



METROPOLITAN SERVICE DISTRICT

1220 S.W. MORRISON, ROOM 300, PORTLAND, OREGON 97205

(503) 222-3671

BOARD OF DIRECTORS

MINUTES OF AUGUST 25, 1978 MEETING

BOARD MEMBERS IN ATTENDANCE

Sidney Bartels, Vice Chairman
Lyle Salquist
James Robnett
Miller Duris

BOARD MEMBERS NOT IN ATTENDANCE

Robert Schumacher, Chairman
Connie McCready
Dennis Buchanan

GUESTS IN ATTENDANCE

List attached.

STAFF & ADVISORS IN ATTENDANCE

Dean Gisvold, Attorney
Charles C. Kemper
Cordell Ketterling
Merle Irvine
Warren Iliff
A. McKay Rich
Jean Woodman

METROPOLITAN SERVICE DISTRICT BOARD ACTION

NO. 78-1146 DATE 9-8-78
YES NO ABST.

BARTELS
BUCHANAN
DURIS
MCCREADY
ROBNETT
SALQUIST
SCHUMACHER

| | YES | NO | ABST. |
|------------|-----|----|-------|
| BARTELS | / | | |
| BUCHANAN | / | | |
| DURIS | / | | |
| MCCREADY | / | | |
| ROBNETT | / | | |
| SALQUIST | / | | |
| SCHUMACHER | / | | |

[Signature]
Clerk of the Board

There being a quorum present, the Board considered the following items of business:

78-1134 MINUTES

Mayor Robnett moved to approve the minutes of August 11, 1978, as submitted. Councilman Salquist seconded the motion. The motion carried unanimously by roll call vote.

78-1135 PUBLIC COMMUNICATIONS

Councilman Bartels asked if there was anyone in the audience that wished to address the Board on matters not listed on the meeting agenda. There was no response.

78-1136 CASH DISBURSEMENTS

Commissioner Duris moved to approve payment of checks No. 03404 to 03559 for check registers dated August 22, 1978, in the total amount of \$118,123.29, and August 23, 1978, in the total amount of \$16,805.58. Mayor Robnett seconded the motion. The motion carried unanimously by roll call vote.

78-1137 TRAVEL REQUEST

Mayor Robnett moved to approve travel request for Chuck Estes to attend the annual Data Processing Managers Conference scheduled for October 3 to 6 in Vancouver, B.C., at a cost not to exceed \$349.00. Councilman Salquist seconded the motion. The motion carried unanimously by roll call vote.

78-1138 DISPOSAL SITING ALTERNATIVE REPORT - Solid Waste Program Status Report

Mr. Ketterling presented the final draft of the Disposal Siting Alternative Report and requested the Board's adoption of the findings and recommendations. He stated that comments from DEQ, EPA, local jurisdictions, site owners and landfill operators had been incorporated in the report, and that the report had been accepted by the Solid Waste Advisory Committee during their meeting of June 5, 1978. Mr. Ketterling reviewed a letter sent to Bill Young, of the DEQ, which discusses the possibility of a disposal crisis in the area and MSD's short range plans for avoiding such a crisis. Staff requested approval to proceed with the short range work scope of continuing with advancement of the resource recovery facility, possible expansion of both the St. Johns and Rossman fills, consideration of the Durham pits as an alternative site, establishing public transfer stations, and once a commitment to the processing plant has been made, establishment of commercial transfer stations. In discussing the Durham pit site, Mr. Ketterling stated that the Landfill Siting Report identified several gravel pit sites, however, preference by the DEQ staff, and the need for a site in the southern area of the District indicate that Durham is the only appropriate site available. It is staff's intent to do immediate feasibility studies on the site.

In further discussion of the Durham Pit, Mayor Robnett questioned whether the DEQ would require an impervious barrier, and Mr. Ketterling stated that staff felt such criteria would make the use of gravel pits a viable prospect, however, DEQ has not as yet indicated their approval. He also stated that if this type of leachate containment did not prove viable, another, more suitable site may have to be developed. There was some discussion on the lack of

available data covering the use of pits for landfilling, and also, on DEQ's lack of commitment to any of the sites proposed in the Alternative Siting Report. It was suggested that Bill Young, of DEQ, be invited to appear before the Board to discuss possible solutions.

Commissioner Duris stated that Washington County was preparing to hold public hearings on uses for the Durham Pits, and suggested that if the site became viable for MSD's use, that this information be included in the hearing process.

Commissioner Duris moved to approve the "Alternative Siting Report" as an informational resource, and adoption of its findings and recommendations, and further, to approve a short-range work plan as outlined in the letter to Bill Young, of DEQ, dated August 21, 1978, and as contained in the staff report. Councilman Salquist seconded the motion. The motion carried unanimously by roll call vote.

