulting Services with Systems Interface, Inc.

#2, Lakota Process Air Blower Replacement: Mr. Moreland reported that he had received information from Mr. McCalib on the Lakota Process Air Blower Replacement. One bid was received on this project from APG-Neuros of Quebec, Canada, and reference checks have been completed to insure that the corporation is qualified to provide the required equipment. Mr. Moreland commented that this equipment will pay for itself in two (2) years through energy savings and a grant from Puget Sound Energy (PSE). PSE is funding \$175,000.00 of this project. Installation of the blower will be performed by District staff.

Upon motion of Commissioner Gibson, which was duly seconded by Commissioner Tweddle, the Board unanimously **approved** the bid contract for the purchase of the Neuros Blower to APG-Neuros in the amount of \$223,014.00, including sales tax.

#3, 2008-2010 General On-Call Wastewater Engineering Design/Studies/Landscape Architecture and Wastewater Construction Management Services Contract: Mr. Wilt

reported that in 2007 staff completed the selection process for "General On-call Wastewater Engineering Design/Studies/Landscape Architecture and Wastewater Construction Management Services", and the Board formally selected Brown & Caldwell as the most qualified firm for these services. Based on the proposed capital improvement projects, staff is requesting a general service contract with Brown & Caldwell in the amount of \$1,400,000.00 for projects over the next three years (2008-2010). Staff anticipates utilizing this contract for the projects shown on Exhibit A attached to this action item. Funds for this contract do not represent new capital improvement project costs, only allocation of funds already budgeted within the capital improvement projects.

Upon motion of Commissioner Miller, which was duly seconded by Commissioner Tweddle, the Board unanimously **approved** the three year contract for "General On-call Wastewater Engineering Design/Studies/Landscape Architecture and Wastewater Construction Management Services" with Brown & Caldwell for up to \$1,400,000.00.

#4, 2008-2009 Infiltration and Inflow Collection Rehabilitation Consulting Engineering Services Selection: Mr. Wilt reported that the evaluation of the Statement of Qualifications (SOQ) have been completed for the 2008-2009 Infiltration and Inflow Collection Rehabilitation Consulting Engineering Services. A total of four firms submitted SOQs for evaluation and the attached summary lists the engineering consulting firms and the results of the evaluation. Discussion was held on ratings by evaluators.

Upon motion of Commissioner Gibson, which was duly seconded by Commissioner Tweddle, the Board unanimously **approved** the engineering firm ranking order.

COMMITTEE REPORTS/COMMISSIONER COMMENTS

Commissioner Tweddle gave a brief summary of the South King County Groundwater Management Committee meeting she attended last night. The meetings are now held semi-annually.

Commissioner Nowicki attended a MWPAAC meeting yesterday and passed around a reclaimed water feasibility study to review. Discussion was held on the feasibility of reclaimed water and what King County is doing for reclaimed water for the Brightwater plant. Commissioner Nowicki filled in for Commissioner Gibson at the City Liaison Committee meeting. He commented that mention was made that the Symphony project has been put on hold at this time. He was also informed at this meeting that there are plans to demolish the Lakota Jr. High building and build a new school on the site. This District's main sewer line is right under where they were proposing to build the new school. Commissioner Nowicki commented that the PNWS-AWWA conference he attended in Vancouver, Washington was very good.

Commissioner Miller commented on some of the planning and motivational items discussed at the conference. He spoke with one of the speakers at the conference who discussed

different programs in Human Resources. The woman in charge of this program had some very good information and is willing to share this information with the District. Commissioner Miller mentioned that they had the highest attendance thus far at this conference, and that he really enjoyed the conference and felt it was very informational.

Commissioner Gibson attended the Government Affairs meeting on Tuesday. He attended the Economic Development Committee meeting this morning and it was said that Symphony is pushing to get some more financiers. Discussion was held on the good turn out for the City Center Access Meeting and that 150 people showed up for this. The overlay program is under way and will be completed in June or July.

STAFF REPORTS

General Counsel: Mr. Pritchett reported that the District received approximately 520 posters for the water conservation contest. Volunteer judges will review the posters and the awards ceremony will be held during the June 12th board meeting, unless the Board plans otherwise. He is anticipating that some of the school board members, teachers, superintendent and City folks will be present at this meeting. Discussion was held on configuration of the board room for this meeting. Mr. Pritchett reported that the City of Federal Way paid all of the CFC payment for Celebration Park. He has an unemployment compensation hearing for a former employee scheduled for tomorrow and will be having a couple of district staff as witnesses for the hearing. He also reported that he will be in Yakima at the AWC Conference along with Commissioner Tweddle next week Wednesday through Friday. Lastly, he provided the Board with copy of a string of emails back and forth between Bill Osmunson DDS and the District over fluoride in the water and wanted the Board to be aware that he hasn't seen any more correspondence since his last email to Dr. Osmunson. He mentioned that they will be having a closed session at the end of meeting to address union matters, and that he will be asking the Board to take action after the closed session.

Director of Finance/Information Systems: Mr. Dennis reported that the first bills with lease capacity message will be going out on Monday.

Engineering/Water Manager: Mr. Bowman reported that Clair Oliver and Associates came to visit the District. Cascade Water is looking for water and a better option to wheel water from the District to Tukwila through Highline. He commented that he had mentioned at Tuesday's meeting that there was an illegal water connection. Staff has also discovered some illegal sewer connections and the District will be sending out letters to the property owners on this issue. Previously, sewer stubs were put in for a few new property owners in advance of City road work, however staff has found that three homes had connected to them without paying the CFC and other monthly charges.

General Manager: Mr. Perry reported John Hays will be home today and accepting visitors tomorrow. He further commented that Mr. Hays is in good spirits. At the Coalition for

Clean Water meeting today, the participants' focus was on the South Sound Oxygen Study and the impact on all the wastewater plants from Everett to the South. There was a lot of good information shared and the study is to be completed in June of 2010. Mr. Perry handed out copies of the presentation that was reviewed at the special meeting on 5/6/08.

EXECUTIVE SESSION/CLOSED SESSION

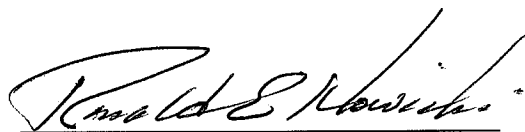
At approximately 7:15 p.m., the regular meeting was recessed in order to conduct a closed session for the purpose of discussing union negotiations. It was stated that the closed session would start at 7:20 p.m. and last approximately one hour, and that the Board expected to take action at the conclusion of the closed session. At 8:20, it was announced that the closed session would continue for ten more minutes. At approximately 8:30 p.m. the closed session was adjourned and the regular meeting was reconvened.

Upon motion of Commissioner Tweddle, which was duly seconded by Commissioner Miller, the Board unanimously **approved** amending the agenda to add **Action Item #5, Vote on Union Proposal**.

Action Item #5, Vote on Union Proposal: Upon motion of Commissioner Tweddle, which was duly seconded by Commissioner Miller, the Board unanimously **rejected** the Union proposal and **directed** that future Union proposals be presented through the bargaining team.

ADJOURNMENT

There being no further business to come before the Board, the meeting was adjourned at approximately 8:35 p.m.



President Nowicki

<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
Yea	Nay	Abstain

ATTEST:



Vice President Gibson

<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
Yea	Nay	Abstain

Edward C. Stewart
Secretary Stewart

✓
Yea Nay Abstain

Beverly J. Tweddle
Commissioner Tweddle

✓
Yea Nay Abstain

Donald L. Miller
Commissioner Miller

✓
Yea Nay Abstain