

# **SEATTLE CITY COUNCIL**

# Sustainability, City Light, Arts and Culture Committee Agenda

9:30 AM

Council Chamber, City Hall 600 4th Avenue Seattle, WA 98104

Tanya Woo, Chair Cathy Moore, Vice-Chair Tammy J. Morales, Member Rob Saka, Member Dan Strauss, Member

Chair Info: 206-684-8808; Tanya.Woo@seattle.gov

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# **SEATTLE CITY COUNCIL**

# Sustainability, City Light, Arts and Culture Committee Agenda June 21, 2024 - 9:30 AM

# **Meeting Location:**

Council Chamber, City Hall, 600 4th Avenue, Seattle, WA 98104

# **Committee Website:**

https://www.seattle.gov/council/committees/sustainability-city-light-arts-and-culture

This meeting also constitutes a meeting of the City Council, provided that the meeting shall be conducted as a committee meeting under the Council Rules and Procedures, and Council action shall be limited to committee business.

Members of the public may register for remote or in-person Public Comment to address the Council. Details on how to provide Public Comment are listed below:

Remote Public Comment - Register online to speak during the Public Comment period at the meeting at

https://www.seattle.gov/council/committees/public-comment

Online registration to speak will begin one hour before the meeting start time, and registration will end at the conclusion of the Public Comment period during the meeting. Speakers must be registered in order to be recognized by the Chair.

In-Person Public Comment - Register to speak on the Public Comment sign-up sheet located inside Council Chambers at least 15 minutes prior to the meeting start time. Registration will end at the conclusion of the Public Comment period during the meeting. Speakers must be registered in order to be recognized by the Chair.

Pursuant to Council Rule VI.C.10, members of the public providing public comment in Chambers will be broadcast via Seattle Channel.

Submit written comments to Councilmembers at Council@seattle.gov.

Please Note: Times listed are estimated

- A. Call To Order
- B. Approval of the Agenda
- C. Public Comment
- D. Items of Business
- 1. Arts/Economic Round-Table

<u>Supporting</u>

<u>Documents:</u> <u>Presentation</u>

**Briefing and Discussion** 

Presenters: Markham McIntyre, Director, Office of Economic

Development; Gulgun Kayim, Director, Office of Arts and Culture; Seth

Geiser, Downtown Seattle Association; Manny Cawaling, Inspire

Washington

2. CB 120802 AN ORDINANCE relating to the City Light Department;

authorizing the execution of a two-year agreement with the Port

of Seattle for the construction of system improvements

associated with Terminal 46 and the Pier 66 Shore Power Project

and negotiation and execution of an operations agreement.

<u>Attachments:</u> Att 1- MOA SCL & the Port for Terminal 46 and Pier 66 Shore

**Power Project** 

<u>Supporting</u>

Documents: Summary and Fiscal Note

Presentation

Briefing, Discussion, and Possible Vote

Presenters: Maura Brueger, Andrew Strong, and Philip Ambrose,

Seattle City Light

# E. Adjournment



# SEATTLE CITY COUNCIL

600 Fourth Ave. 2nd Floor Seattle, WA 98104

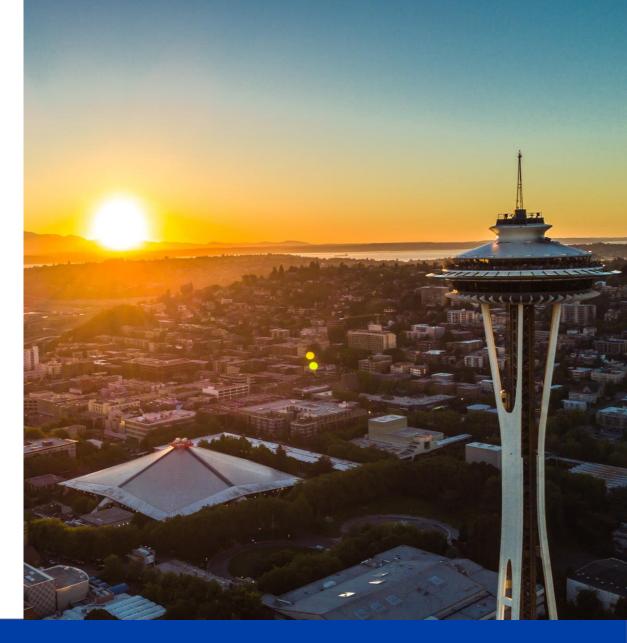
# Legislation Text

File #: Inf 2493, Version: 1

Arts/Economic Round-Table

# Seattle's Creative Economy

Setting the context



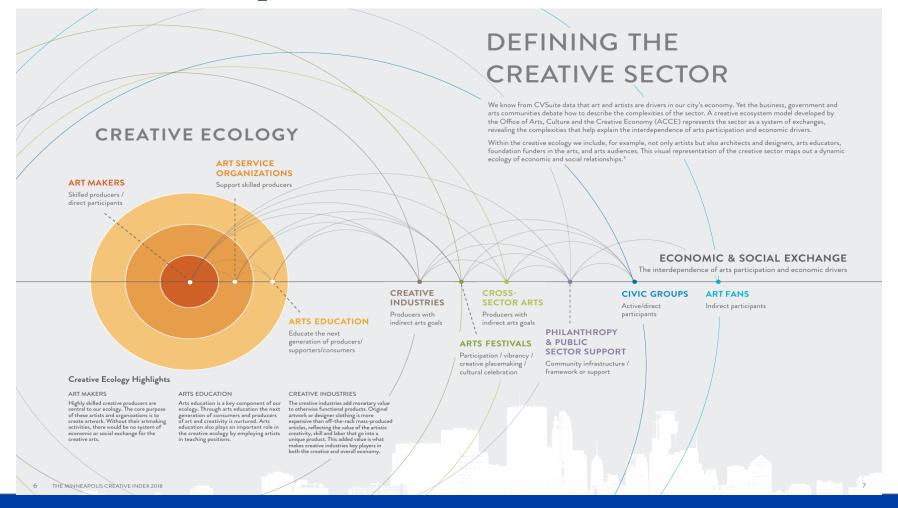


# **Seattle Office of Arts & Culture**

City Depts Engaged in Creative Sector Work:

- Office of Arts and Culture
- Office of Economic Development
- Seattle Center

# **Creative Eco-system**





# **Creative Sector Social Returns**

# Social returns on investment:

- Wellness
- Community engagement
- Quality of life
- Social cohesion, community building
- Creative placemaking and belonging



# **Creative Economy Economic Returns**

# **Pre-Pandemic Data\*:**

- Workforce: 67,350 creative jobs Creative Occupations outpace overall job growth: 23% vs 15%, 24 billion in revenues
- Revenues & GDP: 18% contribution to Seattle's GDP
- Regional & National Competitiveness: Seattle is 7th among large cities with CVI value of 4.5

(OED Creative Economy Report 2019)

\*this data does not include nonprofit revenues



# **Creative Economy & Ancillary Spending**

# **Commercial Corridors and Ancillary Spending:**

- Creative sector programming contributes to the economic vitality of surrounding businesses.
- 2023 arts and culture events generated \$30M in ancillary spending in the downtown core
- Creative sector direct spending on services and materials

# **Creative Workforce Pandemic Impacts**

The pandemic created widespread **loss of work and income** for the creative workforce

- 65% of creative workers are non-traditional workers, and thus had difficulty accessing unemployment insurance (Whipsmart Social Safety Net Survey report, Nov 2020)
- "Cultural brain drain" exit from creative industries
- Creative workers of color disproportionately impacted

# **Creative Workforce Pandemic Impacts**

Americans for the Arts 2020 survey data showing unemployment rates among respondents, by race

### **Unemployed Due to COVID-19** Yes No 36% 63% All 28% 72% Black Indigenous 37% 63% Arab or Middle Eastern 28% 72% Asian or Asian American 38% 62% Hispanic/Latinx 30% 70% Native Hawaiian or Pacific Islander 22% 78% 40% 60% White

**ARTS** 

# **Creative Businesses: Pandemic Impacts**

# Data on creative sector businesses access to Federal Support:

- Pandemic relief & resources took many forms: CARES Act, Paycheck protection Program (PPP), Emergency Injury & Disaster Loans (EIDL), American Rescue Plan Act (ARPA), Shuttered Venues Operating Grants, Pandemic Unemployment Assistance (PUAC).
- Relief was slow & often did not reach all parts of the sector: ie shuttered venues finally received relief in 2021, PUAC funding reached only 37% of gig workers.



