

METROPOLITAN UTILITIES DISTRICT
Committee Meetings

8:15 a.m.

March 5, 2020

AGENDA

1. Safety Briefing
2. Roll Call
3. Open Meetings Act Notice

Construction and Operations – Friend, Frost, Cavanaugh

1. Capital Expenditures [Dave DeBoer, SVP & Chief Operations Officer] – **Tab 5**
2. Acceptance of Contracts and Payment of Final Estimates
[Dave DeBoer, SVP & Chief Operations Officer] – **Tab 6**
3. Bids on Materials and Contracts [Jon Zellars – Director, Purchasing] – **Tab 7**

Services & Extensions – Friend, Begley, Howard

1. Main Extensions [Cory O'Brien, VP – Engineering & Construction] – **Tab 9**

Personnel – Begley, Frost, Friend

1. Wage and/or Salary Increases and Ratifications
[Bonnie Savine, VP – Human Resources] - **Tab 10**
2. District's Summer Student Work Program
[Bonnie Savine, VP – Human Resources]

Judicial and Legislative – Cook, Cavanaugh, Howard

1. Second Legislative Report for 2020
[Rick Kubat, Government Relations Attorney] – **Tab 11**

Committee of the Whole

1. Infrastructure Replacement Program Update
[Masa Niiya, Director - Infrastructure Integrity] – **Tab 14**
2. Headquarters Building Renovation Update
[Steve Ausdemore, SVP - Safety, Security and Field Operations]
3. Review of Voya's 2020 Changes (457(b))
[Mark Mendenhall, SVP & General Counsel; Bonnie Savine – VP, Human Resources]

(Turn over for regular Board Meeting agenda)

METROPOLITAN UTILITIES DISTRICT
Regular Meeting

9:00 a.m.

March 5, 2020

AGENDA

1. Roll Call
2. Open Meetings Act Notice
3. Pledge of Allegiance
4. Approval of Minutes – Committee Meetings & Regular Board Meeting for February 6, 2020
- CONSTRUCTION & OPERATIONS** 5. Capital Expenditures
6. Acceptance of Contracts and Payment of Final Estimates
7. Bids on Materials and Contracts
8. Notice of Purchases Between \$25,000 and \$50,000
- SERVICES & EXTENSIONS** 9. Main Extensions
- PERSONNEL** 10. Wage and/or Salary Increases and Ratifications
- JUDICIAL & LEGISLATIVE** 11. Second Legislative Report for 2020
- BOARD** 12. Other Matters of District Business for Discussion
13. CLOSED SESSION – Litigation & Personnel

Adjourn Regular Board Meeting

(Turn over for Committee Meetings agenda)

METROPOLITAN UTILITIES DISTRICT

Minutes of Committee Meetings

February 6, 2020

Safety Briefing

Vice-President of Safety, Security and Business Continuity Shane Hunter provided a briefing for all individuals in attendance at the Board Meeting regarding safety and security protocol in the event of an emergency.

Roll Call

Chairperson Gwen Howard called the Committee Meetings to order at 8:15 a.m. On a roll call vote, the following members were present:

Mike McGowan
Gwen Howard
Tim Cavanaugh
Jim Begley
Tanya Cook
Mark Doyle, Secretary and President

Also present were various members of the staff, representatives from IBEW #1521, and other members of the public.

Mr. Friend and Mr. Frost were absent.

Open Meetings Act Notice

Chairperson Howard advised those in attendance that a copy of the Open Meetings Act was available on the wall of the Legislative Chamber.

Construction and Operations - Frost, Cavanaugh, Friend

Senior Vice-President and Chief Operations Officer Dave DeBoer reviewed the proposed capital expenditures as outlined in his letter to the Committee dated January 24, 2020. Proposed expenditures included additional construction equipment to keep pace with the District's ramped up water infrastructure replacement program. Discussion took place regarding the potential problems posed by current limitations of District storage facilities. Mr. DeBoer indicated the District is actively looking for sites to house equipment and vehicles. Mr. Doyle acknowledged that though the limitations present its share of challenges, reduction in the disruption and exorbitant cost of water main breaks is a priority. He also indicated that a more formal update on the District's facilities master plan will be forthcoming in the next few months.

Mr. DeBoer reviewed the proposed capital expenditures pertaining to the Headquarter Building renovation as outlined in his letter to the Committee dated January 29, 2020. Mr. DeBoer asked Senior Vice President of Safety, Security and Field

Committee Meetings & Regular Board Meeting

February 6, 2020

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Operations Steve Ausdemore to address the Board regarding the team that has been assembled to handle management oversight of the renovation. Some discussion took place regarding the financing of the renovation. Board Members expressed their desire to remain involved in the progression of the renovation process via monthly updates or more frequently, as needed.

Mr. DeBoer reviewed the proposed acceptance of contracts and payment of final estimates as outlined in his letter to the Committee dated January 27, 2020.

Director of Purchasing Jon Zellars presented the bids for materials and contracts as outlined in his letter to the Committee dated January 23, 2020.

Services and Extensions - Howard, Friend, Begley

Vice-President of Engineering and Construction Cory O'Brien reviewed the proposed main extensions as outlined in his letter to the Committee dated January 24, 2020.

Personnel - Begley, Frost Friend

Vice-President of Human Resources Bonnie Savine reviewed the proposed wage and/or salary increases and ratifications as outlined in her letter to the Committee dated January 24, 2020.

Ms. Savine also reviewed the SPA Salary Structure Adjustment as outlined in her letter to the Committee dated January 27, 2020.

Insurance and Pensions - Howard, McGowan, Cook

Senior Vice-President and Chief Financial Officer Joseph Schaffart introduced Vanguard Senior Investment Consultant Joseph Wolfram to provide an investment performance review of the District's 2019 Retirement Plan and other Post-Employment Benefits. Mr. Wolfram reported that investment returns for the twelve-month period ending December 31, 2019 were 20.81% and 22.24% for the Retirement and OPEB plans respectively (net of fees).

Judicial and Legislative - Cook, Cavanaugh, Howard

Senior Vice-President and General Counsel Mark Mendenhall presented the First Legislative Report for 2020, as outlined in the letter to the Committee from the District's Governmental Relations Attorney Rick Kubat. The letter included Management's recommended positions to be adopted for each newly introduced legislative bill, which will be added to the list of 2019 carry-over bills that will be monitored by the District this Session.

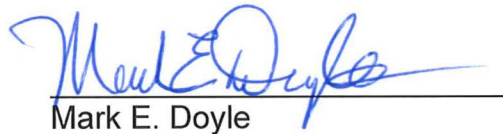
Mr. Mendenhall reviewed the proposed Interlocal Agreement with Douglas County as outlined in his letter to the Committee dated January 28, 2020, which authorizes the District to share the use of the County's land mobile radio system for emergency and safety purposes. The five-year Agreement also addresses details for sharing operations, maintenance, administration and upgrade costs.

Mr. Mendenhall also reviewed the proposed Interlocal Agreement with the Nebraska Department of Health & Human Services (NDHHS) for conducting laboratory analysis and testing for water, as outlined in his letter to the Committee dated January 28, 2020. As authorized by the Nebraska Safe Drinking Water Act, the one-year Agreement permits the District to continue to operate its own certified testing laboratory and continue to test treated water and submit its testing results to NDHHS.

Mr. Begley requested that, in light of the recent rollback of the protections from the federal Clean Water Act, he would like to have a brief presentation provided to the Board on water quality. Mr. Doyle agreed, indicating the timing was well-suited for such a presentation.

Chairperson Howard asked whether any Board Member or member of the public had comments to share. There were none.

At 9:30 a.m., Chairperson Howard announced that the Committee Meetings had concluded and the regular Board Meeting would begin at 9:37 a.m.


Mark E. Doyle
Secretary and President

MED/mjm

METROPOLITAN UTILITIES DISTRICT
Minutes of Regular Board Meeting
February 6, 2020

The Board of Directors of the Metropolitan Utilities District of Omaha met in the Legislative Chamber Suite LC-4 in the Omaha Douglas Civic Center at 1819 Harney Street in regular session at 9:38 a.m. on February 6, 2020.

Advance notice of the meeting was published in *The Omaha World-Herald* on Sunday, January 26, 2020. The agenda of the meeting was available for public inspection at the office of the Secretary and President and posted to the website on January 31, 2020. Board documents were delivered to Board Members on January 28, 2020 and posted to the website on January 31, 2020.

AGENDA NO. 1

ROLL CALL

Chairperson Howard called the meeting to order at 9:38 a.m. On a roll call vote, the following members were present:

Mike McGowan
Gwen Howard
Tim Cavanaugh
Jim Begley
Tanya Cook
Mark Doyle, Secretary and President

Also present were various members of the staff, representatives from IBEW #1521, and other members of the public.

Mr. Friend and Mr. Frost were absent.

AGENDA NO. 2

OPEN MEETINGS ACT NOTICE

Chairperson Howard advised those in attendance that a copy of the Open Meetings Act was posted on the wall of the Legislative Chamber.

AGENDA NO. 3

PLEDGE OF ALLEGIANCE

Chairperson Howard invited those who wished to participate, to stand and recite the Pledge of Allegiance.

AGENDA NO. 4
RECOGNITION OF TOM DOWD

Chairperson Howard announced that members of the Board wished to formally recognize their friend and former colleague Tom Dowd who passed away in August of 2019. Mr. Begley read aloud the text of the Recognition, and presented a framed copy to the Dowd family members. A vote was taken by the members of the Board to ensure that the document becomes part of the permanent record of the Board Meeting. Each of the Board Members honored Mr. Dowd with their personal remembrances that reflected the character, spirit and legacy of their former colleague.

Voting Yes: McGowan, Howard, Cavanaugh, Begley, Cook
Voting No: None

MINUTES FILE DOCUMENT NO. 138018

AGENDA NO. 5
APPROVAL OF MINUTES FOR COMMITTEE MEETINGS AND REGULAR BOARD MEETING FOR JANUARY 2, 2020

Mr. Begley moved to approve the minutes for the Committee Meetings and regular Board Meeting for January 2, 2020, which was seconded by Mr. Cavanaugh and carried on a roll call vote.

Voting Yes: McGowan, Howard, Cavanaugh, Begley, Cook
Voting No: None

MINUTES FILE DOCUMENT NO. 138019

AGENDA NO. 6
CAPITAL EXPENDITURES

Mr. Cavanaugh moved to approve the capital expenditures as outlined in Mr. DeBoer's letter to the Committee dated January 24, 2020, which was seconded by Mr. Begley and carried on a roll call vote.

Voting Yes: McGowan, Howard, Cavanaugh, Begley, Cook
Voting No: None

MINUTES FILE DOCUMENT NO. 138020

AGENDA NO. 7
CAPITAL EXPENDITURES FOR HEADQUARTERS BUILDING RENOVATION AT 7350 WORLD COMMUNICATIONS DRIVE

Chairperson Howard, with the consent of the other Board Members, moved the discussion and the vote on Agenda No. 7 pertaining to the Capital Expenditures for the Headquarters Building Renovation to follow Agenda No. 17, Closed Session – Litigation, Real Estate Matters and Personnel.

AGENDA NO. 8

ACCEPTANCE OF CONTRACTS AND PAYMENT OF FINAL ESTIMATES

Mr. Cavanaugh moved to approve the acceptance of contracts and payment of final estimates as outlined in Mr. DeBoer's letter to the Committee dated January 27, 2020. The motion was seconded by Mr. McGowan and carried on a roll call vote.

Voting Yes: McGowan, Howard, Cavanaugh, Begley, Cook

Voting No: None

MINUTES FILE DOCUMENT NO. 138021

AGENDA NO. 9

BIDS ON MATERIALS AND CONTRACTS

Mr. Cavanaugh moved to approve Management's recommendations regarding the bids on materials and contracts as outlined in Mr. Zellars' letter dated January 23, 2020. The motion was seconded by Mr. McGowan and carried on a roll call vote.

Voting Yes: McGowan, Howard, Cavanaugh, Begley, Cook

Voting No: None

MINUTES FILE DOCUMENT NO. 138022

AGENDA NO. 10

MAIN EXTENSIONS

Mr. Begley moved to approve the main extensions as outlined in Mr. O'Brien's letter dated January 24, 2020, which was seconded by Mr. Cavanaugh and carried on a roll call vote.

Voting Yes: McGowan, Howard, Cavanaugh, Begley, Cook

Voting No: None

MINUTES FILE DOCUMENT NO. 138023

AGENDA NO. 11

WAGE AND/OR SALARY INCREASES AND RATIFICATIONS

Mr. Begley moved to approve the wage and/or salary increases and ratifications as outlined in Ms. Savine's letter to the Committee dated January 24, 2020. The motion was seconded by Mr. McGowan and carried on a roll call vote.

