

RONNA ROWE GARRETT, COMMISSIONER
DONALD L. PORTER, COMMISSIONER
CHRISTOPHER G. DAVIS, COMMISSIONER
RICHARD W. KING, COMMISSIONER
TIMOTHY L. BRYANT, CEO/GENERAL MANAGER



FAYETTEVILLE PUBLIC WORKS COMMISSION
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PUBLIC WORKS COMMISSION
MEETING OF WEDNESDAY, JUNE 25, 2025
8:30 A.M.

AGENDA

I. REGULAR BUSINESS

- A. Call to order
- B. Pledge of Allegiance
- C. Approval of Agenda

II. AWARD PRESENTATION

PRESENTATION OF NATIONAL ASSOCIATION OF FLEET ADMINISTRATION
(NAFA) 100 BEST FLEET AWARD FOR 2024

Presented by: Georgette Miller, General Counsel/Chief Legal Officer

III. CONSENT ITEMS

- A. Approve Minutes of meeting of May 28, 2025
- B. Adopt PWC Resolution #PWC2025.22 – Resolution of the FPWC to Accept an Amended State Loan Offer under the NC Water Revolving Loan and Grant Act of 1987.

In May 2025, the North Carolina Department of Environmental Quality (DEQ) offered PWC an amendment to increase the State Loan for the Big Rockfish Sanitary Sewer Outfall Lift Station Elimination Project by \$11,695,071 for a total loan value of \$18,380,176 to the terms of 20 years, 0% interest and 2% closing fee. To accept the loan offer, PWC and the City of Fayetteville (City) must adopt a resolution accepting the loan in the form provided by DEQ.

- C. Adopt PWC Resolution #PWC2025.23 – Resolution to Declare Personal Property as Surplus and Authorize Sale of Property by Sealed Bid.

BUILDING COMMUNITY CONNECTIONS SINCE 1905

AN EQUAL EMPLOYMENT OPPORTUNITY EMPLOYER

Fayetteville Public Works Commission (“PWC”) owns equipment that is identified in our inventory as “Transformers, Pad Mount, 500 KVA, totaling 1” (the “Equipment”). Staff has determined that PWC no longer has any use for the Equipment, that the Equipment should be sold at this time, and that the estimated value of the Equipment is at least thirty thousand dollars (\$30,000.00). Staff, therefore, requests that the Commission declare this Equipment to be surplus and authorize the sale of the Equipment via sealed bid in accordance with G.S. 160A-268.

- D. Adopt PWC Resolution #PWC2025.24 – Resolution to Declare Personal Property as Surplus and Authorize Sale of Property by Sealed Bid.

Fayetteville Public Works Commission (“PWC”) owns equipment that is identified in our inventory as “Transformers, Pad Mount, 2992 KVA, totaling 40” (the “Equipment”). Staff has determined that PWC no longer has any use for the Equipment, that the Equipment should be sold at this time, and that the estimated value of the Equipment is at least thirty thousand dollars (\$30,000.00). Staff, therefore, requests that the Commission declare this Equipment to be surplus and authorize the sale of the Equipment via sealed bid in accordance with G.S. 160A-268.

- E. Adopt PWC Resolution #PWC2025.25 – Resolution to Declare Personal Property as Surplus and Authorize Sale of Property by Sealed Bid.

Fayetteville Public Works Commission (“PWC”) owns equipment that is identified in our inventory as “Transformers, Pad Mount, 2800 KVA, totaling 40” (the “Equipment”). Staff has determined that PWC no longer has any use for the Equipment, that the Equipment should be sold at this time, and that the estimated value of the Equipment is at least thirty thousand dollars (\$30,000.00). Staff, therefore, requests that the Commission declare this Equipment to be surplus and authorize the sale of the Equipment via sealed bid in accordance with G.S. 160A-268.

- F. Adopt PWC Ordinance # PWCORD2025-10 – Budget Ordinance Amendment #5

Budget ordinance amendment #5 decreases the Electric Fund from \$290,347,500 to \$290,258,400, a reduction of \$89,100. There is a net zero effect on the Water/Wastewater (W/WW) Fund.