# **Bureau of Economic Analysis Data for Washington State**

# Top 3 performing creative industries (employment & revenues):

Publishing Retail Information services

# **Top 3 arts and cultural Industries:**

Architectural services Advertising Promoters of performing arts



# Washington—2022

ACPSA value added	Share of state value added	ACPSA employment	Share of state employment	ACPSA compensation	Share of state compensation	
\$70.2 billion	9.5%	191,245 jobs	5.1%	\$28.7 billion	7.6%	
			Value added (thousands of dollars)	Employment (jobs)	Compensation (thousands of dollars)	
All industries			738,101,400	3,750,100	377,942,194	
ACPSA industries			70,242,388	191,245	28,700,429	
Top 5 ACPSA industries by value added						
Publishing			21,382,143	32,288	8,980,360	
Retail industries			17,882,040	D	D	
Other information services			15,870,114	19,753	4,970,077	
Government			4,969,889	40,210	4,240,713	
Broadcasting			2,944,510	9,066	1,602,648	
Core arts and cultural industries			4,159,379	27,518	2,146,286	
Top 5 core arts and cu	ıltural industries					
Architectural services			990,660	4,991	646,478	
Advertising			906,314	3,322	408,794	
Promoters of performing arts and similar events			375,809	2,848	119,103	
Performing arts companies			306,873	D	D	
Interior design serv	vices		302,919	1,085	83,103	



# **Bureau of Economic Analysis Data for Washington State**

# Low growth in creative economy:

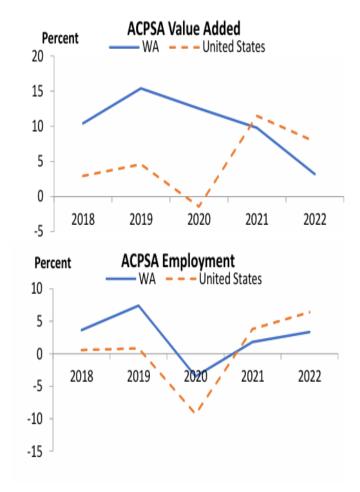
GDP 3<sup>rd</sup> among all states, 48<sup>th</sup> among all states for GDP growth

6<sup>th</sup> among all states for employment, 36<sup>th</sup> among all states for employment growth

# Trends in arts and cultural production: 2021—2022

In 2022, Washington ranked 3rd among all states in ACPSA value added and 48th among all states in ACPSA value added growth. Since 2021, ACPSA value added has grown 3.2 percent in Washington, compared with an increase of 7.8 percent for the United States.

In 2022, Washington ranked 6th among all states in ACPSA employment and 36th among all states in ACPSA employment growth. Since 2021, ACPSA employment has grown 3.4 percent in Washington, compared with an increase of 6.4 percent for the United States.



Note. BEA's ACPSA statistics are supported by funding from the National Endowment for the Arts.



600 Fourth Ave. 2nd Floor

Seattle, WA 98104



# SEATTLE CITY COUNCIL

# **Legislation Text**

File #: CB 120802, Version: 1

### CITY OF SEATTLE

ORDINANCE	
COUNCIL BILL	

- AN ORDINANCE relating to the City Light Department; authorizing the execution of a two-year agreement with the Port of Seattle for the construction of system improvements associated with Terminal 46 and the Pier 66 Shore Power Project and negotiation and execution of an operations agreement.
- WHEREAS, the primary metered service connections and construction of system improvements associated with Terminal 46 and the Pier 66 Shore Power Project ("the Project") are part of the Port's long-term planning goals for carbon and air emissions reduction; and
- WHEREAS, the Project will include the provision of electrical power via submersible cable running from Terminal 46 to Pier 66, which will allow cruise vessels to plug into the local electrical grid and turn off their auxiliary diesel engines while at berth, resulting in an overall reduction in air pollutant and greenhouse gas (GHG) emissions; and
- WHEREAS, shore power at Pier 66 is estimated to reduce annual emissions by 54 metric tons of oxides of nitrogen (NOx), 1 metric ton of diesel particulate matter (DMP), and 2,700 metric tons of GHG; and
- WHEREAS, the 2020 Northwest Ports Clean Air Strategy includes an objective to install shore power at all major cruise berths by 2030; and
- WHEREAS, the Project helps establish electrification of medium- and heavy-duty commercial fleets and maritime vessels and facilities, grid modernization, integrated planning, strategic technologies, and clean energy objectives as described in Seattle City Light's Transportation Electrification Strategic Investment Plan and 2023-2028 Strategic Plan Update; NOW, THEREFORE,

## BE IT ORDAINED BY THE CITY OF SEATTLE AS FOLLOWS:

# File #: CB 120802, Version: 1

Section 1. The CEO and General Manager for the City Light Department is authorized for and on behalf of The City of Seattle to execute and deliver a two-year agreement with the Port of Seattle for the construction of the Project in the form of a Memorandum of Agreement (MOA) attached to this ordinance as Attachment A (the "Agreement") with such changes as the CEO and General Manager may deem appropriate and are consistent with this ordinance.

Section 2. The CEO and General Manager for the City Light Department is authorized for and on behalf of The City of Seattle to negotiate and execute a separate Operations Agreement between the Port of Seattle and Seattle City Light detailing the responsibilities for operations, routine inspection, and maintenance of the submarine cable that is owned by the Port of Seattle for a period of up to 30 years.

Section 3. Any act consistent with the authority of this ordinance taken prior to its effective date is ratified and confirmed.

Section 4. This ordinance shall take effect as provided by Seattle Municipal Code Sections 1.04.020 and 1.04.070.

Passed by the City Council the \_\_\_\_\_\_ day of \_\_\_\_\_\_\_, 2024, and signed by me in open session in authentication of its passage this \_\_\_\_\_\_ day of \_\_\_\_\_\_\_, 2024.

President \_\_\_\_\_\_ of the City Council

Approved / returned unsigned / vetoed this \_\_\_\_\_ day of \_\_\_\_\_\_\_, 2024.

File #: CB 120802, Versio	File #: CB 120802, Version: 1					
		Bruce A. Harrell, Mayor				
Filed by me this	day of _	, 2024.				
		Scheereen Dedman, City Clerk				
(Seal)						
and Port of Seattle for	Primary Met	ht #between the City of Seattle Department Seattle City Light ered Service Connections and Construction of System Improvements the Pier 66 Shore Power Project				

MEMORANDUM OF AGREEMENT #\_\_\_\_\_

BETWEEN

THE CITY OF SEATTLE DEPARTMENT

SEATTLE CITY LIGHT

AND

PORT OF SEATTLE

FOR

PRIMARY METERED SERVICE CONNECTIONS AND CONSTRUCTION OF SYSTEM IMPROVEMENTS ASSOCIATED WITH TERMINAL 46 AND THE PIER 66 SHORE POWER PROJECT

THIS MEMORANDUM OF AGREEMENT ("Agreement") DATED \_\_\_\_\_\_, 2024 is made by and between the City of Seattle ("City"), a municipal corporation of the State of Washington, by and through Seattle City Light ("City Light" or "SCL") department and the Port of Seattle ("the Port"), a municipal corporation of the State of Washington, and hereinafter referred to collectively as "Parties" or individually as "Party."

### **RECITALS**

- 1. The Primary Metered Service Connections And Construction Of System Improvements Associated With Terminal 46 and the Pier 66 Shore Power Project is part of the Port's long-term planning goals for carbon and air emissions reduction, including the Port's Century Agenda, introduced in 2012, which outlines sustainability goals and objectives intended to guide the Port investments and operations for the next 25 years, and the 2020 Northwest Ports Clean Air Strategy which includes an objective to install shore power at all major cruise berths by 2030. The Project will accomplish these goals by providing standalone shore power for cruise vessels moored at PIER 66, located in Elliott Bay on the Seattle waterfront, allowing equipped ships to connect to 93% clean electricity from City Light rather than relying on fossil fuel sources. As a result, shore power can nearly eliminate emissions from ships at berth while connected. Once fully operational, the shore power connection at PIER 66 is estimated to reduce annual emissions by: 54 metric tons of oxides of nitrogen (NOx), 1 metric ton of diesel particulate matter (DMP), and 2,700 metric tons of greenhouse gas (GHG).
- 2. Providing shore power at PIER 66 allows shore power capable cruise vessels to plug into the local electrical grid and turn off their auxiliary diesel engines while at berth, resulting in an overall reduction in air pollutant and greenhouse gas emissions. As one of the most thoroughly demonstrated and robust methods for reducing at-berth emissions from cruise ships, shore power is a key strategy to meet the Port's Century Agenda goal of being the greenest and most energy-efficient port in North America and to advance the region as a leading tourism destination and business gateway.
- 3. The Project will also help establish electrification of medium and heavy duty commercial fleets and maritime vessels and facilities, grid modernization, integrated planning, strategic technologies, and clean energy objectives as described in Seattle City Light's Transportation Electrification Strategic Investment Plan and 2022-2026 Strategic Plan.
- 4. The Port is the SEPA Lead Agency for the Project and completed an Environmental Checklist in May 2021 and issued a SEPA Determination of Non-Significance on July 2, 2021.

NOW, THEREFORE, pursuant to the above recitals and in consideration of the terms, conditions, performances, and duties described herein, Parties through this Agreement, it is hereby agreed as follows:

### **AGREEMENT**

### 1. General.

# 1.1. Definitions.

- **1.1.1.** "Business Days" means Monday through Friday, inclusive, except for official City of Seattle, Port of Seattle, and State holidays.
- **1.1.2.** "City Standards" means all City of Seattle laws, rules, regulations and standards and all applicable federal and state laws, rules, regulations and standards, including but not limited to the following, except as otherwise provided in this Agreement:
  - The Seattle Municipal Code;
  - The City of Seattle Standard Specifications for Road, Bridge and Municipal Construction;
  - The City of Seattle Standard Plans for Municipal Construction;
  - SDOT, SCL, SDCI, and SPU Director's Rules, including the City of Seattle Right of Way Improvements Manual, 2005-2023, and any revisions to the Manual;
  - SCL Material Standards; and
  - SCL Construction Guidelines.
- 1.1.3. "Environmental Law(s)" means any environmentally related local, state or federal law, regulation, ordinance or order (including without limitation any final order of any court of competent jurisdiction), now or hereafter in effect including, but not limited to: the Federal Clean Air Act; the Federal Water Pollution Control Act; the Federal Safe Drinking Water Act; the Federal Comprehensive Environmental Response Compensation and Liability Act, as amended by the Superfund Amendments and Reauthorization Act of 1986; the Federal Resource Conservation and Recovery Act, as amended by the Solid and Hazardous Waste Amendments of 1984; the Federal Occupational Safety and Health Act; the Federal Emergency Planning and Right-to-Know Act of 1986; the Federal Hazardous Materials Transportation Control Act of 1980; the Federal Clean Water Act of 1977; the Federal Insecticide, Fungicide and Rodenticide Act; the Federal Waste Management Recovery and Recycling Act; the Washington Hazardous Waste Management Act; the Washington Hazardous Waste Fees Act; Washington Model Toxics Control Act; the Washington Nuclear Energy and Radiation Act; the Washington Radioactive Waste Storage and Transportation Act; the Washington Underground Petroleum Storage Tanks Act; and any regulations promulgated thereunder from time to time.
- **1.1.4.** "Hazardous Substance(s)" means any substance, or substance containing any component, now or hereafter designated as a hazardous, dangerous, toxic or harmful substance, material or waste, subject to regulation under any federal, state or local law, regulation or ordinance relating to environmental protection, contamination or cleanup including, but not limited to, those substances, materials and wastes listed in the United States Department of Transportation Hazardous Materials Table (49 C.F.R. § 172.101) or by the United States Environmental Protection Agency as hazardous substances (40 C.F.R. pt. 302 and amendments thereto) or in the Washington Hazardous Waste Management Act (Ch. 70.105 RCW) or the Washington Model Toxics Control Act (Chs. 70.105D RCW and 82.21 RCW), petroleum

products and their derivatives, and such other substances, materials and wastes as become regulated or subject to cleanup authority under any Environmental Law. See also "Environmental Law(s)."