Voting Yes: McGowan, Howard, Cavanaugh, Begley, Cook

Voting No: None

MINUTES FILE DOCUMENT NO. 138024

AGENDA NO. 12
SPA SALARY STRUCTURE ADJUSTMENT

Mr. Begley moved to approve the recommendations pertaining to the SPA Salary Structure Adjustment as outlined in Ms. Savine's letter to the Committee dated January 27, 2020. The motion was seconded by Mr. McGowan and carried on a roll call vote.

Voting Yes: McGowan, Howard, Cavanaugh, Begley, Cook
Voting No: None

MINUTES FILE DOCUMENT NO. 138025

AGENDA NO. 13
FIRST LEGISLATIVE REPORT FOR 2020

Ms. Cook moved to approve the First Legislative Report for 2020 as outlined in Mr. Kubat's letter to the Committee dated January 26, 2020. The motion was seconded by Mr. Cavanaugh and carried on a roll call vote.

Voting Yes: McGowan, Howard, Cavanaugh, Begley, Cook
Voting No: None

MINUTES FILE DOCUMENT NO. 138026

AGENDA NO. 14
INTERLOCAL AGREEMENT WITH DOUGLAS COUNTY FOR USE OF RADIO SYSTEM

Ms. Cook moved to approve the Interlocal Agreement with Douglas County for the shared use of its radio system as outlined in Mr. Mendenhall's letter to the Committee dated January 28, 2020. The motion was seconded by Mr. McGowan and carried on a roll call vote.

Voting Yes: McGowan, Howard, Begley, Cook
Voting No: None
Abstaining: Cavanaugh

MINUTES FILE DOCUMENT NO. 138027

AGENDA NO. 15
INTERLOCAL AGREEMENT WITH NEBRASKA DEPARTMENT OF HEALTH AND HUMAN SERVICES FOR LABORATORY ANALYSIS AND TESTING

Ms. Cook moved to approve the Interlocal Agreement with Nebraska Department of Health & Human Services for laboratory analysis and testing of water as outlined in Mr. Mendenhall's letter to the Committee dated January 28, 2020. The motion was seconded by Mr. McGowan and carried on a roll call vote.

Voting Yes: McGowan, Howard, Cavanaugh, Begley, Cook
Voting No: None

AGENDA NO. 16

OTHER MATTERS OF DISTRICT BUSINESS FOR DISCUSSION

Chairperson Howard asked if any Board Members or any members in the audience had any comments to share. There were none.

AGENDA NO. 17

CLOSED SESSION: LITIGATION, REAL ESTATE MATTERS AND PERSONNEL

At 9:57 a.m., Ms. Howard moved to go into Closed Session for the purpose of discussing litigation, real estate matters and personnel, which was seconded by Mr. Cavanaugh and carried on a roll call vote.

Voting Yes: McGowan, Howard, Cavanaugh, Begley, Cook

Voting No: None

At 11:45 a.m., Mr. Cavanaugh moved to return to Open Session, which was seconded by Mr. Begley and carried on a roll call vote.

Voting Yes: McGowan, Howard, Cavanaugh, Begley, Cook

Voting No: None

The Board took up Agenda No. 7, out of order as decided by the Board in the earlier portion of the regular Board Meeting.

AGENDA NO. 7

CAPITAL EXPENDITURES FOR HEADQUARTERS BUILDING RENOVATION AT 7350 WORLD COMMUNICATIONS DRIVE

Mr. McGowan moved to approve the capital expenditures for the headquarters building at 7350 World Communications Drive as outlined in Senior Vice President of Safety, Security and Field Operations Steve Ausdemore's letter to the Committee dated January 29, 2020. The motion was seconded by Mr. Cavanaugh and carried on a roll call vote.

Voting Yes: McGowan, Howard, Cavanaugh, Begley, Cook

Voting No: None

Mr. Begley expressed his condolences to Mr. Mendenhall and his family whose mother (Mary Mendenhall) passed away recently, and also noted that Mr. Mendenhall's father (Mike Mendenhall) who passed away several years ago was the former Employment Manager for the City of Omaha and a plaque continues to hang in the office in his honor. Mr. Begley was joined by other members who also offered their comments in support.

Chairperson Howard asked if there were any members of the public who wished to speak. There were none.

Mr. Cavanaugh moved to adjourn the regular Board Meeting which was seconded by Mr. Begley and carried on a roll call vote.

Voting Yes: McGowan, Howard, Cavanaugh, Begley, Cook

Voting No: None

MINUTES FILE DOCUMENT NO. 138032

The regular Board Meeting was adjourned at 11:48 a.m.



Mark E. Doyle
Secretary and President

MED/mjm

METROPOLITAN UTILITIES DISTRICT
Inter-Department Communication

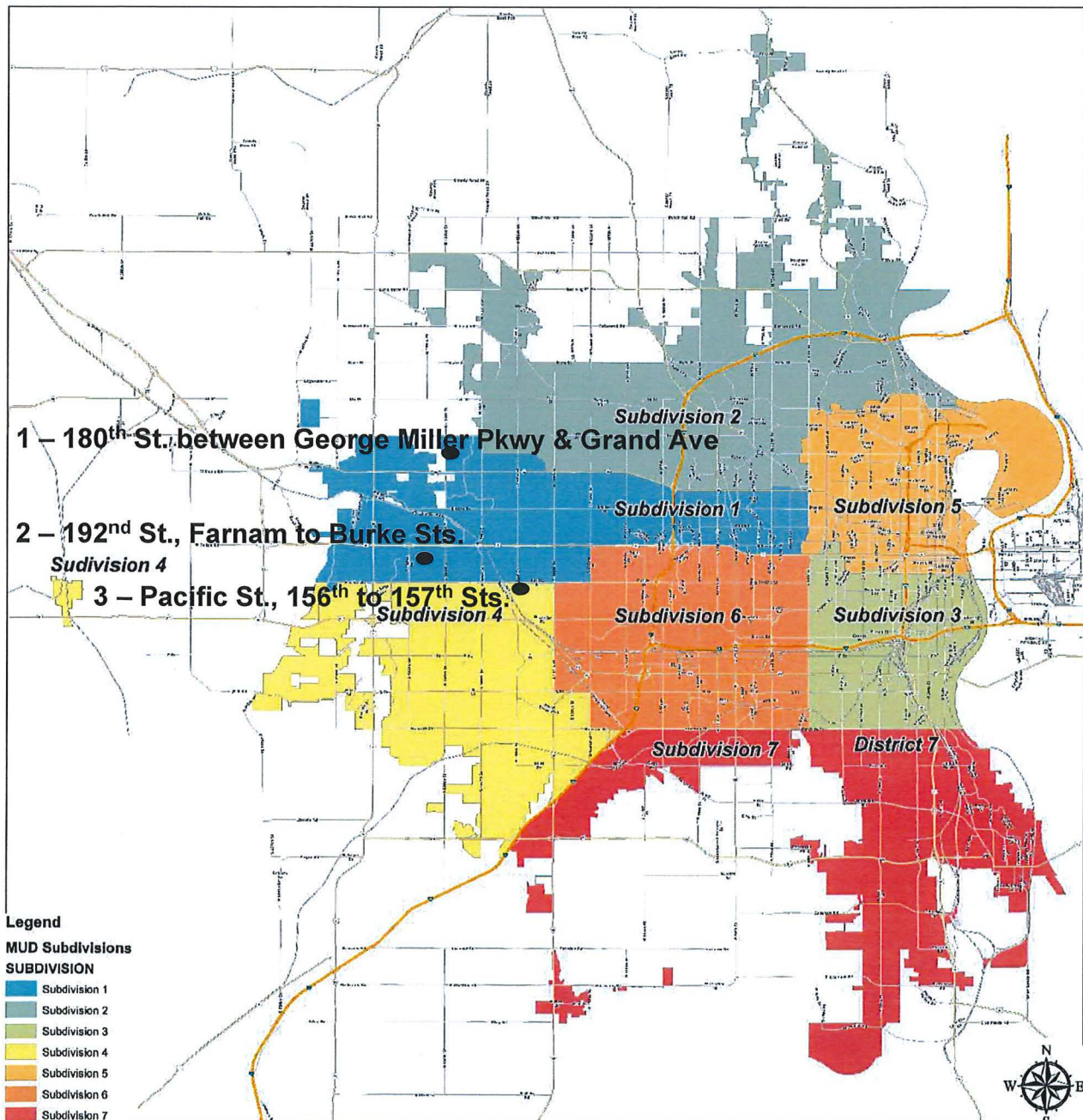
February 21, 2020

Subject: CAPITAL EXPENDITURES

To: Committee on Construction and Operations
cc: all Board Members, Doyle, Mendenhall, Schaffart, Ausdemore and all Vice Presidents

From: Dave W. DeBoer, Senior Vice President, Chief Operations Officer

The following items will be on the March 5, 2020 Committee Agenda for consideration and the March 5, 2020 Board Agenda for approval:



SYSTEM IMPROVEMENTS

1. 100071000702 - \$149,100 – Lower 200 feet of 24-inch water main, 180th Street between George Miller Parkway and Grand Avenue. This work is required to eliminate conflicts with proposed street entrance for a new Elkhorn high school. Main lowering needs to be completed in May so subsequent street grading and paving can be completed before the new high school opens in August. This water main lowering is due to the District's contractor not installing it at the design depth required. The District will seek reimbursement from the original contractor after the work is complete and total costs are determined.

2. 100071000703 - \$160,000 – Lower 200 feet of 30-inch water main in 192nd Street, Farnam to Burke Streets. This work is required to eliminate conflicts with proposed grading, paving and storm sewer work being done for a Douglas County project. District crews will lower approximately 200 feet of 30-inch pipe for proposed grading. Our crews will reuse the existing pipe and replace the gaskets and the poly-wrap. The Board previously approved other work associated with this new development in September 2019. This project is anticipated to start in the spring of 2020. The work is not reimbursable as District facilities are in county right-of-way.

3. 100053001406 and 10067001420 - \$80,000 – Lower 20 feet of 12-inch water main with bends and relocate air relief vent piping for 54-inch water main outside of proposed pavement, Pacific Street from 156th to 157th Streets. This work is required to eliminate conflicts with proposed grading, paving and storm sewers being done for a City of Omaha project. The District's work is anticipated to start June 2020. This work is not reimbursable as the mains are in public right-of-way.

BUILDINGS, PLANTS AND EQUIPMENT

1. 100083001105 - \$100,000 – Flow meter replacement project, Platte West. This request covers the purchase of 12 clamp-on acoustical style flow meters to replace existing insertion meters. The existing meters have started failing due to de-laminating of the protective coating on the insertion probe. The advantage of the clamp-on style is that they are not invasive which increases durability and they are easier to install. Work associated with the installation of these meters will be conducted by District forces. The work is anticipated to be completed in the fall of 2020.

2. 100083001103 - \$117,200 – Basin 2 sluice gate procurement package, Florence. In 2010, the District completed a Capital Improvements Plan (CIP) which identified several projects to be completed between 2017 and 2020 known as Phase III. This phase consists of both condition-related improvement/repair projects and process-related improvement projects. One of the condition-related improvements is the rehabilitation of Basin 2. Early in the design process the sluice gates manufacturers indicated a lengthy lead time for the delivery of their equipment (estimated at five months). To avoid delaying the renovation of the basin, the District has elected to bid a sluice gate package separately so that the manufacture and delivery of the gates can occur concurrently with the remainder of the Basin 2 design work and bidding process. This package contains a total of seven gates in various sizes.

3. 100083001109 - \$237,000 – Florence Capital Improvement Plan (CIP) review and update. In 2010, the District completed and began implementation of a Capital Improvement Plan for the Florence Water Treatment Plant. At the end of 2020, the District will have successfully completed the third phase of the CIP, 11 years after beginning the plan. The first three phases of the plan included projects which addressed immediate regulatory needs, condition/safety improvements and water quality and efficiency enhancements. There are projects slated for Phases 4 and 5 that were intended to address potential treatment issues related to water quality/regulation that were based on potential regulatory changes which were not clear during the development of the original plan. Although over the years the District has updated the first three phases of the plan as required without assistance from a consulting engineer, the re-evaluation of the final projects will require additional assistance from the CIP's developer HDR, Inc. Approval of this request will authorize the President to enter into a contract with HDR for engineering services for the CIP review and update.

4. 100084001227 and 100084001247 - \$1,100,000 – Design of LNG tank top modification and construction of LNG tank modifications at LNG. This request is to provide funds for the design and construction for modifications to the relief valve piping, level gauge and platform at the top of the LNG tank. Two relief valve access platforms will be replaced with one common platform. The new platform is designed for relief valve operational loads as well as access to modified nozzles that accept Enraf level gages. In addition, a discretionary vent valve will be added. This work effort is part of our anticipated capital improvement plan and construction will occur in the summer of 2020. Approval of this request will authorize the President to enter into an agreement with CHI Engineering to complete the construction of the LNG tank top modifications.