Electric Fund

- Electric Fund Revenue: Total Electric Fund Revenue decreased by \$89,100 .
 - Budgetary Appropriations decreased by \$89,100 due to actual energy catch-up payments.
 - Appropriation from Electric Rate Stabilization Fund decreased by \$452,000.
 - Appropriation from Electric Net Position increased by \$362,900.
- Electric Fund Expenditures: Total Electric Fund Expenditures decreased by \$89,100.
 - Capital decreased by \$4,215,200 due to supply chain restrictions and project delays.
 - Total Budgetary Appropriations increased by \$4,126,100.

- Transfer to Budget Carryover Reserve increased by \$4,215,200 due to capital projects delayed until FY26.
- Appropriation to Rate Stabilization Fund decreased by \$89,100 to match actual PSA revenue.

W/WW Fund

- W/WW Fund Revenue: Total W/WW Fund Revenue is not affected.
- W/WW Fund Expenditures: Total W/WW Fund Expenditures have a net zero effect.
 - Capital decreased by \$5,718,600 due to supply chain restrictions and project delays.
 - Total Budgetary Appropriations increased by \$5,718,600
 - Transfer to Budget Carryover Reserve of \$1,572,700 due to capital projects delayed until FY26.
 - Appropriation to W/WW Net Position of \$4,145,900 due to capital projects delayed beyond FY26.

G. Adopt PWC Ordinances PWCORD2025-11 thru PWCORD2025-21

The following ordinances will be effective upon adoption.

- PWCORD2025-11 amends the Electric Rate Stabilization Fund by (\$89,071) due to decreased budget transfer to the Electric General Fund (catch-up energy costs), the increase in Appropriated Net Position, and recognized PSA revenue.
- PWCORD2025-12 amends the Rockfish Creek Basin Peak Flow Facilities CPF by (\$3,023,550) due to lower cost estimates.
- PWCORD2025-13 amends the Electric Transportation Equipment CPF to remove FY25 purchases and update estimates for long lead time vehicles.
- PWCORD2025-14 amends the Series 2021 Electric CPF to recognize interest income of \$20,008.
- PWCORD2025-15 amends the Series 2023 Electric CPF to recognize interest income of \$2,099,038.
- PWCORD2025-16 amends the Big Rockfish Sanitary Sewer Outfall Lift Station Elimination CPF by \$12,125,071 due to increased cost estimates.
- PWCORD2025-17 amends the PO Hoffer-Glenville Lake WTP's Reliability Improvements CPF by \$841,780 due to increased cost estimates.
- PWCORD2025-18 amends the Series 2021 Water/Wastewater CPF to recognize interest income of \$912,355.
- PWCORD2025-19 amends the Series 2023 Water/Wastewater CPF to recognize interest income of \$2,327,245.
- PWCORD2025-20 amends the Water Transportation Equipment CPF to remove FY25 purchases and update estimates for long lead time vehicles.
- PWCORD2025-21 amends the Water System AIA Grant Project Fund to \$483,000 due to increased cost estimates.

H. Adopt PWC Ordinances – PWCORD2025-22 thru PWCORD2025-28

The following ordinances will be effective July 1, 2025, and reflect the FY26 activity from the FY26 Annual Electric and Water/Wastewater Operating and CIP Budget:

- PWCORD2025-22 amends the Electric Rate Stabilization Fund by \$3,230,700 to recognize the FY26 transfer from the Electric General Fund (GF), transfers to the Electric GF, a decrease in Appropriated Net Position, and an increase in estimated interest income in recognition of higher interest rates for investment activity.
- PWCORD2025-23 amends the Water and Wastewater Utility Rate Stabilization Fund by \$340,900 to recognize the FY26 transfer from the W/WW GF and an increase in estimated interest income in recognition of higher interest rates for investment activity.
- PWCORD2025-24 amends the Annexation Phase V Reserve by \$11,181,700 to recognize the FY26 appropriations from the GF, an increase in estimated interest income in recognition of higher interest rates for investment activity, an increase to Appropriated Net Position, and an appropriation to the GF for debt service.
- PWCORD2025-25 amends the NCDOT CPF by (\$12,659,000) to add new projects and update cost estimates for existing projects based on the FY26 CIP.
- PWCORD2025-26 amends the Substation Rebuild CPF by \$8,958,000 to update cost estimates of existing project based on the FY26 CIP.
- PWCORD2025-27 amends the Electric Transportation Equipment CPF by \$3,092,000 to revise the FY26 estimates for long lead time purchases.
- PWCORD2025-28 amends the Water Transportation Equipment CPF by \$1,241,000 to revise the FY26 estimates for long lead time purchases.