- **1.1.5.** "Internal Use Only" means a designation place on certain City Light documents which if released for public information could compromise the security of the power system.
- **1.1.6.** "Joint" refers to an arrangement by City Light and the Port for multiple segments of work as described in Section 1.4 Scope of Agreement and Exhibit 3 where both Parties share responsibilities.
- **1.1.7.** "MTCA" means the Washington Model Toxics Control Act (Chs. 70.105D RCW and 82.21 RCW). See also "Environmental Law(s)."
- **1.1.8.** "Project" means the Primary Metered Service Connections And Construction Of System Improvements Associated With Terminal 46 and the Pier 66 Shore Power Project, as generally described in Section 1.3, and the scope for which is set forth in Section 1.4 and Exhibit 3.
- **1.1.9.** "Remediation" means the same as Remedy or Remedial Action defined in MTCA, which includes any action or expenditure consistent with the purposes of MTCA to identify, eliminate, or minimize any threat or potential threat posed by Hazardous Substances to human health or the environment including any investigative and monitoring activities with respect to any release or threatened release of a Hazardous Substance and any assessments to determine the risk or potential risk to human health or the environment. See also "Environmental Law(s)."
- **1.1.10.** "SCL Facilities" means the electrical facilities impacted by, or constructed as part of, the PROJECT that are owned or will be owned by SCL.
  - 1.1.11. "SDCI" means the City of Seattle Department of Construction and Inspections.
  - **1.1.12.** "SDOT" means the City of Seattle Department of Transportation.
- **1.1.13.** "Service Agreement" means Seattle City Light's Standard General Service Application and Contract.
- **1.1.14.** "Work" means the construction and inspection work that is necessary to complete the Project. Work will be performed in accordance with this Agreement.

# 1.2. Term of Agreement.

The term of this Agreement shall be for a period of two (2) years from the date of execution and may be renewed upon mutual agreement in writing unless this Agreement is terminated pursuant to Section 4.

# 1.3. Project Overview.

The Project is located in Elliott Bay on the Seattle waterfront. The Port is proposing to provide shore power (i.e., cold ironing) to serve shore power capable cruise vessels at the Pier 66/Bell Street Cruise Terminal (Pier 66). The Project will involve installing a shore power system with a submarine cable that will connect the PIER 66 facility to a new power feeder extension at Terminal 46. The new power feeder extension will connect to the City Light electrical power grid. Project components include:

- 1. Installing upland electric cables, ductbanks, meter and switchgear infrastructure, and vaults to connect the submarine cable to an existing City Light electrical power vault at Terminal 46, subject to City Light review and approval.
- 2. Installing upland electrical cables, ductbanks, and vault to an existing City Light vault north of South King Street and continuing to the north terminal property line. This new infrastructure is for service to the Washington State Ferries (WSF) Colman Dock Terminal Electrification project, subject to City Light review and approval.
- 3. Upland grading to install the cables and electric utility infrastructure at Terminal 46.
- 4. Installing an approximately 6,110-foot-long, 26 kilovolt (kV) submarine cable from the north end of Terminal 46 to the south end of the Pier 66 pier structure, subject to City Light review and approval.
- 5. Installing protective submarine cable features including a rigid conduit at the Terminal 46 slope and articulated mats across the Terminal 46 and Pier 66 berth areas
- 6. Installing electric utility infrastructure and shore power equipment/system on the Pier 66 pier and routing the cable under the pier to two cruise vessel shore power connection or plug-in locations, subject to City Light review and approval.

# 1.4. Scope of this Agreement.

Exhibit 3 sets forth scope and cost responsibilities between the Port and City Light by nodes and segments of Work. This Agreement sets forth the roles and responsibilities of the Port and City Light with respect to the Project's design, permitting, environmental review, tribal agreements, construction, testing and commissioning, operations, maintenance, and lifecycle replacement of civil and electrical infrastructure for this project. City Light is responsible for specific tasks identified as City Light's responsibility in Section 1.9, Section 1.10 and Exhibit 3. Other than work specifically identified to be performed by City Light in this Agreement, the Port is responsible for the remaining portions of the Project as described in Section 1.9, Section 1.10 and Exhibit 3 of this Agreement.

# 1.5. Scope Exceptions.

Section 1.4 or Exhibit 3 set forth the scope and responsibilities of the Work. Any task or responsibility not listed in Section 1.4, Section 1.10, or Exhibit 3 is outside of the scope of this Agreement.

# 1.6. Budgeted Scope of Work.

Costs for scopes of work are defined in Exhibit 1.

# 1.7. Time of Completion and Schedule.

The Work will be performed in accordance with the anticipated schedule in **Exhibit 2**. This Agreement will remain in effect per **1.2 Term of Agreement** or until completion of all Work, whichever is greater.

## 1.8. Project Managers

Administration of this agreement shall be provided by the designated Project Managers for each of the Parties as follows below, which may be updated by notice pursuant to **Section 6.9 Change in Contact Person.** 

City Light Project Manager	Port Project Manager			
Phil M. Ambrose	Mark Longridge			
Senior Project Manager	Capital Project Manager			
Seattle City Light	Port of Seattle			

700 Fifth Avenue, Suite 3300 Seattle, Washington 98104-5031 Phone: (206) 684-4654 2711 Alaskan Way Seattle, WA 98121 Phone: 9206) 310-6591

The City Light Project Manager is designated by City Light to act as the City's coordinator and primary representative in matters arising during the course of construction as set forth in this Agreement. The Port Project Manager is designated by the Port to act as the Port's coordinator and primary representative in matters arising during the course of construction as set forth in this Agreement.

# 1.9. General Responsibilities of the Parties.

- **1.9.1** The Project Managers identified in **Section 1.8 Project Managers** shall coordinate with each other as needed with respect to communications with external entities including local, state, and federal agencies, community organizations, industry, media, and other external audiences.
- **1.9.2** The Parties agree to proactively coordinate communication activities involving external audiences. Coordination may include identifying opportunities for joint public statements. To facilitate coordination, the Parties will identify points of contact for engagement and communications at each agency.
- **1.9.3** The Parties shall manage risk and conduct construction in a manner that maximizes cumulative public benefits and minimizes cumulative public costs. In performing its obligations under this Agreement, each Party shall comply with Environmental Laws applicable to its specific tasks.
- **1.9.4** The Port will apply for permits required by Environmental Laws and enter into tribal agreements as necessary to facilitate such permitting for the Project. The Port is the SEPA Lead Agency. The Port confirms that environmental review of the proposed PROJECT is complete as of the effective date of this Agreement.
  - **1.9.5** Each PARTY shall provide the funding and resources necessary to fulfill the responsibility of that PARTY as established in this Agreement.
- **1.9.6** The PARTIES agree to work cooperatively with each other and make reasonable, good faith efforts to timely and expeditiously complete the PROJECT, as provided in this Agreement, including, but not limited to development of preliminary engineering, final design, major equipment and materials procurement, and construction.
- **1.9.7** The PARTIES agree that the PROJECT will not be complete until all the elements in **Exhibit 3** are completed. The PARTIES agree that the current scope identified for certain elements of the PROJECT are reflected in **Exhibit 3**. Future mutual agreement in writing and signed by both PARTIES will be required in order to alter the scope outlined in **Exhibit 3**. The Parties shall provide each other with quarterly updates regarding the **Project** budget to ensure timely negotiation of scope issues.

# 1.10. Responsibilities of the Parties Specific to the Submarine Cable from Terminal 46 to Pier 66

**1.10.1** The PORT will install and own a submarine cable from Terminal 46 to Pier 66 as an integral part of the Project for the PORT's exclusive use.

- **1.10.2** The PORT agrees that all costs associated with design, installation, operations, permitting, environmental review, tribal agreements, maintenance, repair, and/or lifecycle replacement of the Submarine Cable are the PORT's cost responsibility in full.
- **1.10.3** The Port's use of the Salish Sea for the Submarine Cable is subject to coordination with local Tribes, including the Suquamish, Muckleshoot, and others, and coordination with local Tribes is fully the Port's responsibility.
- **1.10.4** A separate Operations Agreement will be developed between the Parties that details specific responsibilities for operations, routine inspection, and maintenance of the Submarine Cable.