Dave W. DeBoer
Senior Vice President, Chief Operations Officer

Approved:



Mark E. Doyle
President

METROPOLITAN UTILITIES DISTRICT
Inter-Department Communication

February 21, 2020

Subject: ACCEPTANCE OF CONTRACTS AND PAYMENT OF FINAL ESTIMATES

To: Committee on Construction and Operations
cc: all Board Members, Doyle, Mendenhall, Schaffart, Ausdemore and all Vice Presidents

From: Dave W. DeBoer, Senior Vice President, Chief Operations Officer

Work has been satisfactorily completed on the following contracts and final payment is recommended:

Contract	Board Approval Date	Amounts		
		*Unit Price Bid	Actual	Final
a. Est. 5 - T.J. Osborn Construction, 100057000428-30, Install 24-inch main along 144 th St. and Capehart Rd. and 12-inch main along 150 th St.	June 7, 2017	\$1,612,450.00	\$1,676,886.52	\$164,985.27

Comments: There was a decrease in unit quantities of \$18,575.00 and a credit of \$13,388.48 for excessive pressure testing due to a leak that was difficult to find. There was an increase of \$96,400.00 for additional pipe material charges due to design changes, installing dewatering measures due to excessive groundwater and for additional boring of the 24-inch water main.

Contract	Board Approval Date	Amounts		
		*Unit Price Bid	Actual	Final
b. Est. 6 - Tab Construction, 100055001198, 100057000435-6, Install water mains in Bridgeport, 180 th St. and Cornhusker Rd.	December 6, 2017	\$902,692.20	\$850,349.95	\$85,141.08

Comments: There was a decrease in unit quantities of \$104,034.18 and an increase of \$51,691.93 to restock 12-inch ductile iron pipe due to grading delays, to relocate a hydrant branch and valve, for increased labor and materials costs to add a section of piping, to install the main at extra depth to avoid a utility conflict, to remove and replace unacceptable backfill material and to install a manual air release at an unplanned high point in the water main.

Contract	Board Approval Date	Amounts		
		*Unit Price Bid	Actual	Final
c. Est. 2 - Cedar Construction, 100055001302, Install water mains in 370 North Replat 2, 150 th St. and Highway 370.	July 3, 2019	\$93,202.00	\$89,452.40	\$6,659.52

Comments: There was a reduction in unit quantities of \$3,749.60.

Contract	Board Approval Date	Amounts		
		Bid	Actual	Final
d. Est. 1 - Tab Construction, 100055001259, Install water mains in 120 th Street Storage Facility, 120 th St. and Valley Ridge Dr.	July 3, 2018	\$102,450.75	\$112,213.45	\$112,213.45

Comments: There was an increase in unit quantities in the amount of \$140.40 and an increase of \$9,622.30 for changes in pricing from initial bid estimate due to delays in starting project.

**Based upon Engineering's estimated unit quantities.*

Dave W. DeBoer
Senior Vice President, Chief Operations Officer

Approved:

Mark E. Doyle
President

METROPOLITAN UTILITIES DISTRICT
Inter-Department Communication

February 21, 2020

Subject: BIDS ON MATERIALS AND CONTRACTS DURING THE MONTH OF FEBRUARY

To: Construction & Operations Committee
cc: All Board Members, Doyle, Ausdemore, DeBoer, Mendenhall, Schaffart and all Vice Presidents

From: Jon A. Zellars, Director, Purchasing

The following items will be on the March 5, 2020 Committee Agenda for consideration and the March 5, 2020 Board Agenda for approval. The recommended bid is bolded and listed first.

WATER/GAS MAIN CONTRACTS

<u>Item</u>	<u>Bids Sent / Rec'd</u>	<u>Bidders</u>	<u>Bid Amount</u>
Install Approx. 4,690' of 24" and 3,300' of 36" Ductile Iron Water in Schram Road & S. 168 th Street to serve Phase 3 of SRP1A 100057000467 100057000468 WP1654 Engineering Estimate: \$5,109,278.00 (A C&A in the amount of \$5,787,041.00 will be presented to the Board on March 5, 2020 for approval.)	18/2	Judds Bros Roloff	\$4,982,050.00 5,189,485.50
Install Water Mains in SRP1A Phase 1, Gold Coast Road From 147 th to 154 th Streets 100055001295 WP1654 Engineering Estimate: \$335,225.00 (A C&A in the amount of \$444,216.00 will be presented to the Board on March 5, 2020 for approval.)	18/2	Cedar Construction Kersten Construction	\$329,060.00 353,390.00
Install Water Mains in Avenue One, N. 192 nd St. and West Dodge Road 100055001308 WP1688 Engineering Estimate: \$479,700.00 (A C&A in the amount of \$559,247.00 will be presented to the Board on March 5, 2020 for approval.)	18/2	Cedar Construction Kersten Construction	\$426,905.50 634,759.20

Install Water Mains in Waterford Crossing Replat 27, N. 156 th & Ida Streets 100055001321 WP1726 Engineering Estimate: \$104,791.00 (A C&A in the amount of \$138,111.00 will be presented to the Board on March 5, 2020 for approval.)	18/2	Cedar Construction Kersten Construction	\$105,427.50 112,204.00
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OTHER

<u>Item</u>	<u>Bids Sent / Rec'd</u>	<u>Bidders</u>	<u>Bid Amount</u>
Procurement for Seven Slide Gates - Rehabilitation of Basin 2 at the Florence Water Treatment Plant *Bid rejected, doesn't meet specifications 100083001103 WP1643 (A C&A in the amount of \$117,200.00 will be presented to the Board on March 5, 2020 for approval.)	3/2	RW Gate Company Whipps, Inc.	\$103,800.00 \$84,500.00*
Headquarter Security System 100084001241 (C&A for 100084001241 approved February 6, 2019 for \$3,852,327 and February 6, 2020 for \$8,100,000.00 for a total of \$11,952,327.00)	5/2	Prime Communications Electric Co. of Omaha	\$345,998.15 351,985.40
Thirteen Large Resilient Seated MJ Gate Valves (7 – 16", 2 – 24" & 4 – 36") * Bid rejected, incomplete ** Bid rejected, doesn't meet specifications	12/10	American Underground Mueller Company Omaha Winwater Utility Equipment Clow Valve Company Core & Main Mellen & Associates East Jordan Water Technology Midwest FWW Control	\$203,932.00 204,101.60 204,600.04 204,984.00 209,421.10 209,920.00 337,529.00 72,618.04* 159,558.30** 165,131.47**

ANNUALS

<u>Item</u>	<u>Bids Sent / Rec'd</u>	<u>Bidders</u>	<u>Bid Amount</u>
Resilient Seated Gate Valves (May 1, 2020 to April 30, 2021 * Bid rejected, doesn't meet specifications	12/8	Municipal Supply Core & Main American Underground Omaha Winwater Utility Equipment Clow Valve Company East Jordan Water Technology	\$236,004.72 243,138.84 251,484.00 252,652.08 255,089.00 257,895.82 247,566.67* 312,127.20*
Lawn Mowing Services for Various M.U.D. Water Facilities (2020-2022 Mowing Seasons)	5/1	A-Plush Lawns	\$151,740.00
Lawn Mowing Services for LNG & Propane Air Facility (2020-2022 Mowing Seasons)	5/3	A-Plush Lawns Royal Lawns Nebraska's Best Lawn	\$151,280.00 180,972.00 289,848.00
Lawn Mowing Service for Various M.U.D. Gas Facilities (2020-2022 Mowing Seasons)	5/1	A-Plush Lawns	\$51,144.00


Jon A. Zellars
Director, Purchasing
(402) 504-7253

Approved:


Joseph J. Schaffart
Senior Vice President, CFO


Mark E. Doyle
President

METROPOLITAN UTILITIES DISTRICT
Inter-Department Communication

February 28, 2020

Subject: NOTICE OF PURCHASES BETWEEN \$25,000 - \$50,000

To: All Board Members
cc: Doyle, Ausdemore, DeBoer, Mendenhall, Schaffart and all Vice Presidents

From: Jon A. Zellars, Director, Purchasing

During the month of February, the following item was purchased or contracted for and is being submitted to the Board to be placed on file. The purchase or contract was initiated with the low bidder which is bolded and listed first.

<u>Item</u>	<u>Bids Sent / Rec'd</u>	<u>Bidder</u>	<u>Amount Bid</u>
Lawn Mowing Services for the Operating and Construction Centers (2020-2022 Mowing Seasons)	5/3	A-Plush Lawns	\$49,000.00
		Royal Lawns	55,860.00
		Nebraska's Best Lawn	148,050.00



Jon A. Zellars
Director, Purchasing
(402) 504-7253

Approved:



Joseph J. Schaffart
Senior Vice President, CFO



Mark E. Doyle
President

METROPOLITAN UTILITIES DISTRICT
Inter-Department Communication

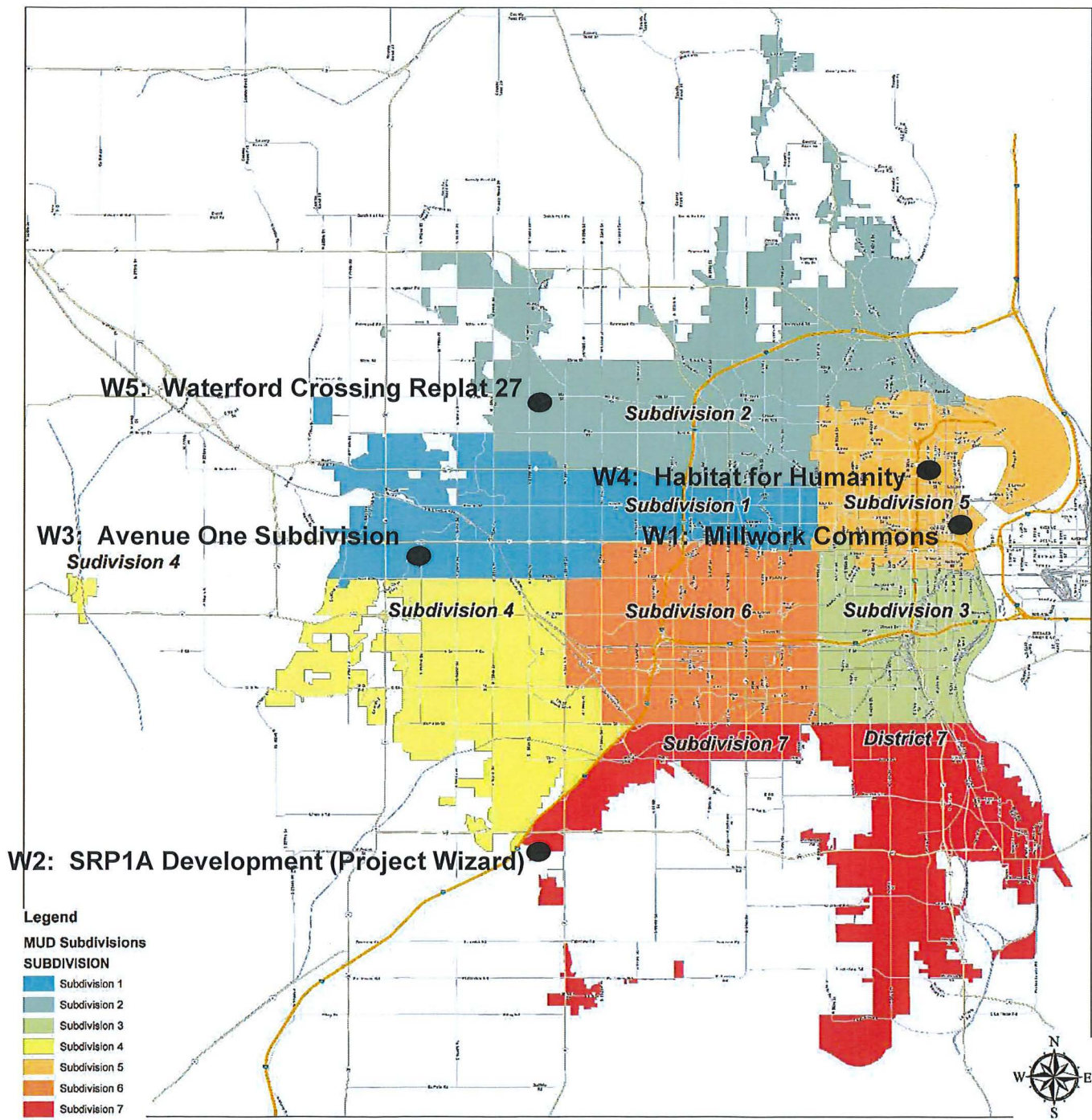
February 20, 2020

Subject: MAIN EXTENSIONS

To: Services and Extensions Committee
cc: All Board Members, Doyle, Mendenhall, Schaffart, Ausdemore, DeBoer and all Vice Presidents

From: Cory J. O'Brien, Vice President, Engineering and Construction

The following main extensions will be on the March 5, 2020 Committee Agenda for consideration and the March 5, 2020 Board Agenda for approval:



