



Southwest Suburban Sewer District Commissioner's Meeting

Dedicated to preserve the purity of your environment."

Commissioners:

William Tracy – President
Scott Hilsen – Vice President
Susan Genzale – Secretary

Consulting Attorney:

Eric C. Frimodt

Consulting Engineers:

Ken Nilsen
Cameron Ochiltree

General Manager:

Ron Hall

March 20th, 2018

1. Call to Order:

Commissioner Tracy called the meeting to order at 6:30 p.m.

2. Also in Attendance:

Jeb Spengler of Piper Jaffray, Marc Greenough, of Foster Pepper and Lucian Popp.

3. Changes or Additions to the Agenda:

Added request to connect to sewer with a pump system from Mr. Norman Foster, Mr. Lucian Popp and Mr. Waclaw Szymula, to Written Communication. Added review Sewer Revenue Improvement & Refunding Bonds, 2018, Pease & Sons Change Order Pay Request #4 for the SWAMP project, discuss status of the Salmon Creek Solids Handling project and discuss pay request from Mr. Mark Jensen of Derian, Inc. to the Business Agenda. Added an Executive Session.

4. Business Agenda:

Jeb Spengler of Piper Jaffray and Marc Greenough, of Foster Pepper were present at the meeting to report on the day's events in issuing Sewer Revenue Improvement & Refunding Bonds, 2018 in the amount of \$16,175,000.00. Mr. Spengler commented on the high level of interest in the District's project, especially with the high Moody rating of Aa2. The high level of investor interest made for competitive bidding on the bonds and the District benefited with a lower interest rate than expected at 3.33%.

5. Written Communications:

The District had received letters from both Mr. Lucian Popp, 20600 6th Ave SW, Normandy Park and Mr. Waclaw Szymula, 20601 6th Ave SW, Normandy Park requesting to connect to the District's sewer system with private pump systems. Hall stated that the District's sewer line running up the hill could handle the flow from only two more private pump systems. If any other neighbors wished to convert from septic to sewer service, the District would need to look at a possible ULID and consider installing a pump station. The District also received a letter from Mr. Norman Foster, 1217 SW 174th Place, Normandy Park requesting to connect to the District's sewer system with private pump systems. After lengthy discussion, M/S/P unanimously approving all three requests.

6. Public Comment:

Mr. Lucian Popp was present to explain the reason for needing to install a private pump system for his home.

7. Consent Agenda:

- Approval of the Minutes for the March 6th, 2018 Board meeting.
- Approval and Signing of the Accounts Payable Vouchers & Payroll.
- Vouchers audited and certified by the Auditing Officer as required by RCW 42.24.080, and those expense reimbursement claims certified as required by RCW 42.24.090, have been recorded on listings that have been made available to the Board. Vouchers are included in the attached lists, and further described as follows:
 - Maintenance voucher numbers 18.0256 through 18.0316 in the total amount of \$377,439.05.
 - Construction voucher number 18.0034 through 18.0039 in the total amount of \$280,838.53.
 - Review monthly Income Report.

A motion to approve the consent agenda was made by Commissioner Hilsen, seconded by Commissioner Genzale and unanimously approved.

8. Business Agenda:

Cameron Ochiltree updated the Board on BHC Consultants monthly report on the Salmon Creek solids handling design and the Beverly Park Sewer Extension.

Ken Nilsen updated the Board on PACE Engineer's monthly report on Retrofit of existing pump stations and 8th Ave. slope stability.

Hall requested authorization for the Pease & Sons Change Order Pay Request #4 for the SWAMP project, which covered sixteen mods in the amount of \$54,427.68. After brief discussion, M/S/P unanimously approving the request.

Hall updated the Board on the of the management team's discussions and recommendations on how to move forward with the Salmon Creek Solids Handling project. Hall and the rest of the

management team recommend to move forward with the project and plan on starting construction in early 2019 with going out for general bid, but to take advantage of the new RCW Pollution Control language in selecting a contractor. After brief discussion, M/S/P unanimously approving the request.

Hall presented a pay request from Mr. Mark Jensen of Derian, Inc. for his and his staff's time in bidding the Salmon Creek Solids Handling project. Hall brought up for discussion to consider evaluating any value to the District, or to BHC Consultants in Derian's proposal. Hall also stated that Mr. Jensen signed an agreement that if Derian was not awarded the Salmon Creek project, they would not be entitled to any compensation. After lengthy discussion, M/S/P unanimously denying the request.

9. Manager's Comments or Reports:

Hall reported on the following:

- His meeting with Steve Cree and Brett Fish to discuss additional security measures for the upper area of the Miller Creek access road.
- An update on the status of the new Administrative and Maintenance Facility.
- An update of the sale of the current office building.

10. Attorney's Comments and Reports:

Attorney Frimodt reported that he had two items to discuss, one of which relates to the status of the sale of the District office building addressed by the District Manager in his report, and the issues relating to the Red Cross structure. Frimodt provided further information on the status of the Assignment Agreement his office had prepared, whereby the District's rights and obligations under the MOU with the Red Cross would be assumed by the buyer of the District's office building with a few other revisions to the terms of the MOU. Frimodt also reported on the status of the Interlocal Agreement relating to the joint funding request made by Cedar River Water and Sewer District on behalf of Section IV relating to staffing support. Frimodt indicated that the Interlocal Agreement has been approved in form and is currently being routed for signature by the parties.

11. Commissioner's Comments or Reports:

Commissioner Hilsen and Tracy reported on information provided at the Section IV meeting in reference to the King County Investment Pool.

12. Executive Session:

At 8:13 p.m. the Board convened an executive session to discuss litigation RCW 42.30.110(1)(i); It was announced that that executive session would last for 10 minutes. The executive session was extended for an additional 15 minutes. No formal announcement was necessary as there were no members of the public in attendance. The executive session concluded at 8:35 p.m.