# 1.11. Designated Representatives.

The Designated Representatives for each Party are as follows:

Seattle City Light	Port of Seattle
Tamara Jenkins	Tin Nguyen
Project Delivery Director	Director, Waterfront Project
Seattle City Light	Management
700 Fifth Avenue, Suite 3400	Port of Seattle
Seattle, Washington 98104-5031	2711 Alaskan Way
Phone: (206) 684-4654	Seattle, WA 98121
	Phone: (206) 787-4887

The Designated Representatives of this Agreement may delegate authority and responsibilities as required by providing written notice of such delegation to the other Party. Designated Representatives may be updated by notice pursuant to **Section 6.9 Change in Contact Person.** 

## 1.12. Construction Organization and Management.

Both Parties have staff and consultant resources and desire to work collaboratively to use these resources efficiently and cost effectively to avoid unnecessary duplicative effort.

The Parties will strive to perform their responsibilities in a timely manner, to avoid delays and minimize impacts on contractors and third parties. The Parties will give prompt notice of any delay and potential impact known to them. Any dispute between the Parties about responsibilities for delays and cost overruns arising under this Agreement will be resolved as provided in **Section 5 Disputes**.

## 1.13. Standard for Completion of Work.

Each Party will perform the Work under this Agreement in a workman-like manner and in compliance with applicable construction and electrical standards, codes, and regulations.

## 1.14. Ownership of Facilities.

**1.14.1** City Light will own, operate, and maintain the power facilities constructed under this Agreement up to City Light's distribution system point of termination (up to and including metering equipment). Current carrying components from the distribution system to the City Light designated service point(s) are owned, operated, and maintained by City Light. The Electric Fuel Supply Facilities

(defined in 1.15 below) and the submarine cable are and shall at all times remain, the exclusive property of the Port.

**1.14.3** The Parties recognize that City Light will require access to Port property to own, operate, and maintain portions of the power facilities constructed under this agreement. Short and long-term easements for access to power facilities will be executed via separate agreements.

# 1.15. Ownership of PORT's Facilities, Environmental Incentives and Credits.

For this Project and under this Agreement, the CITY hereby acknowledges and agrees that neither this Agreement, nor any terms or conditions set forth herein, shall be deemed to prohibit, or in any way limit, the PORT's eligibility to participate in the Washington Clean Fuels Program under <u>Chapter 70A.535 RCW</u>, as now or hereafter amended, or in any other federal, state, or municipal law, regulation, program, grant, or incentive now or hereinafter available that aims to curb or reduce greenhouse gas emissions, increase the generation or production of low-carbon energy, or mitigate the causes or effects of climate change.

For this Project and under this Agreement, for purposes of the Washington Clean Fuels Program, and any Electric Fuel Supply Facilities installed or constructed pursuant to the Project, the CITY hereby acknowledges and agrees that, as between the PARTIES, the PORT shall be deemed the exclusive "fuel reporting entity" and "credit generator" for purposes of all applicable regulations. The CITY hereby acknowledges and agrees that all electric fuel supply equipment and related infrastructure and facilities (collectively, along with [the Submarine Cable and] any "electric fuel supply equipment" as such term is defined in WAC 173-424-110(80), the "Electric Fuel Supply Facilities") installed or constructed on Terminal 46, Pier 66, or any other property of the Port under this Project and Agreement, are, and shall at all times remain, the exclusive property of the Port. This Section 1.15 shall apply only for the purposes of the Project as defined herein and should not be presumed to be applicable to other Washington Clean Fuels Program credit generating arrangements involving the Port and SCL.

To the fullest extent permitted by law, the CITY hereby irrevocably waives any ownership, lien, security or other interest (including any lien that might otherwise be implied by law) that the CITY may have in any such Electric Fuel Supply Facilities under this Project and Agreement, or in any profits, income, environmental attributes, grants, benefits, incentives, or credits derived therefrom (collectively, along with any "Credits" as such term is defined in <u>WAC 173-424-110(43)</u>, "Credits"), including any right of distraint. If requested by the PORT, the CITY shall enter into an amendment to this Agreement so as to permit the PORT to be eligible for any Credits, so long as such amendment does not materially increase another Party's obligations under this Agreement. The CITY agrees to perform such further acts and execute such further documents as may be necessary or appropriate to preserve the PORT's eligibility for, and rights, title and interest in and to, any Credits, and to carry out the intents and purposes of this Section 1.15.

Without limiting the generality of the foregoing, the CITY shall, upon the PORT's request, provide the PORT, and/or the PORT's designee, with such reasonable access to any information reasonably requested by the PORT with respect to the Project, including, without limitation, information regarding the carbon intensity (as such is defined in WAC 173-424-110(31)) of the electric power supplied by the Project, as well as general metering or energy consumption data, and shall execute and deliver to the PORT such acknowledgments or other documents as may reasonably be requested by the PORT or any utility or governmental entity in connection with the generation, ownership, sale, or transfer of Credits by the PORT.

# 2. Payment.

The PARTIES are responsible for payment as set forth in **Exhibit 1**. The PARTIES shall not be obligated to reimburse any expenditure in excess of the maximum amount stated, unless the PARTIES have agreed to such additional reimbursements and the Agreement has been amended to describe the additional work in excess of the budgeted scope of work. The initiating PARTY shall promptly notify the other PARTY in writing as soon as it is known when the maximum funding obligation will be reached and shall also specify in writing its position regarding any remaining work which it believes was contained within the budgeted scope of work. Should its estimated costs exceed the amount authorized, the PARTY performing the work shall promptly notify the other PARTY in writing and shall specify in writing its position regarding why the estimated cost will be or has been exceeded.

The PARTIES shall negotiate the total authorized amount. Reimbursement will not be made for activities that are not covered. The PARTIES will establish a budget contingency for the estimated cost of the work.

### 2.1. Reimbursement.

The Parties have established budget contingencies for the estimated cost of the Work which are included in the estimated total costs. City Light will manage the Work in the same manner it manages other work on its equipment. Any reports, pay records, or other management tools will be made available to the Port for review upon request. The Port will reimburse City Light for services delivered and work performed under this Agreement. City Light will reimburse the Port for services delivered and work performed under this Agreement. Cost estimates are subject to change and the Parties will provide each other with prompt notice of changes in scope of work, changing conditions or unanticipated work which may impact Project costs.

Within thirty (30) calendar days after the billed Party's receipt of any complete and accurate invoice, the billing Party will remit the reimbursement. The Parties will work cooperatively to resolve issues related to the accuracy of these invoices so as to avoid any delay in payment. Any invoiced expenditure unsupported by appropriate documentation will be identified in writing to the receiving Party and payment for such will not be included in the reimbursement; provided, however, that the presence of unsupported items within an invoice will not delay payment of those items which are supported by appropriate documentation.

Any dispute regarding invoices must be resolved as provided in **Section 5** of this Agreement.

# 3. Administration.

# 3.1. Monitoring and Reporting of Progress.

The Parties are committed to working cooperatively and efficiently and will closely monitor the time required to complete work products consistent with the scope of work and budget for the Work. Each Party will provide clear, accurate, and detailed progress reports as necessary. The Parties will further refine progress reporting, accounting and program management systems, as they agree, in order to ensure useful and descriptive information that complements the Port's Project Control system. City Light and the Port will provide active, ongoing oversight to ensure that Project funds are expended efficiently.

# 3.2. Reconciliation.

Both Parties shall monitor and reconcile the actual versus estimated effort on a quarterly basis. Parties will negotiate additional funding or a reduction in services relating to the Work to the extent that such

work cannot be performed within the estimate of compensation and expense reimbursement due for the services delivered and work performed.

# 3.3. Availability of Records.

All records in support of all costs incurred and actual expenditures kept by the Parties will be maintained in accordance with procedures prescribed by the Washington State Auditor's Office and the applicable Federal funding agencies. The records will be open to inspection by the other Party and the Federal government during normal business hours and will be retained and made available for such inspection for a period of not less than six (6) years from the final payment under this Agreement. Copies of said records should be furnished to the other Party and/or the Federal government upon request. This requirement will be included in all third-party contracts related to the Work entered into by either Party to fulfill the terms of this Agreement.

# 3.4. Public Records Requests.

The Port and City Light are subject to Washington State's Public Records Act, RCW Chapter 42.56 and other disclosure laws. In response to a public records request, either Party may release documents and records related to this Agreement in accordance with applicable Law. The responding Party may assert exemptions from disclosure which it believes are authorized by statute. While it is not a legal obligation, the responding Party, as a courtesy, will notify the nonresponding Party of the receipt of any such request and provide the nonresponding Party up to ten (10) business days to obtain and serve the responding Party with a court injunction to prevent the responding Party from releasing the records. If the nonresponding Party fails to obtain a Court Order and serve the responding Party within ten days, the responding Party may release the documents. The Parties\_acknowledge that the responding Party will have no liability to the nonresponding Party if the records responsive to the request are disclosed in accordance with applicable law.

### 3.5. Audit.

If any audit is requested by either Party or required by any applicable federal agency requirements, the Parties agree to cooperate with any such audit and provide documentation as is reasonably requested in support of all costs.

## 4. Termination of Agreement.

# 4.1. Termination for Default or Convenience.

If for any cause, either Party does not fulfill in a timely and proper manner its obligations under this Agreement or Amendment, or if either Party violates any of these terms and conditions, the aggrieved Party will give the other Party written notice of such failure or violation. The responsible Party will be given the opportunity to correct the violation or failure within thirty (30) business days of receipt of the written notice. If the failure or violation is not corrected, this Agreement or Amendment may be terminated in whole or in part immediately by issuance of a written Notice of Termination, subject to the terms of this Agreement. In the event of termination by default, the defaulting Party will be obligated to compensate the other Party for contract closeout costs and the portion of work that has been satisfactorily rendered to the effective date of the termination.

Either party may terminate this Agreement upon sixty (60) business days' prior written notification to the other party. If this Agreement is so terminated, the parties shall be responsible for payment of deliverables properly invoiced and accepted prior to the effective date of termination.