WATER

	Project Number	Project Cost	Applicant Contribution	Construction by Applicant	M.U.D. Cost
1.	WP 1696	\$214,808	\$64,500	\$150,308	\$0
	<i>Subdivision 5, Cook: These mains are being installed to provide domestic water service and fire protection to one commercial lot in Millwork Commons, 11th and Nicholas Streets. The developer has requested to contract the water mains for this project. (City of Omaha zoning, Millwork District, LLC)</i>				
	Project Number	Project Cost	Applicant Contribution	Construction by Applicant	M.U.D. Cost
2.	WP 1654	\$7,756,098	\$7,628,020	\$0	\$1,419,330
	<i>Subdivision 7, Frost: These mains are being installed to provide domestic water service and fire protection to a commercial development SRP1A (Project Wizard) in the area of Schram Road from 144th to 168th Streets. The developer is required to pay a 24-inch equivalent cost of the 36-inch main in 168th Street in the amount of \$2,120,147. The District will pay for oversizing in the amount of \$1,419,330. There are pioneer main fees due to six existing water mains in the area in the amount of \$1,236,637. Connection charges are due to the existing 12-inch water mains in Gold Coast Road in the amount of \$54,615. (Sarpy County zoning, Fireball Group, LLC)</i>				
	Project Number	Project Cost	Applicant Contribution	Construction by Applicant	M.U.D. Cost
3.	WP 1688	\$559,247	\$620,198	\$0	\$0
	<i>Subdivision 1, Begley: These mains are being installed to provide domestic water service and fire protection to three commercial and one multi-residence lots in Avenue One Subdivision, 192nd and Burke Streets. There is a pioneer main fee due to the existing 30-inch water main in 192nd Street in the amount of \$60,951. (City of Omaha zoning, Curt Hofer)</i>				
	Project Number	Project Cost	Applicant Contribution	Construction by Applicant	M.U.D. Cost
4.	WP 1741	\$80,158	\$29,326	\$0	\$50,832
	<i>Subdivision 5, Cook: This work is required in accordance with the District's Infill Main Policy to prevent additional private lines along Pratt Street and to reinforce the distribution system and improve fire flows in this area. An agreement and payment have been acquired in the amount of \$29,326 from Habitat for Humanity of Omaha at 2802, 2808 and 2820 Pratt Streets. The payment represents 36.6% of the estimated cost (\$80,158) of the main. The District has the potential to recover the remaining 63.4% of the estimated cost through future connections to this main. (City of Omaha zoning, Habitat for Humanity of Omaha)</i>				

WATER (con't)

	Project Number	Project Cost	Applicant Contribution	Construction by Applicant	M.U.D. Cost
	WP 1726	\$138,111	\$155,640	\$0	\$0
5.	<i>Subdivision 2, Friend:</i> These mains are being installed to provide domestic water service and fire protection to four commercial lots in Waterford Crossing Replat 27, 154 th Avenue and Ida Street. There is a pioneer main fee due to the existing 24-inch water main in 156 th Street in the amount of \$17,529. (City of Omaha zoning, Dragon Storage, LLC)				



Cory J. O'Brien
Vice President, Engineering and Construction

Approved:



Dave W. DeBoer
Senior Vice President, Chief Operations Officer



Mark E. Doyle
President

METROPOLITAN UTILITIES DISTRICT
Inter-Department Communication

February 25, 2020

Subject: Wage and/or Salary Increases and Ratifications, March 2020 Board Meeting

To: Personnel Committee members Begley, Friend, and Frost
cc: Board Members Cavanaugh, Cook, Howard, and McGowan
President Doyle, and Senior Vice Presidents Ausdemore, DeBoer, Mendenhall and Schaffart

From: Bonnie Savine, Vice President, Human Resources

The Human Resources Department is recommending the Board of Directors approve the wage or salary increases outlined below. All positions involve District employees earning more than \$10,000 per year and therefore require your approval.

1. Operating and Clerical (OAC) Wage Increases Due To Promotion

The Human Resources Department is recommending the Board of Directors approve wage increases for the following Employees within the OAC classification. These wage increases are based on a job selection process, are in compliance with the Collective Bargaining Agreement, and are made following the posting and application process for a job opening in the District. The effective date for these increases will be the beginning of the next OAC pay period following Board approval.

Employee: Matthew Ingram
Current position (department): Sr. Instrument and Control Technician (Maintenance)
New position (department): Sr. Instrument and Control Technician (Maintenance) – Re-classification
Current rate; step/grade: \$43.91; Step 4
Proposed rate; step/grade: \$44.05; Step 4
Percent of increase: 0.32%
District hire date: February 14, 2005

Employee: Sharon Novak
Current position (department): Cashier II (Customer Accounting)
New position (department): Customer Account Clerk II (Customer Accounting)
Current rate; step/grade: \$25.44; Step 4
Proposed rate; step/grade: \$26.20; Step 4
Percent of increase: 2.99%
District hire date: March 14, 2005

Employee: Jonathan Randall
Current position (department): Pipe Layer Trainee (Construction)
New position (department): Gas Maintenance Trainee (Gas Distribution)
Current rate; step/grade: \$25.92; Step 3
Proposed rate; step/grade: \$28.47; Step 4
Percent of increase: 9.84%
District hire date: June 4, 2018

2. Operating and Clerical (OAC) Wage Increases Due To Job Transfer

The Human Resources Department is recommending the Board of Directors approve wage increases for the following Employees within the OAC classification. A transferring employee who is at less than Standard Wage will be moved to an equal rate in the new job classification or, if there is not an identical wage rate, to the nearest higher wage rate in the new job classification. These wage increases are based on a formal selection process, are in compliance with the Collective Bargaining Agreement, and are made following the posting and application process for a job opening in the District. The effective date for these increases will be the beginning of the next OAC pay period following Board approval.

There are no recommendations for approval this month

3. Operating and Clerical (OAC) Wage Increases Due To Job Progression

The Human Resources Department is recommending the Board of Directors approve the following wage increases for the OAC employees who have successfully completed required training and who have been recommended by their supervisor for promotion as they progress within their job family. All increases are based on the bargaining unit wage structure. The effective date for these increases will be the beginning of the next OAC pay period following board approval.

Employee:	Nickie Brandis
Current position (department):	Computer Aided Drafting Technician I (Engineering Design)
New position (department):	Computer Aided Drafting Technician II (Engineering Design)
Current rate; step/grade:	\$26.75; Step 4
Proposed rate; step/grade:	\$29.49; Step 2
Percent of increase:	10.24%
District hire date:	July 31, 2017

4. Supervisory, Professional and Administrative (SPA) Salary Increases Due To Job Promotion

The following SPA employees are selected for promotion. It is recommended the President be authorized to increase the salary of these employees. These SPA positions have been evaluated, graded, appropriate job descriptions completed, and posting guidelines fulfilled. The effective date for these salaries will be the beginning of the next SPA pay period following board approval.

There are no recommendations for approval this month

5. Supervisory, Professional and Administrative (SPA) New Hire Ratification

Board of Director Ratification of salaries, for new SPA employees hired from outside the District, is required to confirm the salary within the grade established for the position. Authorization to ratify the annual salary of SPA employees hired from outside the District will be requested each month, if appropriate.

There are no recommendations for approval this month

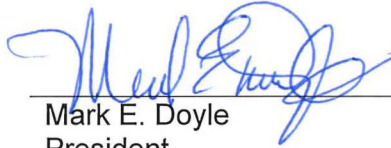


Bonnie Savine
Vice President, Human Resources

APPROVED:



Mark A. Mendenhall
Senior Vice President, General Counsel



Mark E. Doyle
President

METROPOLITAN UTILITIES DISTRICT
Inter-Department Communication

February 24, 2020

Subject: SECOND LEGISLATIVE REPORT – 2020 SESSION

To: Judiciary and Legislative Committee
cc: All Board Members; Doyle, Mendenhall, Ausdemore, Schaffart, DeBoer;
all Vice Presidents; Nowka

From: Rick Kubat, Government Relations Attorney

Provided below are updates on legislative positions taken by the Board of Directors from the 2019 and 2020 sessions. The legislature's 60-day short session is tentatively set to adjourn on April 23, 2020. Please know that in addition to the bills provided below, there are numerous additional bills that will be monitored on behalf of the District.

LB 148 (Groene) – Requires the public hearing on a proposed budget statement be held separately from any regularly-scheduled meeting of the governing body. The public hearing on the budget shall not be limited by time, and any member of the public desiring to speak on the proposed budget statement must be given a reasonable amount of time to speak. LB 148 also requires the governing body make a detailed presentation of the proposed budget statement and make at least three copies of the budget statement available to the public. Additionally, LB 148 requires budget notice be published in a newspaper of general circulation within the public body's jurisdiction and, if available, in a digital advertisement on such newspaper's website. The public body would be required to record the methods and dates of such notice in its minutes.

Board Position: Neutral
Status: Signed into law by the Governor

LB 150 (Brewer) – Permits political subdivisions to charge a fee for the fulfillment of public record requests by non-residents of Nebraska. Unlike the charge for Nebraska residents, the fee for non-residents would include a charge for the existing salary for public employees who do the work to fulfill the request. An exception is provided for news media regardless of their state of domicile.

Board Position: Support
Status: Remains in Gov't, Military and Veterans Affairs Committee

LB 242 (Lindstrom) – Provides for a turn-back of a portion of the 5.5% of state sales tax dollars collected for sewer and potable water services. The turn-back of revenue is specifically designated and earmarked for potable water and wastewater infrastructure assistance. As amended, LB 242 would turn-back 36% of the 5.5% of state sales tax dollars collected for water and sewer services from July 1, 2019 through June 30, 2021, a turn-back of 56% of the 5.5% of state sales tax dollars collected from July 1, 2021 through June 30, 2023, and a turn-back of 76% of the 5.5% of state sales tax dollars

collected after July 1, 2023. The legislation is supported by the Nebraska League of Municipalities, Omaha-Council Bluffs Metropolitan Area Planning Agency, Natural Resource District Rural Water Providers, Nebraska Chapter of Utility Contractors Association (NUCA), Nebraska Beef, Nebraska Coalition of Agriculture Manufacturers, Omaha and Lincoln Chambers of Commerce, and the Cities of Lincoln, Omaha, Beatrice, Hastings, Plattsmouth, Grand Island, Blair, South Sioux City and Waverly. LB 242 was prioritized by Senator Lindstrom and was debated by the full legislature on February 10th. LB 242 likely had the support necessary to advance from General File, however the bill did not have the necessary votes to survive a filibuster (33 votes). Opponents of the bill were primarily concerned with the LB 242's fiscal note. The impact to the state's general fund is \$9 million per year in the first phase and results in roughly \$24 million per year when fully implemented at the 76% turn back rate. Senator Lindstrom will need to show the speaker a vote card with 33 votes for LB 242 to be placed back on the agenda.

Board Position: Support
Status: Senator Lindstrom priority, remains on General File

LB 289 (Linehan) – LB 289 was introduced as a placeholder bill to allow the Revenue Committee to formulate an omnibus property tax relief proposal. As amended, the bill includes a three-quarter cent increase in state sales tax beginning July 1, 2019. LB 284 makes numerous statutory changes. These changes include, but are not limited to, altering the state aid to schools' formula, the elimination of some sales tax exemptions, increasing the cigarette tax, and altering the real property valuation methodology. In accordance with previous direction from the Board, the Revenue Committee has been notified of the District's opposition to any proposed increase in state sales tax.

Board Position: Oppose any proposal to increase the state sales tax rate
Status: Placed on General File with various amendments

LB 368 (Hughes) – Eliminates all "overappropriated" references in state statute. LB 368 declares all basins previously deemed overappropriated as fully appropriated following the effective date of the legislation. It requires surface water controls be included in an integrated management plan and be adopted by the Department of Natural Resources (DNR) to maintain compliance with any compact, decree, formal state contract or agreement. LB 368 would require the DNR to manage reservoirs in fully-appropriated river basins. Such reservoirs shall not exceed 80% of capacity prior to March 1st of any year so that said structures would be capable of capturing snow melt and runoff. The DNR would develop a management plan for such structures as part of an integrated management plan.

Board Position: Neutral
Status: Remains in Natural Resources Committee

LB 412 (Geist) – Requires a vote of the registered voters of political subdivisions before a joint public agency could be created. The political subdivisions would be prohibited from entering into an agreement until the voters of each political subdivision have approved the creation of the joint agency.

Board Position: Neutral
Status: Remains in Gov't, Military and Veterans Affairs Committee

LEGISLATION INTRODUCED IN THE 2020 SESSION

MANAGEMENT'S RECOMMENDATIONS

LB 749 (Blood) – Enacts the Nebraska Anti-Terrorism Act, which creates new felony offenses for engaging in terrorist activities in Nebraska. Creates a new felony offense for introducing poisons or harmful chemicals into waters of the state or any food, drink or medicine.

Board Position: Support
Status: Judiciary Committee hearing scheduled on February 26, 2020

LB 802 (Hughes) – Finds and declares the right to use ground water is an attribute of owning fee simple title to land overlaying the source of the ground water and is inseparable from the land to which the right applies. LB 802 does not alter, modify, or change the regulatory authority granted under the Nebraska Ground Water Management and Protection Act. The proposed legislation does not alter or change in any way the District's water rights. LB 802 is a re-statement of the common law as applied in Nebraska.