- I. Approve purchase award recommendation for purchase of First and Second Stage Bucket Sets for GE5001P Gas Turbine to Turbine Services LTD., Saratoga Springs, NY, the lowest responsive, responsible bidder and in the best interests of PWC in the total amount of \$626,000.00, and forward to City Council for approval.

The First and Second Stage Bucket Sets for GE5001P Gas Turbine are budgeted in account string 001.0915.0802.000-00.153000.999999

Bid Date: May 22, 2025

<u>CONFORMING BIDDER</u>	<u>TOTAL PRICE</u>
Turbine Services Ltd. Saratoga Springs, NY	\$626,000.00

NON-CONFORMING BIDDERS

Turbine Technology Services Corporation, Orlando, FL
Allied Power Group, Houston, TX

COMMENTS: The bid notice was advertised through our usual channels on May 13, 2025, with a bid opening date of May 22, 2025. Bids were solicited from four (4) vendors and three (3) bids were received. The PWC Procurement Department requests the rejection of the bids submitted by Turbine Technology Services Corporation and Allied Power Group as they were non-conforming to PWC's bid submission requirements. **MWDBE/SLS Participation:** Turbine Services, Ltd Saratoga Springs, NY, is not a small local or MWDBE business. Saratoga Springs, NY anticipates to self-perform the contract and its entirety.

- J. Approve purchase award recommendation for purchase of AFT Compressor Casing for Frame 5 Gas Turbine to Turbine Services LTD., Saratoga Springs, NY, the

lowest responsive, responsible bidder and in the best interests of PWC in the total amount of \$195,500.00, and forward to City Council for approval.

The AFT Compressor Casing for Frame 5 Gas Turbine is budgeted in account string 001.0915.0802.000-00.153000.999999

Bid Date: May 22, 2025

<u>CONFORMING BIDDER</u>	<u>TOTAL PRICE</u>
Turbine Services Ltd. Saratoga Springs, NY	\$195,500.00

NON-CONFORMING BIDDERS
Turbine Technology Services Corporation, Orlando, FL
Allied Power Group, Houston, TX

COMMENTS: The bid notice was advertised through our usual channels on May 13, 2025, with a bid opening date of May 22, 2025. Bids were solicited from four (4) vendors and three (3) bids were received. The PWC Procurement Department requests the rejection of the bids submitted by Turbine Technology Services Corporation and Allied Power Group as they were non-conforming to PWC's bid submission requirements. **MWDBE/SLS Participation:** Turbine Services, Ltd Saratoga Springs, NY, is not a small local or MWDBE business. Saratoga Springs, NY anticipates to self-perform the contract and its entirety.

- K. Approve purchase award recommendation for purchase of First and Second Stage Shroud Block Sets to Turbine Services LTD., Saratoga Springs, NY, the lowest responsive, responsible bidder and in the best interests of PWC in the total amount of \$93,600.00, and forward to City Council for approval.

The First and Second Stage Shroud Block Sets are budgeted in account string 001.0915.0802.000-00.153000.999999

Bid Date: May 22, 2025

<u>CONFORMING BIDDER</u>	<u>TOTAL PRICE</u>
Turbine Services Ltd. Saratoga Springs, NY	\$93,600.00

NON-CONFORMING BIDDERS
Turbine Technology Services Corporation, Orlando, FL
Allied Power Group, Houston, TX

COMMENTS: The bid notice was advertised through our usual channels on May 13, 2025, with a bid opening date of May 22, 2025. Bids were solicited from eleven (11) vendors and three (3) bids were received. The PWC Procurement Department requests the rejection of the bids submitted by Turbine Technology Services Corporation and Allied Power Group as they were non-conforming to PWC's bid submission requirements. **MWDBE/SLS Participation:** Turbine Services, Ltd Saratoga Springs, NY, is not a small local or MWDBE business. Saratoga Springs, NY anticipates to self-perform the contract and its entirety.