# 4.2. Duties of Parties upon Termination.

A termination by either Party will not extinguish or release either Party from liability, claims or obligations to third parties existing as of the time of termination including (1) unasserted claims or liabilities based on acts or omissions occurring prior to the termination of this Agreement and (2) contractor claims and costs incurred by the Party in the execution of work. Any costs incurred prior to proper notification of termination will be borne by the Parties in accordance with the terms of this Agreement. The Parties agree to work together cooperatively to develop a coordinated plan for termination including the determination of reasonable contract closeout costs.

# 4.3. Procedures upon Termination.

All work in progress at the time of termination will be completed to the extent necessary to restore the usefulness of Seattle City Light infrastructure affected by the Work in accordance with the City Standards, including any necessary Amendments. At the Port's' request all designs, construction documents, and other work product developed under this Agreement, except Seattle City Light Internal Use Only documents, will be packaged and delivered to the Port. Such closeout work and non-cancelable obligations will be invoiced and paid in accordance with the provisions of **Section 2** of the Agreement. After proper notice of termination, all of the provisions of this Agreement will remain in force as necessary and until no longer necessary to support the completion of Work that was open and uncompleted or any non-cancelable obligation at the time this Agreement was terminated. The Port and City Light agree to apply the following procedures subsequent to either Party initiating termination:

- A. The Parties to this Agreement will seek to resolve the status of each cost component of the work at the initiation of termination.
- B. The Parties will seek consensus on the action to be taken on each component.
- C. The Parties will mutually agree to arrange for the assignment and assumption of obligations of third-party contracts for the performance of work under this Agreement and Amendments.
- D. The Parties will agree upon a cost estimate for terminating any third-party contracts that have been executed under this Agreement.
- E. If the Parties cannot agree, they will submit the matter to the Dispute Resolution process set forth in **Section 5** below.

# 5. Disputes.

## 5.1. Dispute Resolution.

The Port and City Light will work collaboratively to resolve disagreements arising from activities performed under this Agreement. Disagreements between the Parties will be resolved promptly and at the lowest level of hierarchy as follows:

- A. The Parties will endeavor to resolve disputes at the lowest level possible, starting with the project management level. The Parties will involve such members of each Party's field and management staff as will support prompt resolution. If a resolution cannot be agreed to within 30 business days, either Party can move the dispute to the next level.
- B. If the matter cannot be resolved at the project management level, the Parties' respective Designated Representatives will meet to resolve the dispute. If the Designated Representative cannot resolve the matter within 90 business days, either Party make take this dispute to a court of law as specified in Section 6.2.
- C. The Parties agree that neither they, nor any contractor obligated by this provision, may seek relief in a court of law until each of these procedural steps above are exhausted.

Any disputes or questions of interpretation of this Agreement that may arise between the Parties shall be governed under these Dispute Resolution provisions. The Parties agree that cooperation and

communication are essential to resolving issues efficiently. At all times prior to resolution of the dispute, the Parties shall continue to perform under this Agreement in the same manner and under the same terms as existed prior to the dispute.

# 6. Legal Resolution.

# 6.1. Indemnity.

To the maximum extent permitted by law, each Party to this Agreement will protect, defend, indemnify, and save harmless the other Party, and its officers, officials, employees, and agents, while acting within the scope of their employment, from any and all costs, claims, demands, judgments, damages, or liability of any kind including injuries to persons or damages to property, which arise out of, or in any way result from, or are connected to, or are due to negligent acts or omissions of the indemnifying Party in the performance of its obligations as set out in this Agreement. No Party is required to indemnify, defend, or save harmless the other Party if the claim, suit, or action for injuries, death, or damages is caused by the sole negligence or willful misconduct of the Party seeking indemnification. If such injury to persons or damages to property are caused by the concurrent negligence of the Parties, each Party will be responsible to the extent of that Party's negligence. Each Party agrees that its obligations under this indemnification section extend to any claim, demand, and/or cause of action brought by, or on behalf of, any of its employees or agents.

For this purpose, each Party, by mutual negotiation, hereby waives, with respect to the other Party only, any immunity that would otherwise be available against such claims under the industrial insurance provisions of Title 51 RCW.

In the event of any claims, demands, actions and lawsuits, the indemnifying Party upon prompt notice from the other Party will assume all costs of defense thereof, including legal fees incurred by the other Party, and of all resulting judgments that may be obtained against the other Party. In the event that any Party incurs attorney fees, costs or other legal expenses to enforce the provisions of this section, all such fees, costs and expenses will be recoverable by the prevailing Party. This indemnification will survive the expiration or earlier termination of this Agreement.

# 6.2. Governing Law and Venue.

This Agreement will be governed by, and construed and enforced in accordance with, the laws of the State of Washington. In the event that any Party deems it necessary to institute legal action or proceedings to enforce any right or obligation under this Agreement, the Parties hereto agree that any such action or proceedings must be brought in a court of competent jurisdiction situated in Seattle, King County, Washington.

### 6.3. Insurance Provisions of Contracts.

**6.3.1.** The Port will procure and maintain, or cause its contractors and subcontractor(s) to procure and maintain minimum insurance coverage and limits appropriate (such as but not limited to: Liability, Auto, Workers Compensation, USL&H, E&O A&E, Pollution, Builders Risk, Hull P&I) for a project of this scope. By requiring such minimum insurance, the City shall not be deemed or construed to have assessed the risk that may be applicable to the Port or its contractors under this agreement. The Port and its contractor(s) and subcontractor(s) should assess their own risks; and if they deem appropriate and/or prudent, maintain or require greater limits and/or broader coverage. The City shall have the right to receive coverage up to any insurance limits maintained by the Port, its contractors and subcontractors that exceed the minimum required limits set by the Port.

- **6.3.2.** Any deductible and/or self-insured retention of any policies shall not limit or apply to the City or the Port and shall be the sole responsibility of the Port's contractor(s). Upon request, and within ten (10) business days, the Port shall provide the City with certificates of insurance and endorsements certifying the coverage.
- **6.3.3.** The City will procure and maintain, or cause its contractors and subcontractor(s) to procure and maintain minimum insurance coverage and limits appropriate (such as but not limited to: Liability, Auto, Workers Compensation, USL&H, E&O A&E, Pollution, Builders Risk, Hull P&I) for a project of this scope. By requiring such minimum insurance, the Port shall not be deemed or construed to have assessed the risk that may be applicable to the City or its contractors under this agreement. The City and its contractor(s) and subcontractor(s) should assess their own risks; and if they deem appropriate and/or prudent, maintain or require grater limits and/or broader coverage. The Port shall have the right to receive coverage up to any insurance limits maintained by the City, its contractors and subcontractors that exceed the minimum required limits set by the City.
- **6.3.4.** Any deductible and/or self-insured retention of any policies shall not limit or apply to the City or the Port and shall be the sole responsibility of the City's contractor(s). Upon request, and within ten (10) business days, the City shall provide the Port with certificates of insurance and endorsements certifying the coverage.
- **6.3.5.** The City acknowledges that the Port maintains a program of self-insurance for all of its liability risk and exposures, including but not limited to the activities contemplated under this agreement. The Port will, upon written request from the City, provide the City with commercially acceptable evidence of such self-insurance coverage (such as a certificate of self-insurance) in fulfillment of the liability insurance requirements pertaining to the Port's design and construction activities described in this agreement.
- **6.3.6.** The Port acknowledges that the City maintains a program of self-insurance for all of its liability risk and exposures, including but not limited to the activities contemplated under this agreement. The City will, upon written request from the Port, provide the Port with commercially acceptable evidence of such self-insurance coverage (such as a certificate of self-insurance) in fulfillment of the liability insurance requirements pertaining to the City's activities described in this agreement.

### 6.4. Allocation of Risk.

For work performed by City Light or its third-party contractors, repair of damage to the City's equipment/infrastructure or the Port's equipment/infrastructure is the responsibility of the City Light.

For work performed by the Port or its third-party contractors, repair of damage to the City's equipment/infrastructure is the responsibility of the Port.

# 6.5. No Agency or Employee Relationship.

No joint employee venture or partnership is formed as a result of this Agreement. No employees, agents or subcontractors of one Party will be deemed, or represent themselves to be, employees of any other Party. In performing work and services pursuant to this Agreement, the City, its employees, consultants, agents, and representatives will be acting as agents of the City and will not be deemed or construed to be employees or agents of the Port in any manner whatsoever. The City will not hold itself out as, nor claim to be, an officer or employee of the Port and will not make any claim, demand, or application to or for any right or privilege applicable to an. officer or employee of the Port. The City will be

solely responsible for any claims for wages or compensation by the City's employees, consultants, agents, and representatives, including sub-consultants, or any agency, and will defend, indemnify and hold the Port harmless therefrom. In performing work and services pursuant to this Agreement, the Port, its employees, consultants, agents, and representatives will be acting as agents of the Port and will not be deemed or construed to be employees or agents of the City in any manner whatsoever. The Port will not hold itself out as, nor claim to be, an officer or employee of the City and will not make any claim, demand, or application to or for any right or privilege applicable to an officer or employee of the City. The Port will be solely responsible for any claims for wages or compensation by the Port's employees, consultants, agents, and representatives, including sub- consultants, or any agency, and will defend, indemnify and hold the City harmless therefrom.

# 6.6. Notices.

All notices or requests required or permitted under this Agreement must be in writing, must be personally delivered or sent by certified mail, return receipt requested, postage prepaid, with a copy by email and will be deemed to have been duly given if in writing and either delivered personally or by certified mail, to the Project Managers and Designated Representative of the other Party as named in this Agreement.

# 6.7. Interpretation.

This Agreement and any subsequent Amendments issued hereunder are the result of mutual negotiations between the Parties and any ambiguity herein is not to be construed against any Party but will be construed according to the fair intent of the language and interpreted in accordance with the laws of the State of Washington.

