



MEETING OF THE BOARD OF DIRECTORS

MINUTES AS AMENDED 5-28-08

BELLEVUE CITY HALL

MARCH 26, 2008

NOTE: AMENDED TEXT IS HIGHLIGHTED

At 3:32 PM Lloyd Warren, Chair, called the meeting to order.

EXECUTIVE SESSION

At 3:33 PM the Chair announced an Executive Session to last approximately 20 minutes to discuss acquisition of property and pending litigation. The Executive Session adjourned at 3:48 PM.

REGULAR MEETING

At 3:50 PM the Chair called the regular meeting to order. Board Members or Alternate Board Members from the City of Bellevue, Covington Water District, the City of Issaquah, the City of Kirkland, the City of Redmond, Sammamish Plateau Water and Sewer District, Skyway Water and Sewer District and the City of Tukwila were present, constituting a quorum.

PUBLIC COMMENT

No members of the audience in attendance commented.

CHIEF EXECUTIVE OFFICER'S REPORT

- A. Board Retreat – A Memorandum from Moss Adams outlining a recap of Cascade's Board Retreat on March 15, 2008 was included with the March Board package.
- B. Study Sessions – As directed at the March 15, 2008 Board Retreat, Study Sessions will begin with the April 23 Board Meeting.
- C. Staff Reports – Reports from staff were included with the March Board package.
- D. WSDOT SR 900 Contract – A Special Board Meeting will be requested in April to consider the Tacoma-Cascade Pipeline/Washington State Department of Transportation SR 900 Contract.
- E. Agenda – A request was made to amend the Agenda to add ratification of the Attu Property Pipeline Easement Option Agreement as Consent Action Item K. A motion to approve the Agenda as amended was made by Mary-Alyce Burleigh, seconded by Jim Haggerton and unanimously approved.

CONSENT ACTION ITEMS

A motion to approve Consent Action Items A-K as amended was made by Mary-Alyce Burleigh, seconded by Jim Haggerton and unanimously approved.

- A. Approval of Minutes of the regular Board Meeting held on February 26, 2008.
- B. Approval of Treasurer's Report.
- C. Authorize the Chief Executive Officer to execute a one year extension of the Broker/Consulting services Agreement between Cascade and Alliant Insurance Services, Inc. in an amount not to exceed \$25,000.
- D. Authorize the Chief Executive Officer to advertise for mainline valves for the Tacoma-Cascade Pipeline.

- E. Authorize the Chief Executive Officer to execute a contract with Pacific Supply for low-flow toilet deliveries with a maximum compensation of \$100,000.
- F. Authorize the Chief Executive Officer to execute Amendment No. 1 to Contract 1 with Vanir Construction Management, Inc. for \$1,436,171 through December 31, 2008 with a maximum compensation amount of \$2,816,171.
- G. Authorize the Chief Executive Officer to execute Amendment No. 3 to Contract 3 with HDR Engineering for \$1,337,340 through December 31, 2008 with a maximum compensation amount of \$5,192,160.
- H. Authorize the Chief Executive Officer to execute a contract for \$50,000 with Davis Wright Tremaine LLP for Special Construction Legal Counsel.
- I. Adoption of Resolution No. 2008-05: Auditing Officer and Expenditures Approval Process.
- J. Authorize the Chief Executive Officer to proceed with the proposed approach for the Attu Property easement section of the Tacoma-Cascade Pipeline.
- K. Authorize the Chief Executive Officer to ratify the Attu Property Pipeline Easement Option Agreement.

OTHER ACTION ITEMS

- A. A motion to adopt Resolution No. 2008-06: Authorizing Execution of an Agreement Implementing the Acquisition of Lake Tapps was made by Jim Haggerton, seconded by Mary-Alyce Burleigh and unanimously approved.

The Chair expressed appreciation and congratulations to all current and former Board Members for their efforts, and acknowledged “this culminates 24 years of hard work by a lot of people in this room”.

A memorandum from Michael Gagliardo to the Board dated March 24, 2008 regarding Summary of Comments Received re. Lake Tapps Reservoir Water Supply Project MDNS and Environmental Checklist was distributed at the meeting. Individual Comments are available on request.

A second memorandum from Mr. Gagliardo to the Board dated March 26, 2008 regarding Lake Tapps Acquisition was also distributed at the meeting.

COMMITTEE REPORTS

- A. Audit Committee

No report.

- B. Executive Committee

No report.

- C. Resource Management Committee

The Resource Management Committee met on March 13 and provided direction as follows:

1. Cascade staff will do no further analysis on the installation of fiber optics conduit as part of the Tacoma-Cascade Pipeline project.
2. Cascade staff will make a formal offer to King County to replace two culverts during construction of the Tacoma-Cascade Pipeline with “fish friendly” culverts.
3. Cascade staff will develop a strategy for properties impacted by construction of the Tacoma-Cascade pipeline and present it to the Board.

D. Public Affairs Committee

The Public Affairs Committee met on March 4, 2008 and discussed implementation of the Lake Tapps acquisition outreach plans and the Tacoma-Cascade Pipeline Outreach Plan Guiding Principles.

A contract has been executed with Gordon Thomas Honeywell Governmental Affairs for representation of Cascade in Washington D.C..

ADJOURN

The meeting was adjourned at 4:20 PM.

Board Members signed approved Minutes, Resolutions and warrants.

NEXT MEETING DATE

The next regular Board Meeting will be held April 23, 2008.

A Special Board Meeting will be held prior to April 23. Board Members will be polled for their availability and a notice will be emailed.

APPROVED BY:

Lloyd Warren, Chair

Mary-Alyce Burleigh, Vice Chair