78-1139 RESOURCE RECOVERY PHASE II - DESIGN PROPOSAL

Mr. Kemper stated that this agenda item was to transmit the "Financeability of the Portland Project" prepared by Merrill Lynch White Weld Capital Markets Group, and to provide brief discussions for contract preparation of Phase II between MSD and Publishers Paper Company. Roy Ruel and Pete Schnell from Publishers Paper were present. Mr. Kemper stated that the report provided a specific financing structure proposed for the facility and other information that the Board should be aware of, such as tipping fees, amounts of material to be provided, project costs, operation and maintenance costs, taxes, etc.

Publishers Paper Company submitted a letter to the Board indicating their confidence in the technical and economic viability of the project and stating their interest in negotiating a contract for Phase II of the project.

No action was taken. Staff will proceed with Evaluating information from Publishers Paper Co. and meet with the MSD Management Committee on the subject.

78-1140 CONTRACTS 78-166 and 78-167 - CLOUDBURST ENVIRONMENTAL INSTITUTE

Mr. Irvine reviewed the propose of Contracts 78-166 and 78-167 stating that Cloudburst was a composting operation with two locations in Northeast Portland. This is a non-profit organization which collects source separated food waste for composting.

The two agreements cover both locations and both contracts contain a waiver of the MSD user fee which would amount to approximately 32¢ per week.

Mayor Robnett moved to approve Contracts 78-166 and 78-167 with Cloudburst Environmental Institute subject to legal counsel review. Councilman Salquist seconded the motion. The motion carried unanimously by roll call vote.

78-1141 PLAYBOX PLAYERS ANNUAL REPORT AND AGREEMENT RENEWAL

Mr. Rich reviewed the report presented by Playbox Players for the next years activities and fee schedule. He stated that the renewal contract was very similar to the present one, however, an increase would be required in custodial and utility costs.

Mayor Robnett moved to approve the renewal contract with Playbox Players subject to legal counsel review, and approval of the fee schedule as shown in the staff report. Commissioner Duris seconded the motion. The motion carried unanimously by roll call vote.

78-1142 TRAVEL REQUEST

Commissioner Duris moved to approve travel for Warren Iliff, Jack Delaini, Joey Cross, Steve McCusker, and Jill Mellen to attend the American Association of Zoological Parks & Aquariums in Denver, Colorado, from September 17 through 22, 1978, at a cost not to exceed \$2,246.85, and as shown on the cost schedule contained in the staff report. Councilman Salquist seconded the motion. The motion carried unanimously by roll call vote.

OTHER BUSINESS

Commissioner Duris moved to consider an MSD/CRAG Transition Management and Accounting Systems Consultant Agreement, an additional Zoo free day request, and an Art in Public Places Grant Application request under Other Business. Councilman Salquist seconded the motion. The motion carried unanimously by roll call vote.

78-1143 MSD/CRAG TRANSITION - MANAGEMENT AND ACCOUNTING SYSTEMS
CONSULTANT AGREEMENT

Mr. Kemper reviewed the request before the Board, stating that the Transition Committee, made up of Board members from both the MSD and CRAG Boards, recommended the use of consultants to perform work for the new management system, accounting system, and to resolve legal problems. Fees for the consultant agreements would be paid equally by MSD and CRAG and staff was requesting the use of \$7,000 available under the General Fund Materials & Services to cover MSD's portion of the costs. Proposals were received from five companies for the management consultant portion, with Robert J. Elfers and GCF, Inc., being selected to perform this service. It had also been determined that Coopers & Lybrand would be retained to perform accounting services analyses, and legal counsel for both MSD and CRAG would perform necessary legal problem analysis.

Mayor Robnett moved to approve a maximum of \$7,000 for the use of Coopers & Lybrand for accounting systems consulting work, and GCF, Inc., and Robert Elfers to perform management consulting work to assist both MSD and CRAG during transition, (assuming that CRAG will contribute an equivalent matching amount of money of up to \$7,000). Councilman Salquist seconded the motion. The motion carried unanimously by roll call vote.

78-1144 ADDITIONAL ZOO FREE DAY REQUEST

Mr. Rich requested approval of an additional Zoo free day for the handicapped, to be scheduled for September 26, 1978, which had not been added to the list previously approved by the Board.

Commissioner Duris moved to approve the additional free day for September 26, 1978, with a budget not to exceed \$1,025. Councilman Salquist seconded the motion. The motion carried unanimously by roll call vote.

78-1145 ART IN PUBLIC PLACES GRANT APPLICATIONS

Mr. Iliff presented a request to apply for a \$50,000 Art in Public Places grant from the Federal Government's National Endowment for the Arts. The grant would be used as matching funds with a local donor to develop a significant piece of art in the African Plains Food Service and Dining Pavilion area scheduled for completion by July 1, 1980.

Councilman Salquist moved to approve staff's development of a grant application through the U.S. Government's National Endowment for the Arts, Art in Public Places, in the amount of \$50,000. Mayor Robnett seconded the motion. The motion carried unanimously by roll call vote.

INFORMATIONAL REPORTS

Zoo Division

Mr. Rich presented the Zoo Division financial report for July 1978, and a brief review of staff's progress on developing the world's first elephant museum.

There being no further business to come before the Board, the meeting adjourned at 3:45 P.M.