# 6.8. Compliance with Existing Laws.

Each Party will comply, and to the best of its ability will ensure that its employees, agents, consultants, contractors and representatives comply, with all federal, state, and local laws, regulations, and ordinances applicable to the work and services to be performed. The work performed by the City and the Port under this Agreement must comply with all applicable public works and procurement laws and regulations.

# 6.9. Change in Contact Person.

A Party may change the contact person or address to which such communications are to be directed by giving written notice to the other Party in the manner provided in this Agreement.

# 6.10. Binding on Successors.

All of the terms, provisions and conditions of this Agreement will be binding upon and inure to the benefit of the Parties hereto and their respective successors, permitted assigns and legal representatives.

# 6.11. No Waivers.

No act or failure to act on the part of either Party with respect to the exercise or enforcement of any provision of this Agreement will be deemed to be a waiver on the part of either Party of any provision of this Agreement. No waiver of one provision by either Party will act as a waiver of any other provision or as a subsequent waiver of the same provision. No waiver is effective against either Party except an express waiver in writing.

## 6.12. No Third-Party Rights.

Nothing in this Agreement, whether express or implied, is intended to (1) confer any rights or remedies under or by reason of this Agreement on any persons other than the Parties to it and their

respective successors and permitted assigns; (2) relieve or discharge the obligation or liability of any third-party to a Party to this Agreement; nor (3) give any third parties any right of subrogation or action over against the other Party to this Agreement.

# 6.13. Assignment.

Neither Party may assign any interest, obligation, or benefit in this Agreement or transfer any interest in the same, whether by assignment or novation, without prior written consent by the other Party.

# 6.14. Severability.

If any of the terms and conditions of this Agreement is determined to be invalid or unenforceable by a court of competent jurisdiction, the remaining terms and conditions unaffected thereby will remain in full force and effect. The Parties agree to negotiate in good faith to reform this Agreement to replace any invalid or unenforceable term and/or condition with a valid and enforceable term and/or condition that comes as close as possible to the intention of the stricken term and/or condition.

# 6.15. Entire Agreement; Modification.

This Agreement, together with exhibits, and Amendments, represents the entire and integrated Agreement between the Parties and supersedes all prior negotiations, representations, or agreements written or oral. No amendment or modification of this Agreement shall be of any force or effect unless it is in writing and signed by the parties.

### 6.16. Captions.

The captions to this Agreement are for convenience and will not add to or limit the substance of its provisions.

### 7. Exhibits.

All exhibits named in this Agreement are hereby incorporated by reference and made a part hereof. The terms of this Agreement will control in the event of a conflict between an exhibit and the terms of this Agreement. This agreement is supported with the following Exhibits:

**Exhibit 1: Project Budget** 

**Exhibit 2: Schedule (Placeholder)** 

Exhibit 3: Project Area, Project Segments, and Responsibility Matrices

**Exhibit 4: References** 

# 8. Signatures.

The Parties have executed this Agreement as of the day and year first above written.

The randomare executed the right end of the day and year met above thirtien.			
Port of Seattle	City of Seattle		
Port of Seattle	Seattle City Light		
Stephen P. Metruck	Dawn Lindell		
Executive Director	Interim General Manager and Chief Executive Officer		

# **Exhibit 1: Project Budget**

The Port's total authorization for this project is \$44,000,000, to include soft costs not shown below.

	Total Cost		Port Share *		City Light Share	
Major Works Construction Contract						_
(Orion Marine Construction)	\$	20,755,000.00	\$	18,122,755.00	\$	2,632,245.00
Port Pre-Purchases Authorization						
(submarine cable, electrical equipment)	\$	6,865,000.00	\$	6,865,000.00	\$	
City Light Service Costs (billable to Port)	\$	1,816,079.61	\$	1,816,079.61	\$	
City Light Ductbank Easement (billable						
to City Light)	\$	110,000.00	\$	-	\$	110,000.00
Port Reimbursement for City Light						
Design Services (billable to Port)	\$	100,000.00	\$	100,000.00	\$	-
Port Project Contingency (10%)	\$	2,076,000.00	\$	2,076,000.00	\$	
City Light Contingency (20%)	\$	526,449.00	\$	-	\$	526,449.00
WA State Sales Tax	\$	3,325,600.00	\$	2,998,675.00	\$	326,925.00
	\$	35,574,128.61	\$	31,978,509.61	\$	3,595,619.00

<sup>\*</sup>Port Share totals are limited to construction and reimbursement totals and do not include Port only costs such as design costs, permitting, project management and other soft costs

# **Exhibit 2: Schedule**

Milestones Schedule (Actuals / Projected)

Milestone	Date
Project Start	Dec 10, 2019
Pre-Purchases Authorization (submarine cable, electrical	Dec 14, 2021
equipment)	
Port Commission Construction Authorization	Jan 10, 2023
Port Major Works Contract Award	May 16, 2023
Port Major Works Contractor Notice-to-Proceed (NTP) / Mobilize	Aug 29, 2023
T46 E-W Service Ductbank (Civil) Complete	Nov 2, 2023
Submarine Cable Termination at T46 and P66	Mar 31, 2024
T46 N Extension Ductbank (Civil) Complete	May 15, 2024
T46 N/S Ductbank (Civil) Complete	May 15, 2024
In-Service Date	Jul 30, 2024
Port MW Construction Closeout	Sep 30, 2024
Port / SCL Costs Reconciled	Dec 31, 2024



**Exhibit 3: Project Area, Project Segments, and Responsibility Matrices** 

- Node A: Port's Existing South Substation
- Segment 1: City Light system extension located underground along the eastern edge of Terminal 46, extending from the existing South Substation to the northern edge of Terminal 46.
  - Segment 1A: City Light system extension located underground along the eastern edge of T46, extending from the existing South Substation to the Tri-Vault Area.
  - Segment 1B: City Light system extension and tie located underground along the eastern edge of Terminal 46, extending from the Tri-Vault Area to a stub in vicinity of the northern property line of Port Parcel 7666207695.
- Node B: Tri-Vault Area
- Segment 2: Terminal 46 duct route, extending underground to the west from Node B along the north edge of Terminal 46 to the existing bulkhead.
- Node C: Terminal 46 Splice Vault and Bulkhead
- Segment 3: Submarine cable, extending underwater from Terminal 46 to PIER 66.
- Node D: Pier 66 Bulkhead and Meter
- Segment 4: PIER 66 shore power connection.

Civil & Structural Design (including Design Support during Construction Phase) and Cost

Responsibilities by Segment and Agreement Approach

#	Node / Segment	Civil Design Resp. "Who Designs"	Civil Design Cost "Who Pays"	Agreement(s) Approach
Α	T46 S Sub (ex.)	SCL	100% Port	MOA
1A	T46 N/S Service	SCL	100% Port	MOA
1B	T46 N Extension	SCL	100% SCL	MOA
В	Tri-Vault Area	SCL	100% Port	MOA
2	T46 E-W Service	Port	100% Port	MOA
С	T46 Splice Vault & Bulkhead	Port	100% Port	MOA
3	Sub Cable	Port	100% Port	MOA
D	PIER 66 Bulkhead and Meter	Port	100% Port	MOA
4	PIER 66 Shore Power	Port	100% Port	N/A
				(past SCL's Meter)

### **Electrical Design** (including Design Support during Construction Phase) and Cost Responsibilities by

Segment and Agreement Approach

#	Node / Segment	Electrical Design Resp. "Who Designs"	Electrical Design Cost "Who Pays"	Agreement(s) Approach
Α	T46 S Sub (ex.)	SCL	100% Port	Service Agreement
1A	T46 N/S Service	SCL	100% Port	Service Agreement
1B	T46 N Extension	SCL	100% SCL	N/A (non-billable to Port)
В	Tri-Vault Area	SCL	100% Port	Service Agreement
2	T46 E-W Service	SCL	100% Port	Service Agreement
С	T46 Splice Vault & Bulkhead	Joint	100% Port	Service Agreement
3	Sub Cable	Port	100% Port	Service Agreement
D	PIER 66 Bulkhead and Meter	Port	100% Port	Service Agreement
4	PIER 66 Shore Power	Port	100% Port	N/A (past SCL's Meter)

### Civil & Structural Construction and Cost Responsibilities by Segment and Agreement Approach

#	Node / Segment	Civil / Structural Construction Resp. "Who Builds"	Civil / Structural Construction Resp. "Who Pays"	Agreement(s) Approach
Α	T46 S Sub (ex.)	Port	75% Port 25% SCL	MOA
1A	T46 N/S Service	Port	75% Port 25% SCL	MOA
1B	T46 N Extension	Port	100% SCL	MOA

#	Node / Segment	Civil / Structural Construction Resp. "Who Builds"	Civil / Structural Construction Resp. "Who Pays"	Agreement(s) Approach
В	Tri-Vault Area	Port	75% Port 25% SCL	MOA
2	T46 E-W Service	Port	100% Port	MOA
С	T46 Splice Vault & Bulkhead	Port	100% Port	MOA
3	Sub Cable	Port	100% Port	MOA
D	PIER 66 Bulkhead and Meter	Port	100% Port	MOA
4	PIER 66 Shore Power	Port	100% Port	N/A (past SCL's Meter)