Board Position: Neutral
Status: Natural Resources Committee hearing held January 22, 2020

LB 845 (Groene) – Allows property owners of augmentation projects for streamflow enhancement to sell the above ground real property and retain the rights to ground water. LB 845 is offered primarily to address the Nebraska Cooperative Republican Platte Enhancement project (N-CORPE) public ownership of land used to augment streamflow to meet compact compliance with Kansas.

Board Position: Neutral
Status: Natural Resources Committee hearing held February 20, 2020

LB 890 (Hilgers) – Specifically allows political subdivisions to use "design-build," a one-step bidding process for water, waste water, utility or sewer construction projects. LB 890 provides permissive authority to political subdivisions in terms of another way to bid predominantly large projects. LB 890 has been amended into LB 790 via AM 2436 and has advanced to Select File.

Board Position: Support
Status: Amended into LB 790 and placed on Select File

LB 899 (Hughes) – Authorizes public power districts to develop, manufacture, use, purchase, or sell biofuels or biofuel byproducts to reduce greenhouse emissions. LB 899 was introduced on behalf of Nebraska Public Power District (NPPD). The bill provides clarity that NPPD can process and sell energy from Monolith Materials via the hydrogen that is collected as a byproduct of carbon black manufacturing. LB 899 provides all public power districts the authority to manufacture and sell biofuel energy byproducts if the process reduces greenhouse gasses.

Board Position: Neutral
Status: Senator Moser priority, placed on General File

LB 933 (Crawford) – Changes provisions regarding the discontinuance of gas, water or electric utility services. Provides that utilities may not charge a fee more than “reasonable costs” for the disconnection or reconnection of services. Current law provides that a “duly licensed physician” may certify that a customer has an existing illness or handicap which would cause the customer to suffer an immediate and serious health hazard due to disconnection of utility service. LB 933 adds physician assistant and advanced practice registered nurse as medical providers to those who may make such certification. LB 933 further extends the prevention of such disconnection from the current law of 30 days to at least 60 days. The District will be further required to provide service termination information on our web site and available by mail upon request.

Board Position: Neutral
Status: Natural Resources Committee hearing held February 13, 2020

LB 1109 (Chambers) – Provides a sales and use tax exemption for furnishing water Services.

Board Position: Support
Status: Revenue Committee hearing held February 13, 2020

LB 1201 (Bostelman) – Creates the Flood Mitigation and Planning Task Force. The duties include examining and coordinating flood planning and mitigation efforts in Nebraska and to develop strategies to address flooding. Requires reporting to the Legislature’s Executive Committee. Task Force members include the Directors of Natural Resources, Environment and Energy, State Engineer, Nebraska Emergency Management Agency, Agriculture, a representative from a natural resource district, and chairperson of the Natural Resources Committee.

Board Position: Support
Status: Natural Resources Committee hearing held February 5, 2020

LB 1205 (McCollister) – Creates the Renewable Energy Standards Act. LB 1205 requires public power suppliers to phase in an increased amount of power generation capacity to come from renewable energy sources. These sources include solar, wind, waste management, a cogeneration facility, an agricultural crop or residue energy generation facility or wood burning facility. Before the end of 2022, renewable power generation

capacity equal to 35% of the supplier's median annual generation for calendar years 2019 through 2021. Before the end of 2026, renewable power generation capacity equal to 50% of the supplier's median annual generation for calendar years 2023 through 2025. Before the end of 2030, renewable power generation capacity equal to 75% of the supplier's median annual generation for calendar years 2027 through 2029.

Board Position: Oppose
Status: Natural Resources Committee hearing held February 13, 2020



Richard A. Kubat
Government Relations Attorney

Approved:



Mark A. Mendenhall
Senior Vice President/General Counsel



Mark E. Doyle
President

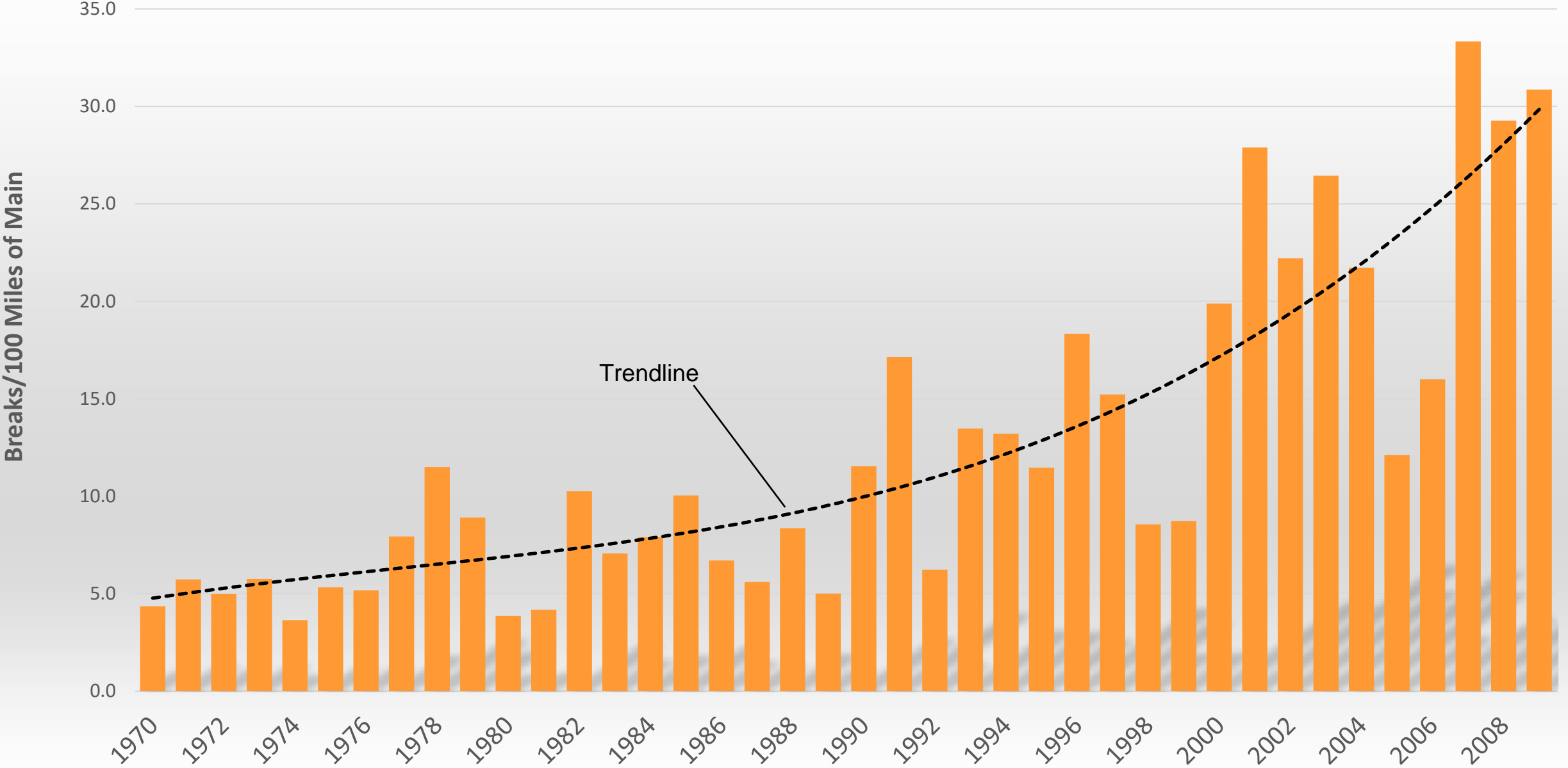
Infrastructure Replacement Program Update

