



THE NORTHWEST SEAPORT ALLIANCE
MANAGING MEMBER MEETING MINUTES
TUESDAY, OCTOBER 2, 2018

The Conference Center at Seattle-Tacoma International Airport
Room International A
17801 International Blvd. Seattle, Washington 98158

SEATTLE COMMISSIONERS PRESENT:

Stephanie Bowman, Vice President
Fred Felleman, Co-Secretary
Ryan Calkins, Commissioner – *By Telephone*
Peter Steinbrueck, Commissioner

TACOMA COMMISSIONERS PRESENT:

Don Meyer, Co-Chair
Clare Petrich, Vice President
Don Johnson, Co-Secretary
Dick Marzano, Commissioner
John McCarthy, Commissioner

SEATTLE COMMISSIONERS EXCUSED:

Courtney Gregoire, President

NWSA STAFF PRESENT:

John Wolfe, CEO
Don Esterbrook, Deputy CEO
Kurt Beckett, Deputy CEO
Carolyn Lake, Legal Counsel
Traci Goodwin, Legal Counsel
Dustin Stoker, Chief Operations Officer
Curtis Stahlecker, Capital Projects Mgr.
Jason Jordan, Dir. Environmental & Planning Services
Juliet Campbell, Clerk of the Port

11:30 AM: MANAGING MEMBER MEETING:

1. CALL TO ORDER:

Commissioner Bowman called the meeting to order at approximately 11:30 am and lead the group in the Pledge of Allegiance.

2. CONSENT AGENDA:

- A. Minutes of September 4, 2018
- B. Check Certification approving the payment of checks 703857 through 703987, and wire transfers in the total amount of \$25,040,037.86 during the period of August 25, 2018 through September 21, 2018.

Motion was made by Commissioner Meyer; seconded by Commissioner Johnson:
"Approve the consent agenda."

Discussion:

- Commissioner Meyer requested staff provide additional information for check 00703920 in the amount of \$40,810.85 described as "John Deere Damage." Staff will follow up.

PORT OF SEATTLE VOTE:

Commissioner Gregoire	<i>Excused</i>
Commissioner Bowman	Aye
Commissioner Felleman	Aye
Commissioner Calkins	Aye
Commissioner Steinbrueck	Aye

PORT OF TACOMA VOTE:

Commissioner Meyer	Aye
Commissioner Petrich	Aye
Commissioner Johnson	Aye
Commissioner McCarthy	Aye
Commissioner Marzano	Aye

MOTION CARRIES 4-0 / 5-0

3. PUBLIC COMMENT: None.

4. ACTION AGENDA:

A. North Harbor Crane Disposition

Presented by Dustin Stoker, COO and Curtis Stahlecker, Capital Project Manager

Motion was made by Commissioner Meyer; seconded by Commissioner Johnson:

“Approve additional project authorization in the amount of \$523,000 to remove four surplus ship to shore (STS) container cranes from the North Harbor terminals in an amount not to exceed \$4,523,000 for work associated with the North Harbor Surplus Crane Dispositions, Master Identification No. U00293.”

Discussion Included:

- The Managing Members authorized the North Harbor Surplus Crane Disposition Project in June 2018 in an amount not to exceed \$4,000,000. Solicitations were advertised in July 2018 and three proposals were received. Two of the proposals passed the technically acceptable bid criteria in the solicitation. The total project cost based on the winning bid will exceed the previously authorized amount by \$523,000.
- The bidder whose proposal did not meet the technically acceptable bid criteria submitted a bid protest and that process is not complete. The basis of the protest was discussed. It was questioned whether authorizing an increase is premature. The request is for a not to exceed amount. Options based on the possible outcome of the protest were discussed.
- The plan is to haul the cranes away intact and transport via barge to Tacoma where they will be dismantled and recycled. Questions arose as to scrap value of the steel. Staff provided that typically the bids reduce the cost of their bid to account for the value of scrap. Staff estimated scrap steel is worth anywhere from \$60 to \$100 per ton. The cranes are approximately 1800 tons each.
- Staff described the reasons necessitating off site dismantling.
- Commissioner Steinbrueck acknowledged the need to honor the lease terms for the removal of the cranes, however, he is not comfortable with the response related to recovering the recycle value, the cost of approximately \$700,000 per crane to transport to Tacoma, and uncertainty of the protest outcome. Commissioner McCarthy shares these concerns.