**Electrical Equipment Procurement** and Cost Responsibilities by Segment and Agreement Approach

#	Node / Segment	Electrical Procurement Resp. "Who Procures"	Electrical Procurement Cost Resp. "Who Pays"	Agreement(s) Approach
Α	T46 S Sub (ex.)	SCL	100% Port	Service Agreement
1A	T46 N/S Service	SCL	100% Port	Service Agreement
1B	T46 N Extension	SCL	100% SCL	N/A (non-billable to Port)
В	Tri-Vault Area	SCL	100% Port	Service Agreement
2	T46 E-W Service	SCL	100% Port	Service Agreement
С	T46 Splice Vault & Bulkhead	Joint	100% Port	Service Agreement
3	Sub Cable	Port	100% Port	MOA
D	PIER 66 Bulkhead and Meter	Joint	100% Port	Service Agreement
4	PIER 66 Shore Power	Port	100% Port	N/A (past SCL's Meter)

**Electrical Construction** (includes ER and CI) and Cost Responsibilities by Segment and Agreement Approach

#	Node / Segment	Electrical Construction Resp. "Who Builds"	Electrical Construction Cost Resp. "Who Pays"	Agreement(s) Approach
Α	T46 S Sub (ex.)	SCL	100% Port	Service Agreement
1A	T46 N/S Service	SCL	100% Port	Service Agreement
1B	T46 N Extension	SCL	100% SCL	N/A (non-billable to Port)
В	Tri-Vault Area	SCL	100% Port	Service Agreement
2	T46 E-W Service	SCL	100% Port	Service Agreement
С	T46 Splice Vault & Bulkhead	Joint	100% Port	Service Agreement
3	Sub Cable	Port	100% Port	MOA

#	Node / Segment	Electrical Construction Resp. "Who Builds"	Electrical Construction Cost Resp. "Who Pays"	Agreement(s) Approach
D	PIER 66 Bulkhead and Meter	Joint	100% Port	Service Agreement
4	PIER 66 Shore Power	Port	100% Port	N/A (past SCL's Meter)

**Construction Management (with exception of Electrical Reviewer)** Cost Responsibilities by Segment and Agreement Approach

#	Segment	CM Responsibility "Who conducts CM"	CM Costs Resp. "Who Pays"	Agreement(s) Approach
Α	T46 S Sub (ex.)	Joint	100% Port	MOA
1A	T46 N/S Service	Joint	100% Port	MOA
1B	T46 N Extension	Joint	100% SCL	MOA
В	Tri-Vault Area	Joint	100% Port	MOA
2	T46 E-W Service	Joint	100% Port	MOA
С	T46 Splice Vault & Bulkhead	Joint	100% Port	MOA
3	Sub Cable	Port	100% Port	MOA
D	PIER 66 Bulkhead and Meter	Port	100% Port	MOA
4	PIER 66 Shore Power	Port	100% Port	N/A (past SCL's Meter)

### **Permitting** Cost Responsibilities by Segment and Agreement Approach

#	Node / Segment	Permitting Responsibility "Who gets the Permit"	Permitting Costs Resp. "Who Pays"	Agreement(s) Approach
Α	T46 S Sub (ex.)	Port	100% Port	MOA
1A	T46 N/S Service	Port	100% Port	MOA
1B	T46 N Extension	Port	100% Port	MOA
В	Tri-Vault Area	Port	100% Port	MOA
2	T46 E-W Service	Port	100% Port	MOA
С	T46 Splice Vault & Bulkhead	Port	100% Port	MOA
3	Sub Cable	Port	100% Port	MOA
D	PIER 66 Bulkhead and Meter	Port	100% Port	MOA
4	PIER 66 Shore Power	Port	100% Port	N/A
				(past SCL's Meter)

**Testing and Commissioning** Cost Responsibilities by Segment and Agreement Approach

#	Node / Segment	T&C Responsibility "Who conducts T&C"	T&C Costs Resp. "Who Pays"	Agreement(s) Approach
Α	T46 S Sub (ex.)	SCL	100% Port	Service Agreement
1A	T46 N/S Service	Joint	100% Port	Service Agreement
1B	T46 N Extension	Joint	100% SCL	MOA
В	Tri-Vault Area	Joint	100% Port	Service Agreement
2	T46 E-W Service	Joint	100% Port	Service Agreement
С	T46 Splice Vault & Bulkhead	Joint	100% Port	Service Agreement
3	Sub Cable	Port	100% Port	MOA
D	PIER 66 Bulkhead and Meter	Joint	100% Port	Service Agreement
4	PIER 66 Shore Power	Port	100% Port	N/A
				(past SCL's Meter)

**Electrical Equipment Ownership and Maintenance** Cost Responsibilities by Segment and Agreement Approach

#	Node / Segment	O&M Electrical Responsibility "Who conducts O&M"	O&M Costs Resp. "Who Pays"	Agreement Approach
A	T46 S Sub (ex.)	SCL	100% Port	Service Agreement, Easement
1A	T46 N/S Service	SCL	75% Port 25% SCL	Service Agreement, Easement
1B	T46 N Extension	SCL	100% SCL	MOA, Easement
В	Tri-Vault Area	SCL	100% Port	Service Agreement, Easement
2	T46 E-W Service	SCL	100% Port	Service Agreement, Easement
С	T46 Splice Vault & Bulkhead	Joint	100% Port	Service Agreement, Easement
3	Sub Cable	Port	100% Port	MOA
D	PIER 66 Bulkhead and Meter	Joint	100% Port	Service Agreement
4	PIER 66 Shore Power	Port	100% Port	N/A (past SCL's Meter)

**Civil / Structural Facilities Ownership and Maintenance** Cost Responsibilities by Segment and Agreement Approach

#	Node / Segment	O&M Civil/Structural Responsibility "Who conducts O&M"	O&M Civil / Structural Costs Resp. "Who Pays"	Agreement Approach
Α	T46 S Sub (ex.)	Port	100% Port	Service Agreement, Easement
1A	T46 N/S Service	Port	100% Port	Service Agreement, Easement
1B	T46 N Extension	Port	100% SCL	MOA, Easement
В	Tri-Vault Area	Port	100% Port	Service Agreement, Easement
2	T46 E-W Service	Port	100% Port	Service Agreement, Easement
С	T46 Splice Vault & Bulkhead	Port	100% Port	Service Agreement, Easement
3	Sub Cable	Port	100% Port	MOA
D	PIER 66 Bulkhead and Meter	Port	100% Port	Service Agreement
4	PIER 66 Shore Power	Port	100% Port	N/A (past SCL's Meter)

### Exhibit 4: The following references are not attached but incorporated by reference into this MOA

- A. Service Letter 2225 Alaskan Way Permanent Shore Power Interruptible (26KV) Service
- B. Seattle City Light electric easement Terminal 46-Final\_231123
- C. Port's Issue-for-Bid Public Works Construction Package

#### SUMMARY and FISCAL NOTE

Department:	Dept. Contact:	CBO Contact:
City Light	Phil Ambrose	Greg Shiring

### 1. BILL SUMMARY

**Legislation Title:** AN ORDINANCE relating to the City Light Department; authorizing the execution of a two-year agreement with the Port of Seattle for the construction of system improvements associated with Terminal 46 and the Pier 66 Shore Power Project and negotiation and execution of an operations agreement.

**Summary and Background of the Legislation:** This ordinance authorizes City Light to enter into an agreement with the Port of Seattle ("the Port") for the construction and provision of shore power to Pier 66 via a submersible cable from Terminal 46. The shore power will enable cruise ships to plug into the local electrical grid and turn off their auxiliary diesel engines while at berth, resulting in an overall reduction in air pollutant and greenhouse gas emissions.

Power will be provided from an existing City Light electrical power vault to Terminal 46 and the submersible cable through the installation of upland electric cables, ductbanks, meter and switchgear infrastructure, and vaults. This infrastructure will be paid for by the Port with a total authorized budget of \$44,000,000.

The submersible cable connecting Terminal 46 with Pier 66 is approximately 6,110 feet long, 26 kilovolt (kV). The cable is owned and installed by the Port and any maintenance or repair of the cable is the Port's responsibility. The Port's use of the Salish Sea for the submersible cable is subject to coordination with local Tribes, including the Suquamish, Muckleshoot, and others. Coordination with local Tribes is fully the Port's responsibility.



The construction agreement also includes improvements to City Light's distribution system to be paid for by City Light at an estimated cost of \$3,595,619. These improvements include the installation of upland electrical cables, ductbanks, and vaults to / from an existing City Light vault north of South King Street and continuing north to the Terminal 46 property line. This new infrastructure is intended for service to Washington State Ferries' Colman Dock Terminal Electrification Project.

As of this date, much of the construction work has been completed to enable shore power for the during the 2024 cruise ship season.

The ordinance also authorizes City Light to negotiate and execute an operations agreement for a duration up to 30 years regarding the operations, inspection, and maintenance of this infrastructure.

2	. CAPITAL IMPROVEMENT PROGRAM		
Do	oes this legislation create, fund, or amend a CIP Project?	☐ Yes ⊠ No.	
3	. SUMMARY OF FINANCIAL IMPLICATIONS		
Do	oes this legislation have financial impacts to the City?	☐ Yes ⊠ No	
4	. OTHER IMPLICATIONS		
a.	Please describe how this legislation may affect any departments beside partment. $\ensuremath{\mathrm{N/A}}$	les the originating	
b.	Does this legislation affect a piece of property? If yes, please attach a map and explain any impacts on the property. Please attach any Environmental Impact Statements,		
	Determinations of Non-Significance, or other reports generated for t	his property.	
	This legislation affects property at the Port of Seattle's Terminal 46, spec	eifically an easement	
	for Seattle City Light to access and maintain electric utility (power) syste	m and service	

The Port of Seattle separately obtained an easement (DNR AQ#51-102593) via Washington State Department of Natural Resources (DNR) for the Project's submerged cable between Terminal 46 and Pier 66.

infrastructure and equipment.

- c. Please describe any perceived implication for the principles of the Race and Social Justice Initiative.
  - i. How does this legislation impact vulnerable or historically disadvantaged communities? How did you arrive at this conclusion? In your response please consider impacts within City government (employees, internal programs) as well as in the broader community.