MASA NIIYA

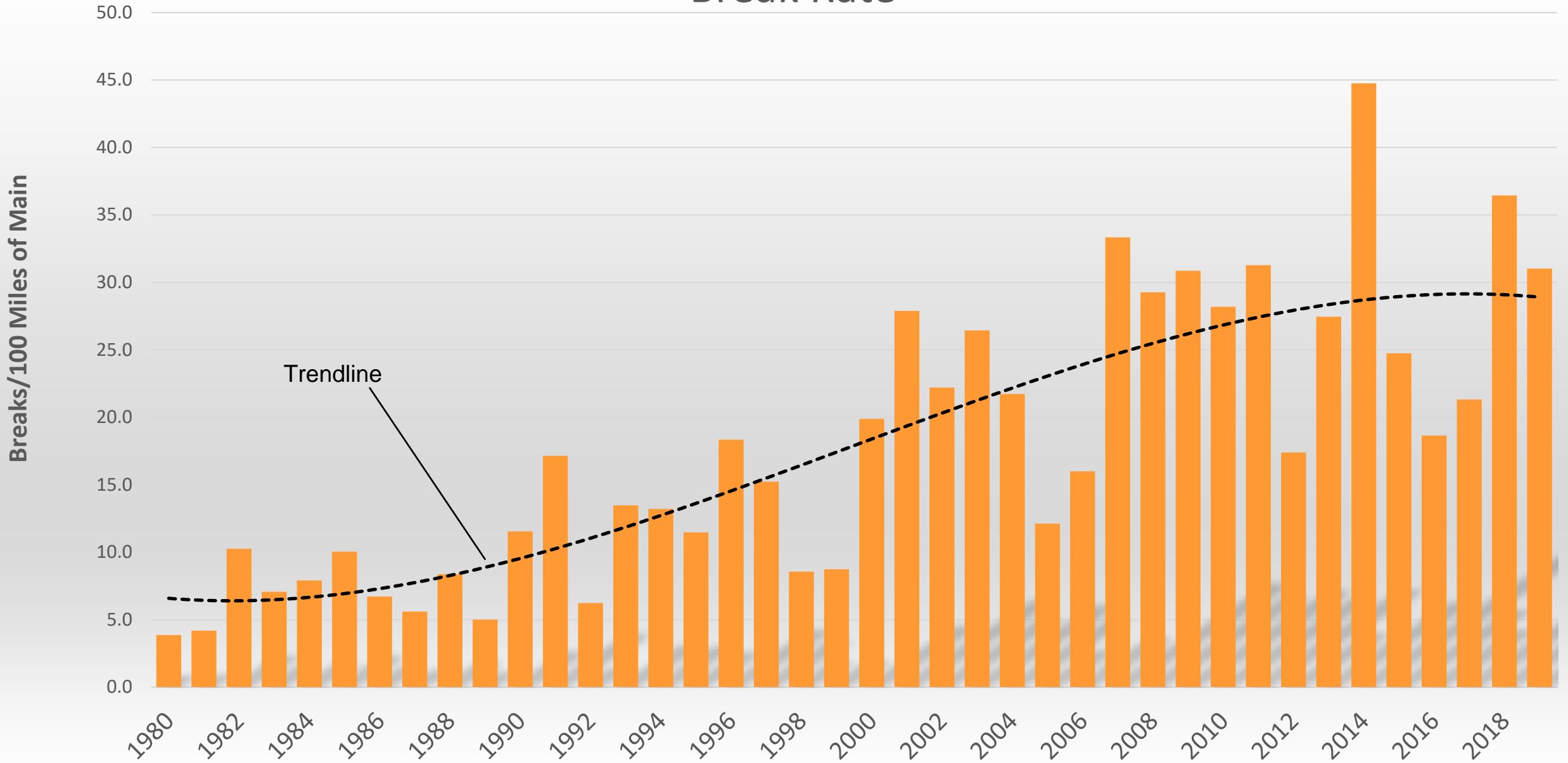
DIRECTOR, INFRASTRUCTURE INTEGRITY

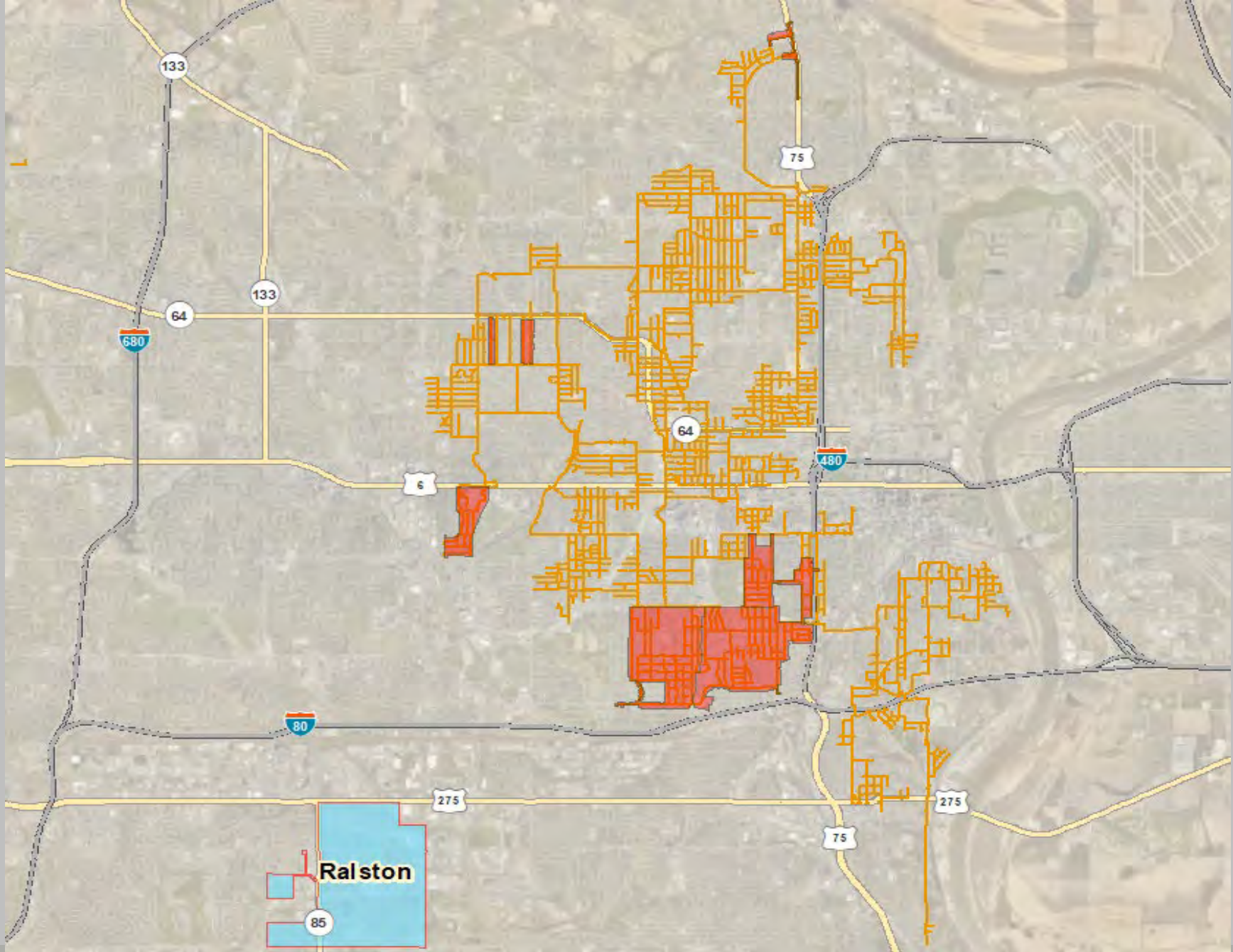


Cast Iron Gas Main Break Rate

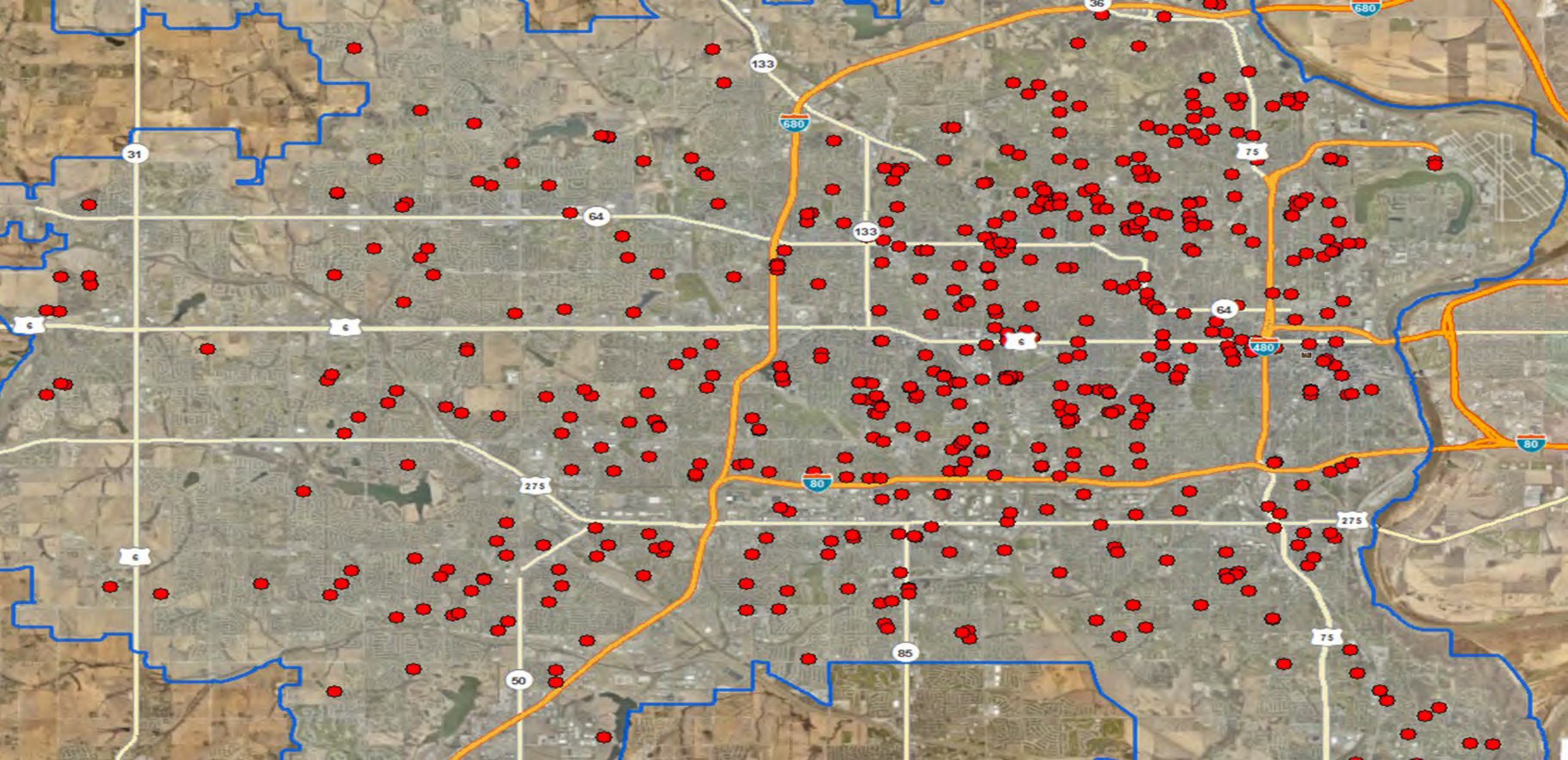


Cast Iron Gas Main Break Rate





2020 Gas IR Project Areas

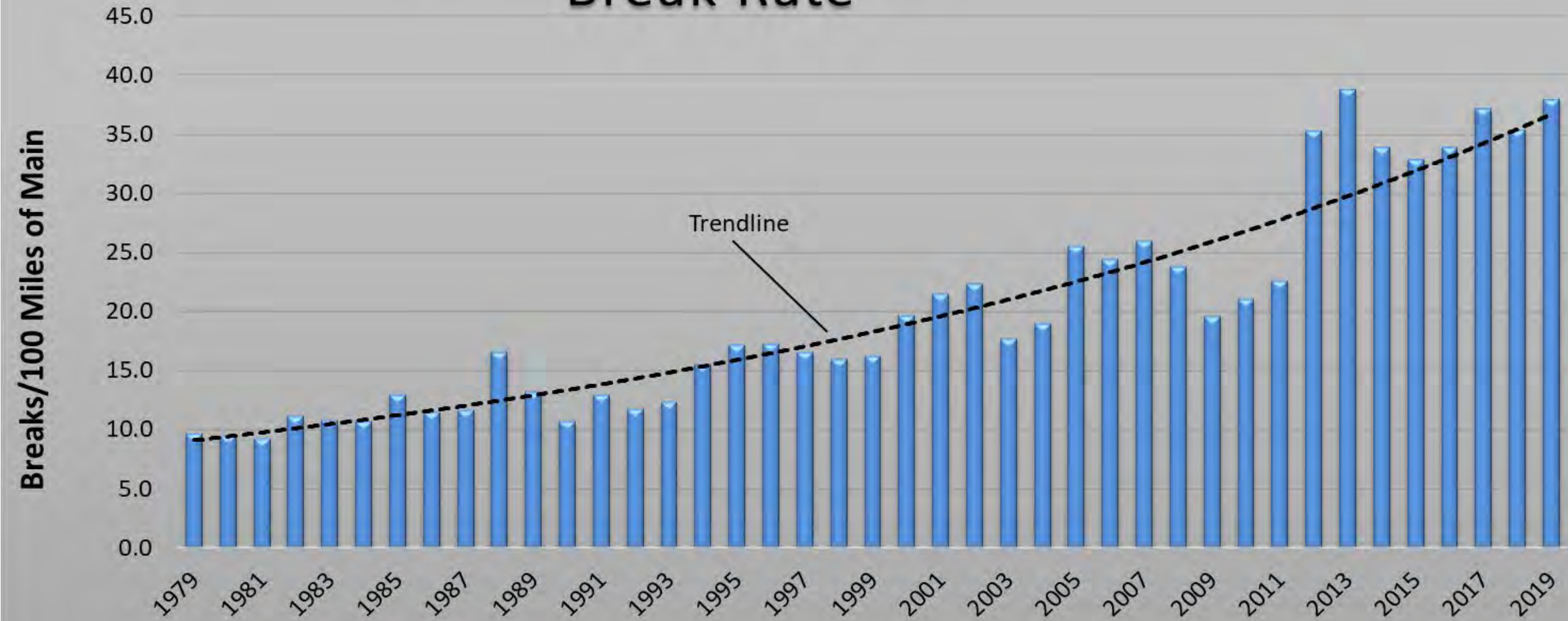


575 Water Main Breaks in 2019

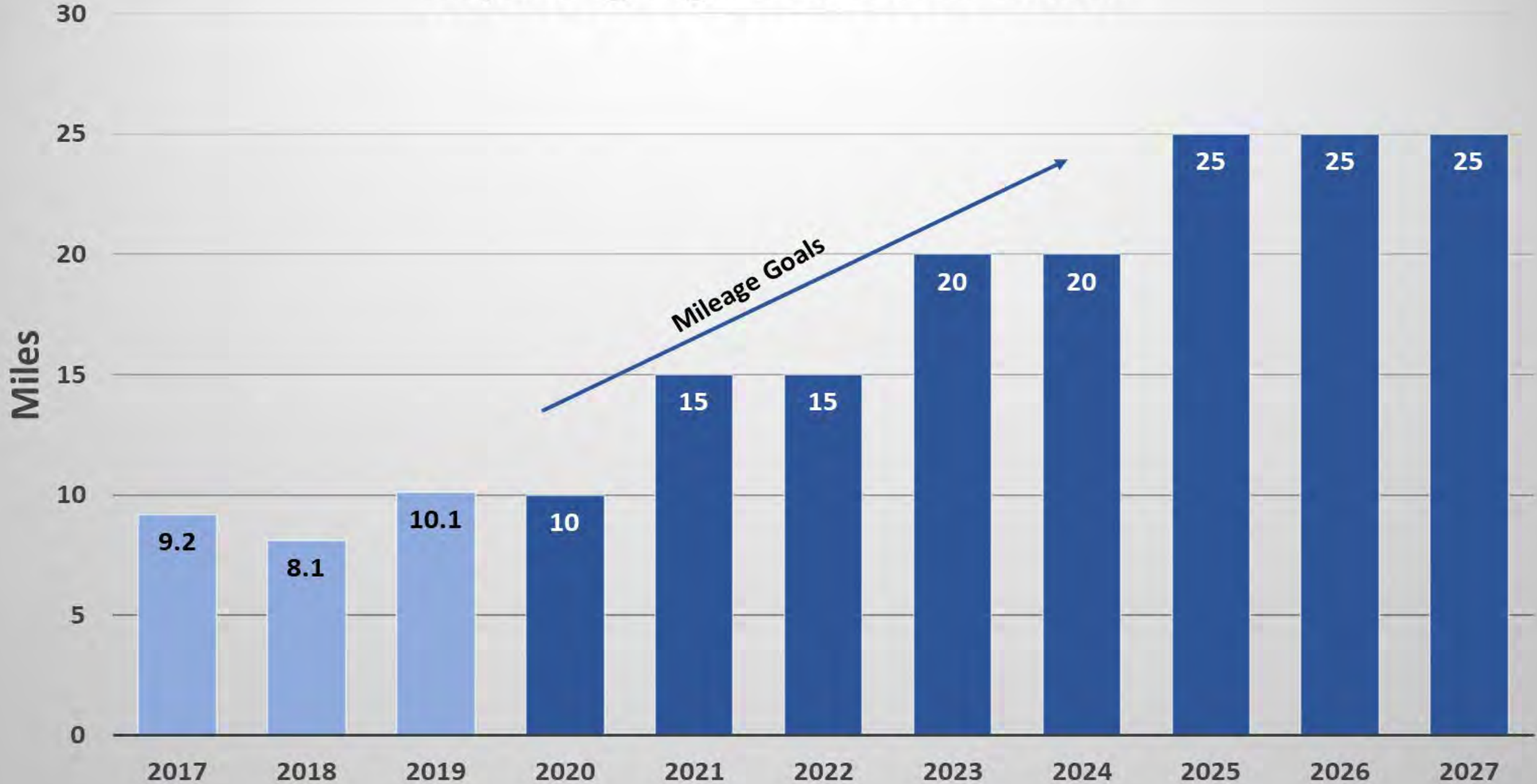