- L. Approve purchase award recommendation for purchase of the 27 KV Class 1200 Amp Outdoor Circuit Breakers to Siemens Industry, Inc., Wendell, NC, the lowest responsive, responsible bidder and in the best interests of PWC in the total amount of \$942,786.00, and forward to City Council for approval.

The 27 KV Class 1200 Amp Outdoor Circuit Breakers are budgeted in account string 001.0170.0802.690161.CPR100050

Bid Date: February 6, 2025

<u>CONFORMING BIDDERS</u>	<u>TOTAL PRICE</u>
ABB, Inc. Lake Mary, FL	\$899,754.12
Siemens Industry, Inc., Wendell, NC	\$942,786.00

COMMENTS: The bid notice was advertised through our usual channels on January 10, 2025, with a bid opening date of February 6, 2025. Bids were solicited from eleven (11) vendors and two (2) bids were received.

An award was previously approved on April 26, 2025, to ABB, Inc., Lake Mary, FL. However, due to an inability to reach an agreement on contractual language, the bidder is now deemed non-responsible as they are requiring amendments to the form contract to which PWC objects including, among others, provisions to which PWC may not agree as a public entity. As a result, the next lowest bidder, Siemens Industry, Inc., is now the lowest responsible bidder and is recommended for award. **MWDBE / SLS Participation:** Siemens Industry, Inc., Wendell, NC, is not a small local or MWDBE business. Siemens Industry, Inc. anticipates self-performing.

- M. Approve award recommendation for Coating Repairs to the 1 MG Clinton Road Elevated Water Storage Tank to Saffo Contractors, Wilmington, NC, the lowest responsive, responsible bidder and in the best interests of PWC in the total amount of \$795,500.00, and forward to City Council for approval.

The 27 KV Class 1200 Amp Outdoor Circuit Breakers is budgeted in account string 002.0620.0435.000-00.650009.9999999

Bid Date: May 29, 2025

<u>CONFORMING BIDDER</u>	<u>TOTAL PRICE</u>
Saffo Contractors, Inc., Wilmington, NC	\$795,500.00

NON-CONFORMING BIDDER
Classic Protective Coatings, Inc., Menomonie, WI

COMMENTS: Bids were solicited from four (4) vendors and two (2) bids were received. The PWC Procurement Department requests the rejection of the bid submitted by Classic Protective Coatings, Inc., Menomonie, WI, as it was non-conforming to PWC's bid submission requirements. **MWDBE / SLS Participation:** Saffo Contractors, Inc., located in Wilmington, Nc, is not a small local or MWDBE business. Saffo Contractors, Inc. plans to self-perform the contract and its entirety.

END OF CONSENT

IV. PUBLIC HEARING ON PROPOSED ECONOMIC DEVELOPMENT RIDER UPDATE

V. CONSIDERATION OF PROPOSED ECONOMIC DEVELOPMENT RIDER UPDATE

- VI. TECHNOLOGY ROADMAP UPDATE
Presented by: Mark Lawler, Chief Information Officer
- VII. GENERAL MANAGER REPORT
- VIII. COMMISSIONER/LIAISON COMMENTS
- IX. REPORTS AND INFORMATION
 - A. Monthly Cash Flow Report - May 2025
 - B. Recap of Uncollectible Accounts – May 2025
 - C. Purchase Orders – May 2025
 - D. Utility Payments by Payment Type – May 2025
 - E. Financial Statement Recaps – May 2025
 - Electric Systems
 - Water/Wastewater
 - F. Personnel Report - May 2025
 - G. Career Opportunities
- X. CLOSED SESSION PURSUANT TO NORTH CAROLINA GENERAL STATUTES 143-318.11(A)(3) FOR LEGAL MATTERS
- XI. CLOSED SESSION PURSUANT TO NORTH CAROLINA GENERAL STATUTES 143-318.11(A)(6) FOR PERSONNEL MATTERS
- XII. ADJOURN