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WADE R. FOWLER, JR., COMMISSIONER
EVELYN O. SHAW, COMMISSIONER
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PUBLIC WORKS COMMISSION
MEETING OF WEDNESDAY, DECEMBER 12, 2018
8:30 A.M.

AGENDA

I. REGULAR BUSINESS

- A. Call to order
- B. Approval of Agenda

II. AWARD PRESENTATIONS

WATER RESOURCES DIVISION

Presented by: Mick Noland, Chief Operations Officer

NC Waterworks Operators Association (NCWOA) A-Surface Operator of the Year Award

Presented to David Robinson

NCWOA – Outstanding Operator of the Year Award

Presented to Chris Smith

NCAWWA Special Recognition

Presented to John Allen

NC American Water Works Association (NCAWWA) Best Tasting Water Award

NC Department of Environmental Quality Area Wide Optimization Program (AWOP) –
P.O. Hoffer Water Treatment Facility

APPA EXCELLENCE IN PUBLIC POWER COMMUNICATIONS AWARDS

Presented by: Carolyn Justice-Hinson, Communications/Community Relations Officer

Award of Excellence (Print & Digital)

Award of Merit (Video)

III. CONSENT ITEMS (See Tab 1)

- A. Approve Minutes of meeting of November 14, 2018

- B. Approve bid recommendation to award contract for the Rockfish Creek Water Reclamation Facility (WRF) Filter Rehabilitation to T.A. Loving Company, (subject to an approved budget amendment) the lowest responsive, responsible bidder, in the total amount of \$2,378,114.00 and forward to City Council for approval.

Funding will be subject to an insurance review and determination of reimbursement amounts from insurance. Funding for this project is subject to approval of a budget amendment which will designate the amount and type of funds for this contract, including amounts for other associated project costs such as construction management/observation. As such, contract award will not be made until an appropriate budget amendment is approved.

This project is identified in the Capital Improvement Program under WS44 and the budget code is CPR1000333. As stated above, the contract award will not be made until a budget amendment is approved that identifies source(s) and amount of funding necessary for the contract and associated project costs. A budget amendment will be necessary to cover final cost estimates of the project including construction costs and construction management oversight.

Bids were received on November 29, 2018, as follows:

<u>Bidders</u>	<u>Total Cost</u>
T.A. Loving Co. Construction Services, Goldsboro, NC	\$2,378,114.00
Haren Construction Company, Inc., Etowah, TN	\$2,692,000.00
Crowder Construction Company, Apex, NC	\$2,763,800.00
State Utility Contractors, Inc., Monroe, NC	\$4,635,000.00

Comments: This project will require the contractor to provide labor to completely install all owner supplied filter equipment (previously procured under separate contract) in compliance with installation instructions and under the direct review of the filter manufacturer. The contractor shall provide materials and labor necessary to perform crack and spall repairs. Filters 1 thru 6 at the Rockfish Creek WRF are a critical component of the treatment process and were severely damaged in Hurricane Matthew and these repairs are necessary to return the filters to their original condition and operational efficiency in the treatment process.

Additional Comments: This project was bid with a closing date of November 29, 2018 and four bids were received. Addendum #1 issued November 16 provided updates to contract documents and bid form for pricing and provided questions and answers and meeting minutes from the November 8 pre-bid meeting. Addendum #2, issued November 26 provided additional questions and answers and instructed potential bidders to replace the bid unit increase price from 25% to 20% and to correct the item numbering sequence on the bid form. When the bids were opened, examination of the bid documents revealed that the apparent low bidder, T.A. Loving Company did not acknowledge receipt of bid Addendum #2 in their package. However, review conducted by PWC determined that the T.A. Loving Company acted to incorporate the changes directed in Addendum #2 in their bid showed pen and ink changes from 25% to 20% for the unit bid amounts and pen and ink changes to the item numbering sequence. Based upon their actions to incorporate these changes, TA Loving's omission of acknowledgement of Addendum #2 may be waived. PWC has worked with the T.A. Loving Company on similar projects including recent work at the Rockfish Creek WRF. T.A. Loving's bid was the lowest responsive and responsible bid and award is recommended to T.A. Loving. **SDBE:** The bidder intends to subcontract for electrical work with Via Electric Company, Madison, NC, a woman owned firm, and the bidder intends to

subcontract with CMT, Asheville, NC, a woman owned firm for concrete work. **LOCAL:**
No local bidders responded to this bid opportunity.

