



Minutes

Meeting:	TriMet Board of Directors Regular Board Meeting	Date:	August 8, 2018
		Time:	9:00 a.m.
Presiding:	Travis Stovall, Vice President	Location:	World Trade Center, Bldg. 2 Plaza Conference Room 25 S.W. Salmon Portland, Oregon 97204
Board Members Present:	Lori Irish Bauman Ozzie Gonzalez Linda Simmons Travis Stovall Kathy Wai Bruce Warner (<i>by phone</i>)	Board Members Absent:	Keith Edwards

TriMet Board Business meetings and public forum are available via web video stream. You can access the archived meetings and materials at trimet.org/meetings/board.

Vice President Stovall called the business meeting to order at 9:14 a.m.

1. Board Reports:

A. Finance & Audit Committee Meeting Report – Travis Stovall reported that the Committee met this morning and reviewed the following key items: 1) Transit Asset Management (TAM) Plan and how we keep our assets in the state of good repair with the funding allocated; 2) an update and timelines on HB2017 and the path forward; and 3) OPEB funding status and actuarial changes.

B. Metro Policy Advisory Committee (MPAC) – Kathy Wai reported that Cities continue to report on proposed expansions to the Urban Growth Boundary with community engagement and stakeholder feedback being accepted through fall 2018 with the final decision by Metro Council expected in December 2018. In regard to the transit lens, Hillsboro and other communities are interested in transit expansion within the Urban Growth Boundary and they are hoping that HB2017 will provide the funds for the needed additional service.

2. General Manager Report

Doug Kelsey noted that the Report of Finances and Administrative Activities for FY 2018 ORS 267.140 is included in the Board packet and available online. While the report is an administrative requirement, it also provides an opportunity to reflect on the accomplishments of the past year.

Doug Kelsey and staff provided the following reports and responded to Board questions:

- Low-Income Fare Program launched on July 1, 2018 -- Doug Kelsey
- Public Contracting Overview – Steve Witter, Lance Erz and John Gardner

3. Consent Agenda

Action: Lori Irish-Bauman moved to approve the consent agenda items listed below; Linda Simmons seconded the motion. The Board approved the motion unanimously.

Approval of Board Meeting Minutes for July 25, 2018

Resolution 18-08-57 Amending the Union 401a Defined Contribution Plan

Resolution 18-08-58 Amending the Management 401a Defined Contribution Plan

4. Resolutions

Doug Kelsey and staff introduced the following resolutions and responded to Board questions:

Resolution 18-08-59 Authorizing a Contract Modification with Stacy and Witbeck, Inc. for Construction Manager/General Contractor Services for the Steel Bridge Transit Improvements and Track Rehabilitation Project

Action: Ozzie Gonzalez moved approval of Resolution 18-08-59; Lori Irish Bauman seconded the motion. The Board approved the motion unanimously.

Resolution 18-08-60 Board of Directors, Acting In Its Capacity as the TriMet Contract Review Board, Exempting from Competitive Bidding Requirements a Contract for Construction Manager/General Contractor Services for the Fourth Bus Base Facility Project

Director Gonzalez asked how common it is to utilize the CM/GC process and if the process allows for competition.

Steve Witter provided examples of past use and explained the benefits of using the CM/GC competitive process.

Doug Kelsey added that if after receiving proposals, we feel there is not enough competition, we reassess the proposal to see where it is lacking and redo the Request for Proposal.

Director Stovall stated that Raimore Construction was contracted using the CM/GC process and that they are a great example and success story of using this process.

Director Wai asked what the cost savings would be using the CM/GC contracting method.

Steve Witter responded that it would be difficult to calculate at this early stage of the project and explained that the Board receives a report at the end of each project showing the results using the CM/GC process and shared the benefits of past projects.

Doug Kelsey stated that staff would be happy to look at past projects and provide the financial value and benefits of using this methodology.

Travis Stovall noted that the CM/GC process is about overall value and provided past examples, specifically the Orange Line. Director Stovall stated that he feels that a review of past projects will show significant process and financial savings, keeping our projects on time and on budget.

Doug Kelsey added the importance of using this methodology to prevent costly change orders for unforeseen circumstances.

President Warner stated that he feels that the CM/GC process will allow flexibility and be invaluable on this project and will vote in favor.

Action: Linda Simmons moved approval of Resolution 18-08-60; Ozzie Gonzalez seconded the motion. The Board approved the motion unanimously.

Resolution 18-08-61 Board of Directors, Acting In Its Capacity as the TriMet Contract Review Board, Exempting from Competitive Bidding Requirements a Contract for Contractor Services for Signals and Communications Systems Work for the Cleveland Crew Room Renovation Project

Director Wai asked which bond is used to fully fund this project. CFO Dee Brookshire responded that it is funded by an internal senior lien payroll bond series A.

Action: Bruce Warner moved approval of Resolution 18-08-61; Lori Irish Bauman seconded the motion. The Board approved the motion unanimously.

Resolution 18-08-62 Authorizing a Modification to a Contract with J.E. Dunn Construction Company for Construction Manager/General Contractor Services for the Powell Bus Garage Replacement Project

Director Stovall asked about the 7% difference between the direct construction costs and the fair cost estimate, and if risk items such as the rising cost of steel are built in.

Dan Sosnovski explained that the direct construction cost is 7% higher than the consultant cost estimate and is the comprehensive cost of the project, including the change order allowance of 5.9% which includes two different elements: 1) the items that could potentially come up and we are aware of; and 2) those costs that we do not know about until they occur and could not have anticipated.

Linda Simmons asked when the project will be complete.

Dan Sosnovski responded that applications have been submitted to the City of Portland for the civil and demolition packages and once those are permitted we will submit application for our building permits. Currently we are seeing extended time periods in permits being issued, so we do not have a firm start date. Once we are fully permitted, the project will take approximately 37 months to complete.

Doug Kelsey added that the project will be done in layers so we can continue operating and anticipate the project will be complete in 2021.

Director Bauman asked if the work on the Powell Garage includes infrastructure for charging electric buses.

Dan Sosnovski responded the contract cost being considered today does not include the infrastructure for the electric buses. The infrastructure will be considered with our partners PGE and our designer as we move forward. Steve Witter added that the change order allowance allocated will not cover the infrastructure for electric buses, but the funds will most likely come from HB 2017 and would come back to the Board for consideration.

Doug Kelsey stated that we will bring forward a proposed policy for the electrification of the overall system, including Powell at your September 12th Strategy Session that will be considered for adoption at your September 26th Board meeting.

Action: Linda Simmons moved approval of Resolution 18-08-62; Lori Irish Bauman seconded the motion. The Board approved the motion unanimously.

Resolution 18-08-63 Authorizing a Modification to the Contract with Stantec Architecture, Inc. for Design Services for the Powell Bus Garage Replacement Project

Action: Ozzie Gonzalez moved approval of Resolution 18-08-63; Kathy Wai seconded the motion. The Board approved the motion unanimously.

5. Other Business & Adjournment

Hearing no further business, Vice President Stovall adjourned the meeting at 10:50 a.m.

Respectfully submitted,



Kelly Runnion, Recording Secretary