PORT OF SEATTLE VOTE:

Commissioner Gregoire	<i>Excused</i>
Commissioner Bowman	Aye
Commissioner Felleman	Aye
Commissioner Calkins	Aye
Commissioner Steinbrueck	No

PORT OF TACOMA VOTE:

Commissioner Meyer	Aye
Commissioner Petrich	Aye
Commissioner Johnson	Aye
Commissioner McCarthy	No
Commissioner Marzano	Aye

MOTION CARRIES 3-1 / 4-1

B. Interlocal Agreement with the City of Seattle for a Clean Truck Fund Contribution

Presented by Jason Jordan, Director, Environmental and Planning Services

Motion was made by Commissioner Felleman; seconded by Commissioner Petrich:

“Authorize the NWSA CEO or his delegate to enter into an Interlocal Agreement (ILA) with the City of Seattle to receive a contribution in the amount \$150,000, for the Clean Truck Fund, Master Identification No. 201050.02.”

Discussion Included:

- The City of Seattle approved a contribution of \$150,000, to the Clean Truck Fund, a program to incentivize truckers to scrap non-compliant trucks.
- Staff does not know how many truckers are taking advantage of the Fund. Truckers are reaching out to the lenders and non-profits directly. The program goal is to supplement the difference between trade-in and scrap value for approximately 500 trucks.
- Conditions of this ILA compared with certain other grant funding contributions were discussed. For example, the grant from Ecology requires scrapping of the non-compliant truck. This ILA does not have such a requirement, could potentially be used to fund retrofits.

- Commissioner Meyer expressed his preference to have domestic terminals be subject to the same requirements as the international terminals. Staff estimated that there is an 80% compliance rate with the criteria already at domestic terminals and they expect it to increase as the January 1, 2019 deadline for trucks serving the international terminals arrives. Commissioners agreed that a good time to look at the domestic terminal issue is after the January 1, 2019 deadline for international terminals. That would be the time to gauge if the issue is taking care of itself or whether the program should expand.

PORT OF SEATTLE VOTE:

Commissioner Gregoire	<i>Excused</i>
Commissioner Bowman	Aye
Commissioner Felleman	Aye
Commissioner Calkins	Aye
Commissioner Steinbrueck	Aye

PORT OF TACOMA VOTE:

Commissioner Meyer	Aye
Commissioner Petrich	Aye
Commissioner Johnson	Aye
Commissioner McCarthy	Aye
Commissioner Marzano	Aye

MOTION CARRIES 4-0 / 5-0

5. GENERAL BUSINESS:

A. CEO Announcements, Events, Recognitions: None.

6. COMMISSIONER COMMENTS:

Commissioner Steinbrueck: Will be traveling to Fairbanks and Anchorage to attend the Alaska Chamber's annual event and tour the Port of Anchorage.

Commissioner Meyer: Acknowledged Commissioner Bowman's efforts in securing the Clean Truck Fund contribution from the City of Seattle.

Commissioner Felleman: Traveled with Governor Inslee's maritime blue group to Rotterdam and Norway. Commented on the innovation that takes off in communities that are subject to the Paris Agreement.

Commissioner Petrich: Guests from West Africa's Liberian Ports will be visiting to learn ideas on how to grow their own port infrastructure.

Commissioner McCarthy: The Port of Tacoma is continuing to celebrate its centennial and will be teaming with the Tacoma Historical Society for a celebration event on October 20, 2018.


Commissioner Calkins: Traveling to China and Southeast Asia on a business development trip with Commissioner McCarthy and executive leadership from the Alliance.

7. ADJOURNMENT:

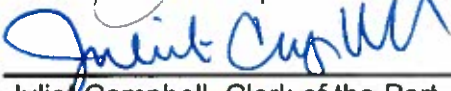
There being no further business, Commissioner Meyer adjourned the meeting at 12:13 pm.


Donald G. Meyer, Co-Chair
The Northwest Seaport Alliance


Courtney Gregoire, Co-Chair
The Northwest Seaport Alliance

ATTEST:

Donald C. Johnson, Co-Secretary
The Northwest Seaport Alliance


Ryan Calkins, Co-Secretary
The Northwest Seaport Alliance


Juliet Campbell, Clerk of the Port
The Northwest Seaport Alliance