\$7.8M in repair costs in 2019

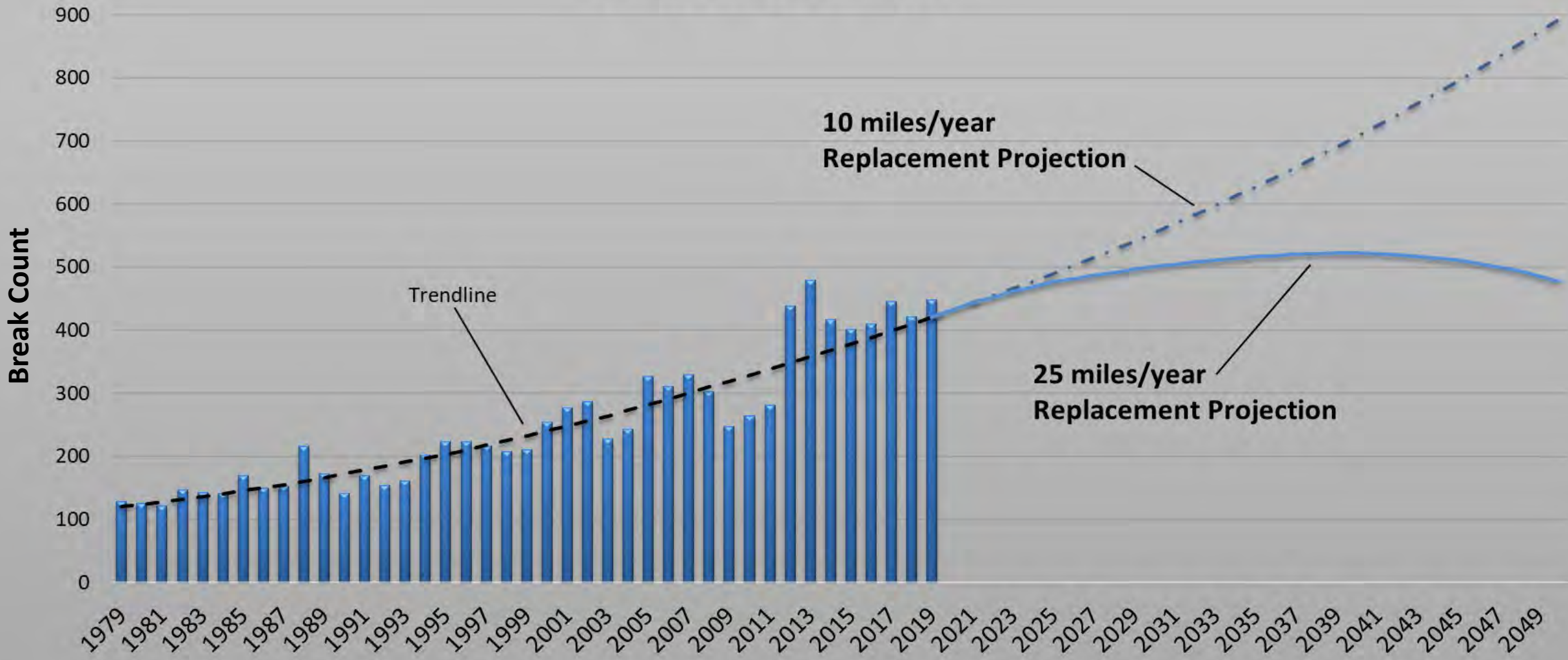
Cast Iron Water Main Break Rate



Replacing High-Risk Water Mains



Cast Iron Water Main Break Projections



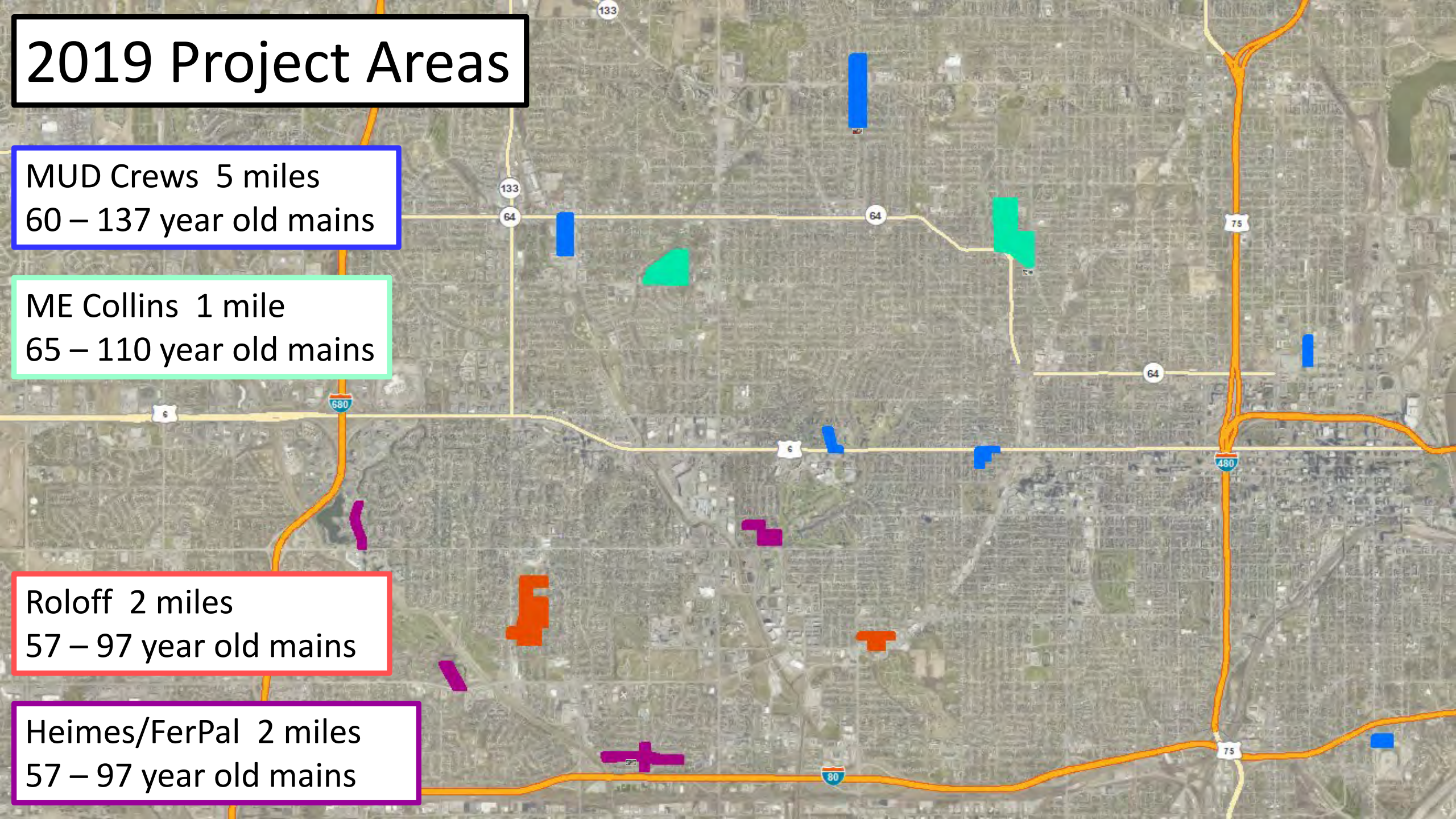
2019 Project Areas

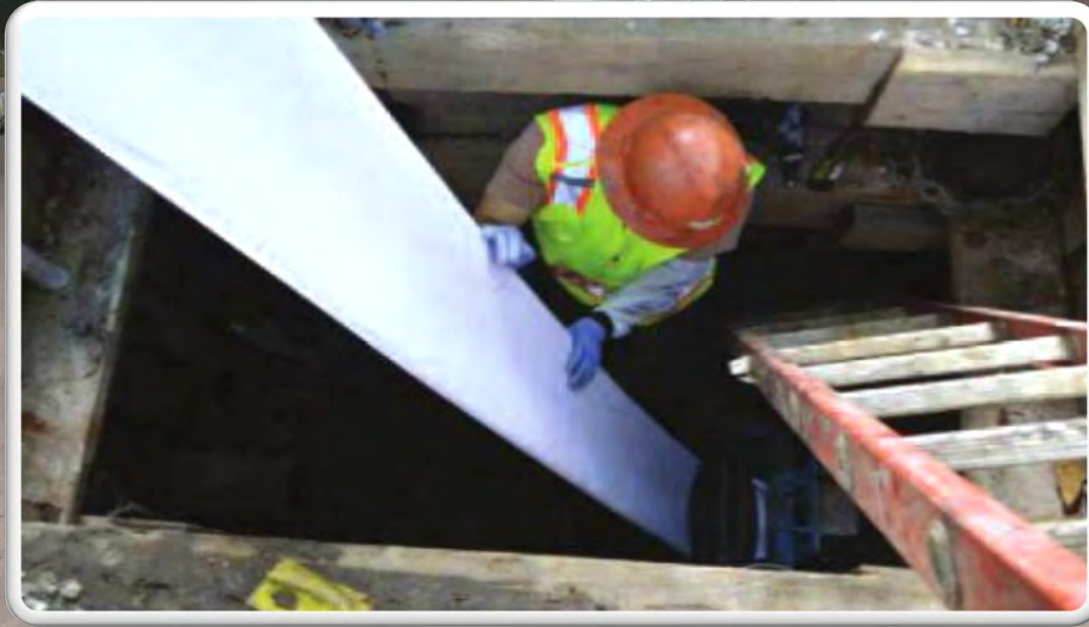
MUD Crews 5 miles
60 – 137 year old mains

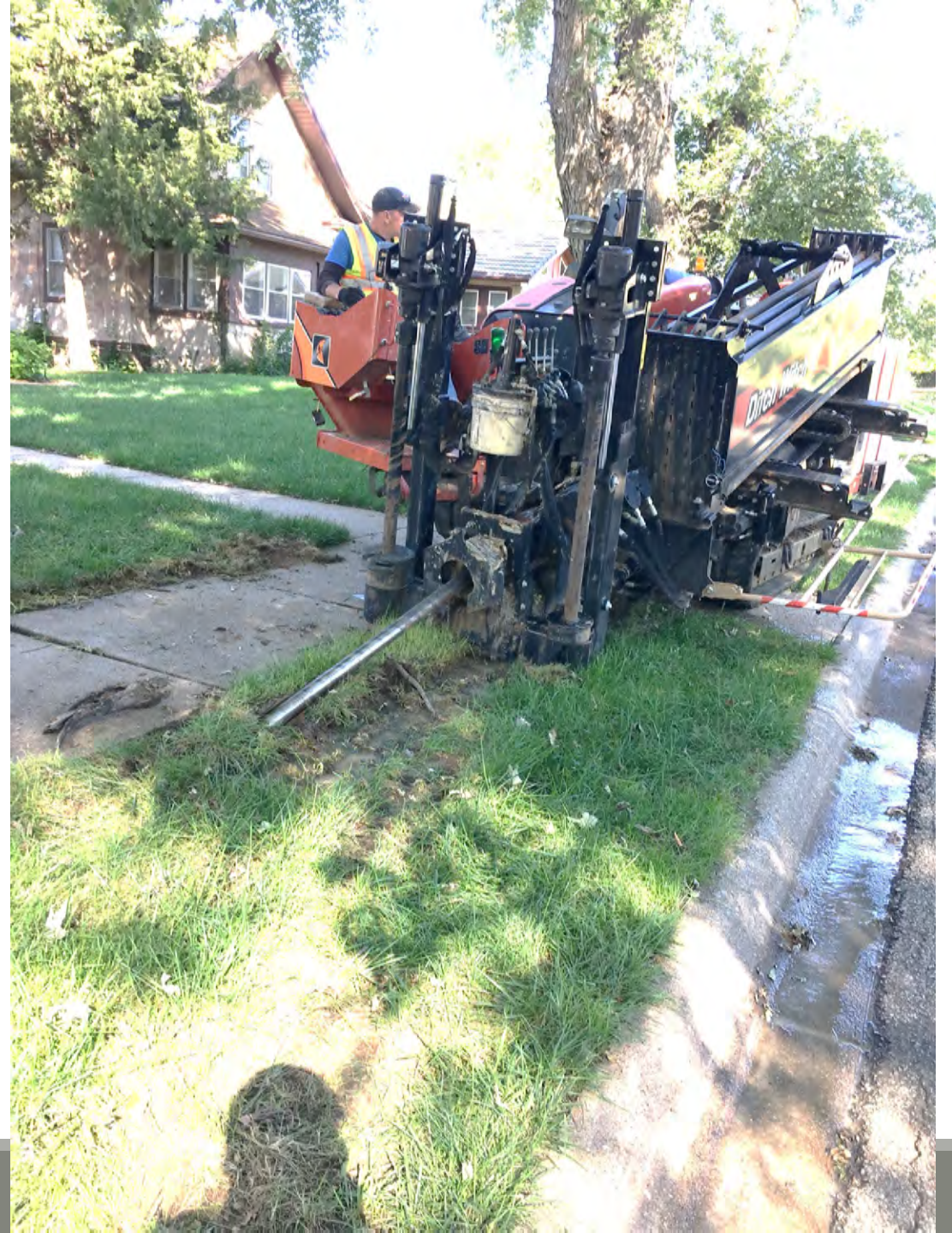
ME Collins 1 mile
65 – 110 year old mains