C. Approve Capital Project Fund Budget Ordinances – PWCORD2018-38 and PWCORD2018-39

PWCORD2018-38 establishes an \$18.775 million Annexation Phase V, Areas 24-25 Capital Project Fund for a project to be funded with bond proceeds and transfers from the Annexation Reserve. This fund is needed now to establish budgets in support of executing engineering task authorizations and Right-of-Way activity.

PWCORD2018-39 Annexation Reserve Fund is amended to provide funding to Annexation Areas 24 & 25 for \$500,000.

Staff recommends that the Commission adopt the above referenced budget ordinances.

END OF CONSENT

IV. 4 MONTH (JULY THRU OCTOBER 2018) FINANCIAL RECAP – (Goal #1)

Presented by: Rhonda Haskins, Chief Financial Officer
Brenda Brown, Controller

V. DISCUSS THE 7TH AMENDED POWER SUPPLY AND COORDINATION AGREEMENT (PSCA) BETWEEN DUKE ENERGY AND PWC

Presented by: David W. Trego, CEO/General Manager

Staff requests Commission to approve, and authorize Chairman Darsweil L. Rogers to execute the 7th Amended Power Supply Coordination Agreement between Duke Energy and PWC. This amendment covers the previously discussed settlements with Duke regarding the future charging of Construction Materials and Supplies as well as creates a credit over 8 years for excess deferred state income taxes that Duke has collected as a result of the lowering of the state corporate income tax rate.

VI. GENERAL MANAGER REPORT (See Tab 2)

A. Open Commission Requests

VII. COMMISSIONER/LIAISON COMMENTS

VIII. REPORTS AND INFORMATION (See Tab 3)

- A. Cash Flow Report - September 2018
- B. Investment Report - September 2018
- C. Personnel Report - November 2018
- D. Position Vacancies

- E. Approved N.C. Department of Transportation Encroachment Agreement(s):
 - Encr # 18277 – install. of 12” RJDIP water main nr. SR2299 and Bus I-95
 - Encr # 18622 – install. of an 8” RJDIP sewer main nr. SR2299 (Russell St.) & Bus I-95
 - Encr # 18771 – install. of 2” tapping saddle & 2” PVC water main @ SR 1409 (71st School Road) & a 16” x 8” tapping sleeve and valve on existing water main @ SR1609 and Radnor St.
 - Encr # 18772 – install of 2” blow off assembly & 2” PVC water main on SR1400 (Cliffdale Rd) and SR1409
 - Encr # 18778 – install of 6” RJDIP fire hydrant leg nr. SR3569 (Old Raeford Rd.) and SR1402
 - Encr # 18780 – install. of 2” SDR-21 water lateral and a 6: sewer lateral on US401 (Ramsey St.) nr. US401 Bus. (Country Club Dr.)
 - Encr # 18785 – install. of 8”, 6” & 2” SDR-21 water mains on SR1364 (Dominion Road)
 - Encr # 18786 – install. of 6” water lateral for private fire hydrant on US-Hwy 301 & Bus. I-95 (Eastern Blvd)
- F. Actions by City Council during the meeting of November 13, 2018, related to PWC:
 - Approved Bid Recommendation – Cross Creek Water Reclamation Facility Screens Replacement
 - Approved Bid Recommendation – Annual Construction Services Contract for Overhead Distribution Construction
 - Approved Bond Order - Authorizing and Approving the Sale and Issuance of PWC Revenue Bonds – Series 2018
- G. Actions by City Council during the meeting of November 26, 2018, related to PWC:
 - Approved Bid Recommendation – Relay Control Switchboards for Fenix #2 Substation
 - Approved Bid Recommendation – Prefabricated Relay Control House for Fenix Substation #2

IX. ADJOURN