This will beneficially reduce emissions in the greater Seattle area as cruise ships run off of clean, electric shore power instead of using diesel engines while in dock.

Historically, Seattle's working waterfront employed socially disadvantaged persons affected by poor working environmental conditions. By actively pursuing reduction of emissions, this Project is a step in the right direction to reduce impacts to historically vulnerable communities.

- ii. Please attach any Racial Equity Toolkits or other racial equity analyses in the development and/or assessment of the legislation.  $\rm N\!/\!A$
- iii. What is the Language Access Plan for any communications to the public?

  N/A; the Port is the principal public communications lead for this project. See the Port of Seattle's Project Website for more information.

### d. Climate Change Implications

i. Emissions: How is this legislation likely to increase or decrease carbon emissions in a material way? Please attach any studies or other materials that were used to inform this response.

The <u>Port of Seattle's Project Website</u> further describes the environmental benefits of this project that City Light enables. These benefits include reduction of annual emissions by: 54 metric tons of oxides of Nitrogen (NOx), one (1) metric ton of diesel particulate matter (DPM), and 2,700 metrics tons of greenhouse gas (CO2) emissions.

Additionally, City Light is partnering with the Port of Seattle and Northwest Seaport Alliance (NWSA) for the <u>Seattle Waterfront Clean Energy Strategy (SWCES)</u>. The Project in question is a part of this overall effort to eliminate emissions from Seattle's working waterfront.

ii. Resiliency: Will the action(s) proposed by this legislation increase or decrease Seattle's resiliency (or ability to adapt) to climate change in a material way? If so, explain. If it is likely to decrease resiliency in a material way, describe what will or could be done to mitigate the effects.

N/A

e. If this legislation includes a new initiative or a major programmatic expansion: What are the specific long-term and measurable goal(s) of the program? How will this legislation help achieve the program's desired goal(s)? What mechanisms will be used to measure progress towards meeting those goals?  $N\!/\!A$ 

5. CHECKLIST		
	Is a public hearing required? No	
	Is publication of notice with <i>The Daily Journal of Commerce</i> and/or <i>The Seattle Times</i> required? No.	
	If this legislation changes spending and/or revenues for a fund, have you reviewed the relevant fund policies and determined that this legislation complies? $\rm No.$	
	Does this legislation create a non-utility CIP project that involves a shared financial commitment with a non-City partner agency or organization? No.	
6	ATTACHMENTS	

**Summary Attachments:** None.



# Agenda

- 1. Shore Power Overview
- Pier 66 Project Goals & Overview
- 3. MOA with Port of Seattle & City Light
- 4. Purpose of Ordinance



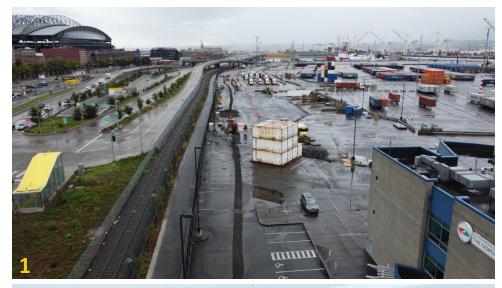
### What is Shore Power?

- A shore power connection allows cruise ships to plug into cleaner, electrical power on land and turn off diesel powered engines.
- Each ship that plugs in can reduce diesel emissions by 80% and CO2 emissions at berth by 66% on average.
- 25% of cruise ships total emissions in Puget Sound can be avoided by plugging into shore power at berth.
- Currently shore power available at Pier 91 for two cruise ships (installed in 2009).
- Shore power under construction at Terminal 5 (cargo).
- Planning for Terminals 48 & 18 (cargo).



## **Project Goals**

- 1. Reduce Carbon Emissions. Shore power enables cruise ships to turn off auxiliary diesel engines while at berth, resulting in overall reduction of annual emissions.
- 2. Promote Environmental Justice. Active reduction of emissions minimizes impacts to socially disadvantaged communities historically affected by poor environmental conditions.





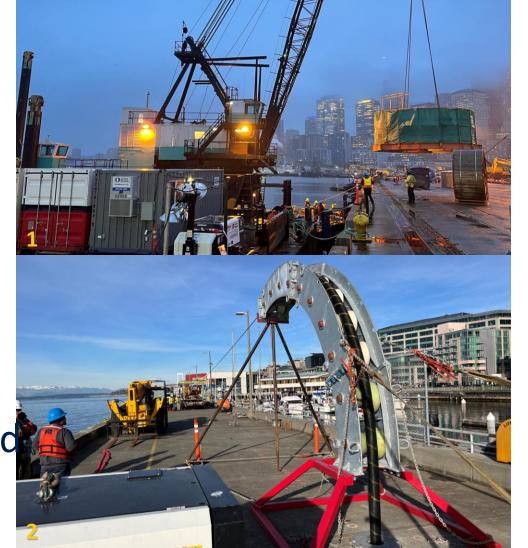
Sep 26, 2023: Ductbank alignment, looking south on Terminal 46
 Sep 13, 2023: Ductbank alignment looking west on Terminal 46
 Photos courtesy of Mark Longridge, Port of Seattle

References: <u>PortofSeattle\_Pier66-ShorePower\_2021\_UpdatedMar2023.pdf</u> (portseattle.org)



## **Project Goals**

- 3. Implement City Light's **Clean Energy Future Strategic Priority** 
  - Transportation Electrification Strategic Investment Plan
- 4. Support the Seattle Waterfront Clean Energy Strategy (SWCES), a partnership between City Light, the Port of Seattle, and Northwest Seaport Alliance (NWSA).



Jan 8, 2024: Submarine Cable Reel load onto barge at Terminal 46.
 Jan 15, 2024: Submarine Cable pull on Pier 66.
 Photos courtesy of Mark Longridge, Port of Seattle

## Pier 66 Shore Power Project Overview

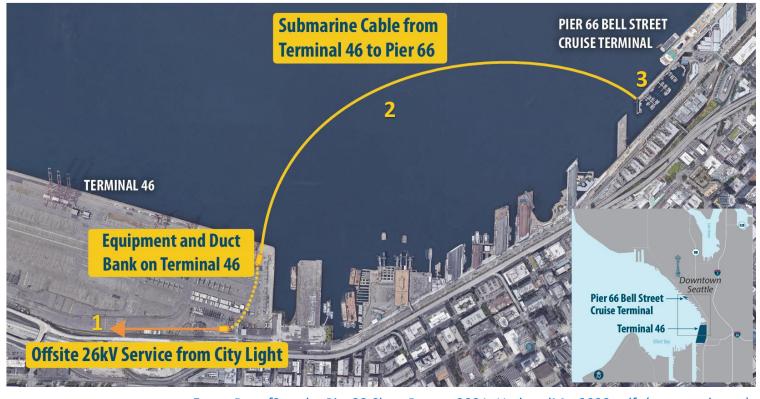
Part of City Light's Maritime
Transportation Electrification Program
(MARTEP)

### **Segments:**

- Underground Ductbank on Terminal 46 for Service and System Extension
- 2. Submersible Cable from Terminal 46 to Pier 66
- 3. Pier 66 Shore Power Infrastructure

**Design:** 2019 – 2023

Construction: Aug 2023 to Q3 2024



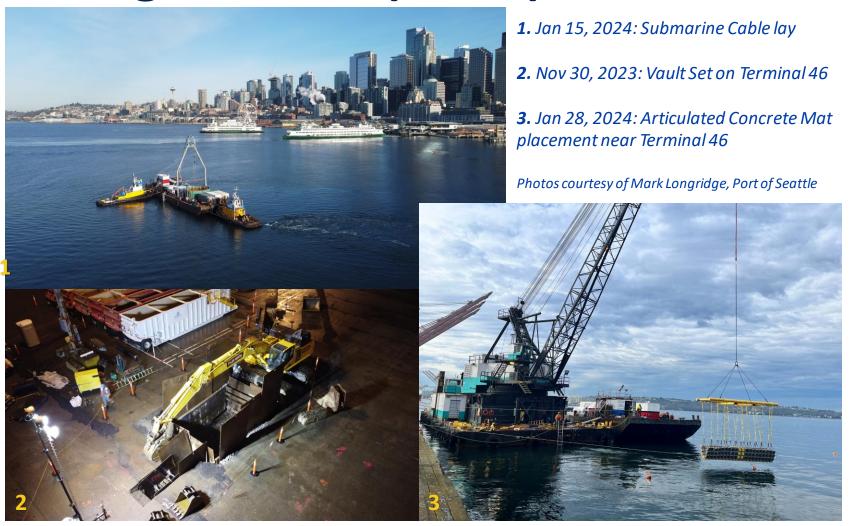
From: PortofSeattle\_Pier66-ShorePower\_2021\_UpdatedMar2023.pdf (portseattle.org)

# Memorandum of Agreement (MOA)

Total Port Budget is \$44M,

City Light's Cost Share is \$3.6M,
including:

- Over 2,600 linear feet of ductbank for system expansion
- Funded by City Light Maritime Transportation Electrification Program (MARTEP)
- Ductbank capacity for future MARTEP services for Washington State Ferries, King County Marine Division, Kitsap Transit, and the Port of Seattle



## **Ordinance Authorizes City Light to:**

- Execute and deliver two (2) year MOA with the Port of Seattle
- Execute a thirty (30)
   year Operations
   Agreement between
   City Light and the
   Port of Seattle
   (forthcoming)



1. Jan 15, 2024: Submarine Cable pulling rig on Pier 66 2 and 3. Jan 15, 2024: Submarine Cable lay at Pier 66

Photos courtesy of Mark Longridge, Port of Seattle