Roloff 2 miles
57 – 97 year old mains

Heimes/FerPal 2 miles
57 – 97 year old mains









Ditch
Witch

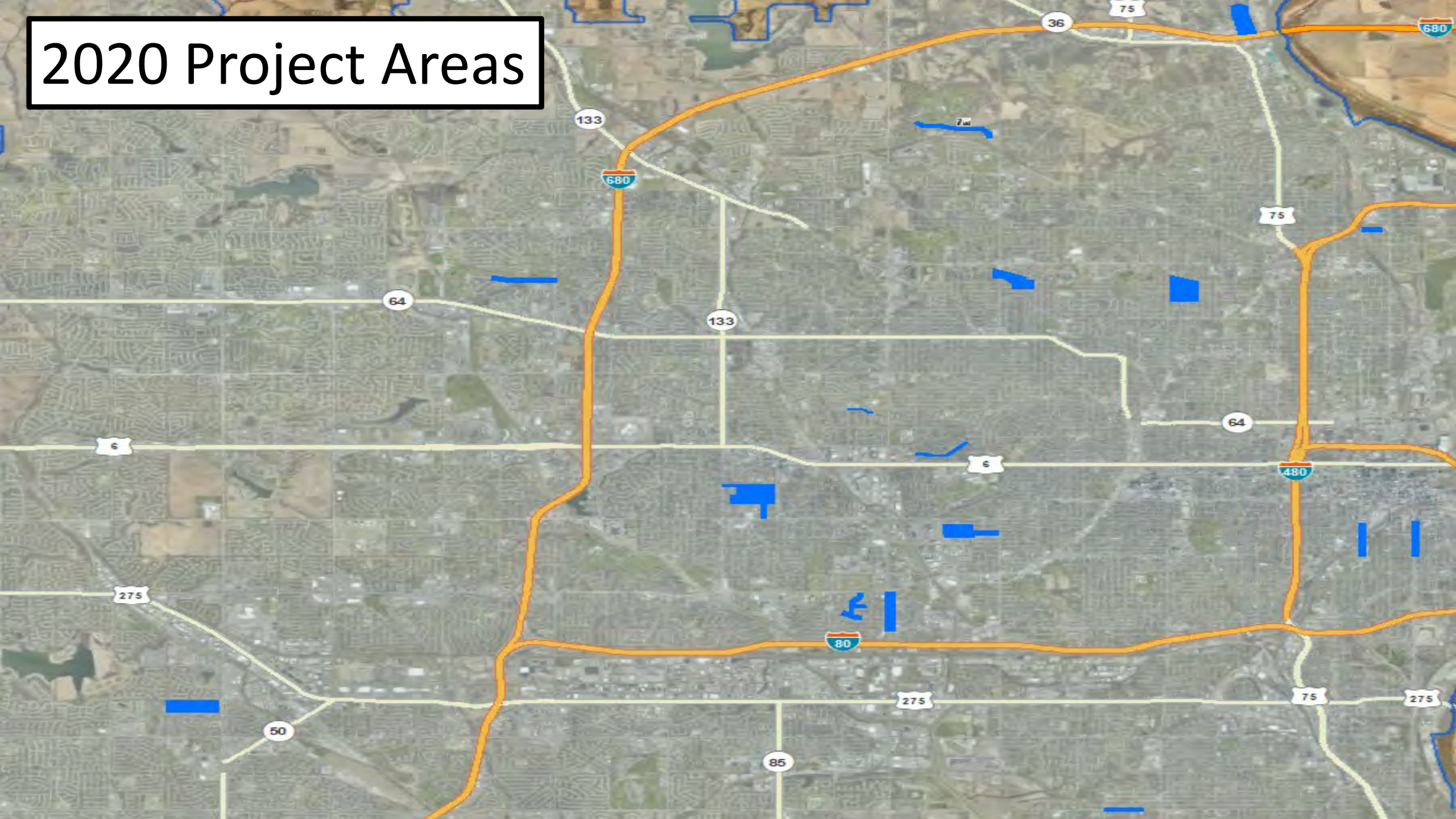
DRIVE

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MUS



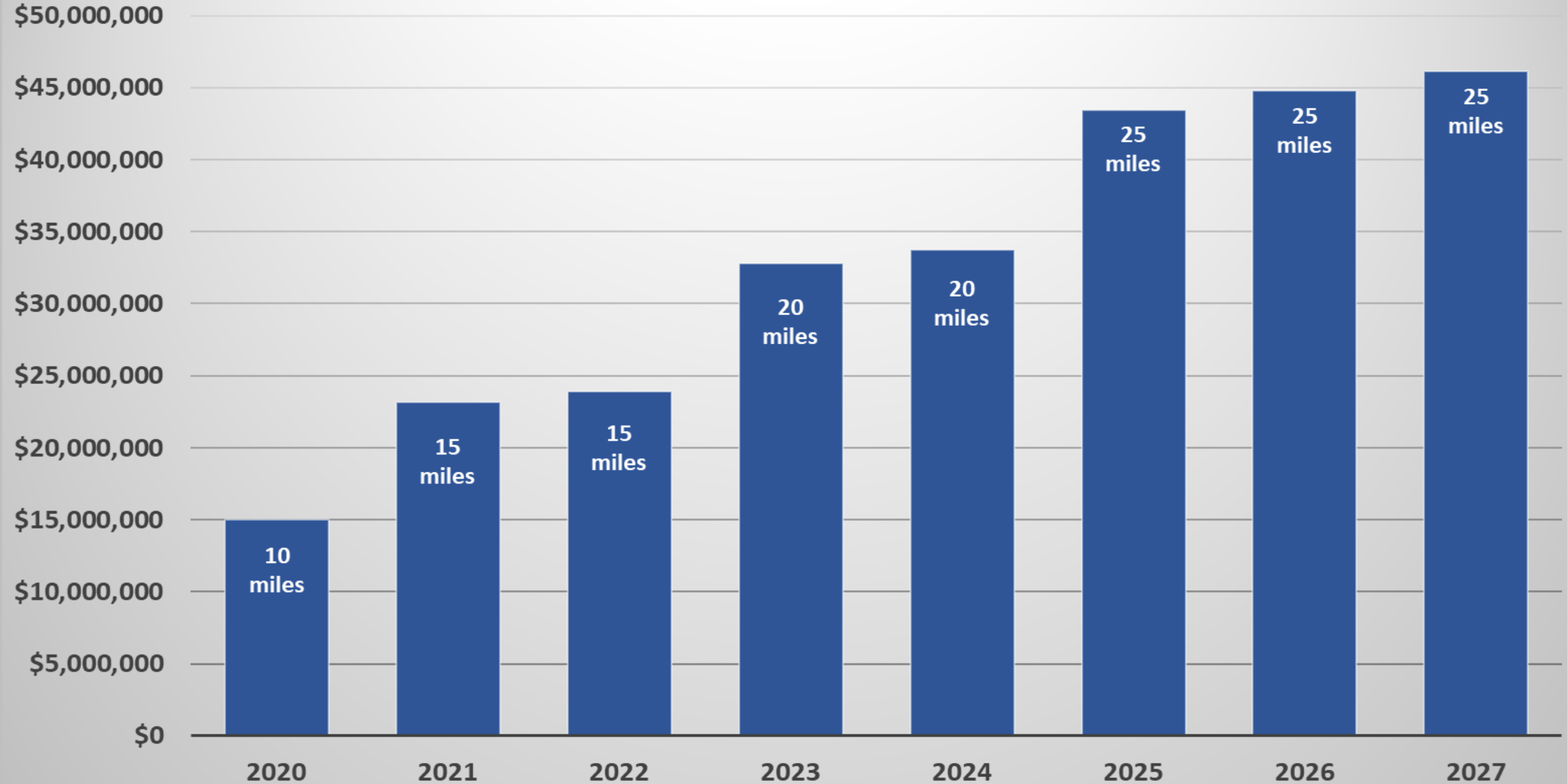
2020 Project Areas



HDPE water mains



Cost of Water Main Replacement



Net Funding Available for Water IR





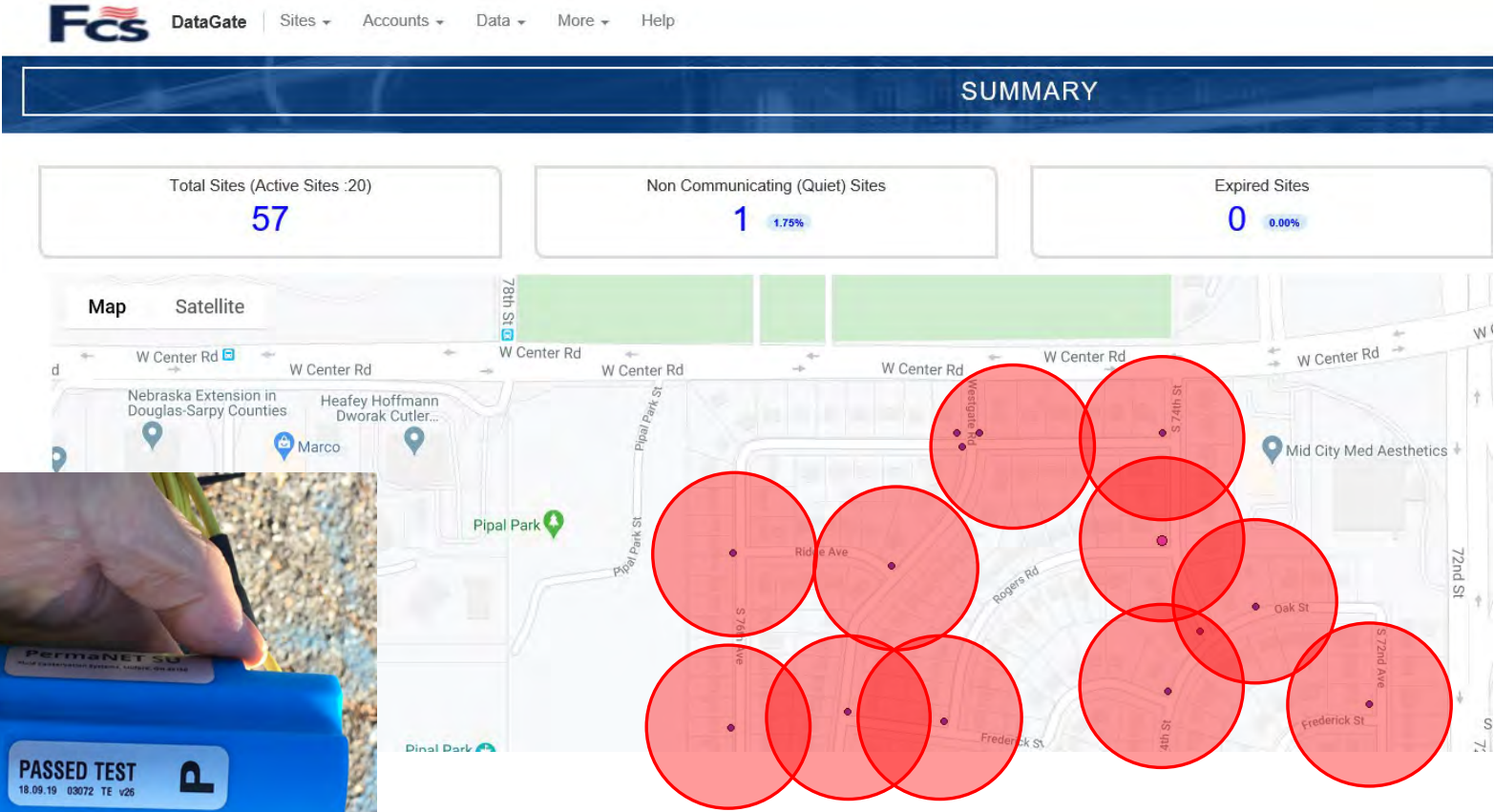


PICA

Pipeline Inspection and
Condition Analysis Corporation



Leak Monitoring Devices





**Thank
You!**

Questions?