

JEA CAPITAL PROJECTS COMMITTEE MINUTES
February 25, 2025

The Capital Projects Committee of the JEA Board met at 9:00 am on Tuesday, February 25, 2025, on the 1st Floor, 225 N Pearl Street, Jacksonville, Florida. The public was invited to attend this meeting in-person at the physical location.

WELCOME

Meeting Called to Order – Committee Chair Rick Morales called the meeting to order at 9:00 am. Also attending in person was committee members John Baker and Arthur Adams. Board Chair General Joseph DiSalvo and MG Orender also attended in person.

Others in attendance in-person were Vicky Cavey, Managing Director/CEO; Kurt Wilson, Chief of Staff; Ted Phillips, Chief Financial Officer; Joe Orfano, Deputy Chief Financial Officer & Treasurer; Dr. Charles Moreland, Chief Customer Experience Officer; Ricky Erixton, Chief Electric Systems Officer; Rob Zammataro, Chief Water Systems Officer; Regina Ross, Chief Legal Officer, Office of General Counsel, and Melissa Dalton, Manager, Board Services.

Adoption of the Agenda – On *motion* by Mr. Baker and seconded by Mr. Adams, the agenda was approved.

Adoption of the Minutes – On *motion* by Mr. Baker and seconded by Mr. Adams, the November 7, 2024, Capital Project Committee meeting minutes were approved.

Safety Briefing – Ricky Erixton, Chief Electric Systems Officer, provided a safety briefing.

Comments from the Public: There were no comments from the public.

FOR COMMITTEE CONSIDERATION

Arlington East Water Reclamation Facility (WRF) Phase 2 Expansion – Ricky Erixton, Chief Electric Systems Officer, introduced Sean Conner, Director, Water/Wastewater Project Engineering & Construction. Rob Zammataro, Chief Water Systems Officer, provided an overview of the Arlington East WRF Phase 2 Expansion. Sean Conner, Director, Water/Wastewater Project Engineering & Construction, highlighted the necessary upgrades, initial bid process, second bid approach based on feedback received at the May 14, 2024, Capital Project Committee, second bid results, and bid price variances. Board members held discussions regarding the bid results, Senate Bill 64, and the purpose of the expansion.

On *motion* by Mr. Adams and seconded by Mr. Baker, the committee unanimously voted to recommend the Board approve the award to Wharton-Smith for construction of the Arlington East WRF Phase 2 Expansion project. This includes the construction of the new influent structure, aeration basin, primary clarifier, and blowers in the amount of \$99,117.

130kV / 230kV Fulton Cut Replacement – Ricky Erixton, Chief Electric Systems Officer, provided background information, timeline, project scope, and construction and operational risks for the Fulton Cut project. At the request of Board members, Mr. Erixton highlighted the service territory, contingency planning, estimate variances, enlarging the capacity, memorializing the scope and responsibilities of the project. Regina Ross, Chief Legal Officer, Office of General Counsel, provided a review of the Interlocal Agreement. Joe Orfano, Deputy Chief Financial Officer & Treasurer, highlighted the cash flow projections, guaranteed maximum price with Quanta, clarified the total project cost of \$117M, and provided a review of funding by the State of Florida, City of Jacksonville, Jacksonville Port Authority, and JEA.

At the request of Board members, staff discussed the lack of grant funding.

Mr. MG Orender arrived at 9:28 am.

Mr. Baker extended appreciation to staff for their hard work. Ms. Ross provided guidance to the Board noting two motions are needed: to amend the Guaranteed Maximum Price (GMP) proposal dated January 3, 2025, from Quanta Infrastructure Solutions Group, LLC.

On ***motion*** by Mr. Adams and seconded by Mr. Baker, the committee unanimously voted to recommend the Board approve the revised GMP as outlined in Resolution 2025-11a.

Ms. Ross noted the second request is to approve the Interlocal Agreement between JEA, Jacksonville Port Authority, and the City of Jacksonville for the funding and construction of the Fulton Cut Replacement project.

On ***motion*** by Mr. Baker and seconded by Mr. Adams, the committee unanimously voted to recommend the Board approve the Interlocal Agreement as outlined in resolution 2025-11b.

Combined Cycle Update – Ricky Erixton, Chief Electric Systems Officer, provided an update on the significant activities and milestones noting a few date revisions. Mr. Erixton noted JEA has received two bids including GE Vernova and Mitsubishi Power America. Staff will provide a presentation to the Committee in May 2025 with a review of the Power Island bid, as well as data from the market test. Mr. Erixton noted the Carbon Capture and Sequestration Site Screening and Feasibility Study report is currently under review. Board members held discussions regarding greenhouse gas. This presentation was received for information.

CLOSING CONSIDERATIONS

Old and Other New Business/Open Discussion – None

Announcements – Next meeting May 23, 2025

Adjournment – With no further business coming before the committee, Chair Morales declared the meeting adjourned at 9:37 am.

APPROVED BY:



Rick Morales, Committee Chair

Date: _____

5/27/25

Submitted by:

Melissa Dalton

Melissa M. Dalton

Director, Board and Administrative Services