

REGULAR MEETING
OF PUBLIC UTILITY DISTRICT NO. 2 OF GRANT COUNTY

July 11, 2023

The Commission of Public Utility District No. 2 of Grant County, Washington, convened at 8:30 a.m. at Grant PUD’s Main Headquarters Building, 30 C Street SW, Ephrata, Washington and via Microsoft Teams Meeting / +1 509-703-5291 Conference ID: 596 502 173# with the following Commissioners present: Nelson Cox, President; Tom Flint, Vice-President; Terry Pyle, Secretary; Larry Schaapman, Commissioner and Judy Wilson, Commissioner.

An executive session was announced at 8:34 a.m. to last until 9:00 a.m. to review performance of a public employee pursuant to RCW 42.30.110(1)(g). The executive session concluded at 9:00 a.m. and the regular session resumed.

The Commission convened to review vouchers and correspondence.

The Commission recessed at 9:17 a.m.

The Commission resumed at 9:30 a.m.

A round table discussion was held regarding the following topics: wildfire follow-up and request for discussion with Grant County Commissioners regarding secondary Crescent Bar emergency access route; Commissioner Schaapman provided a follow-up from lunch meeting with Representatives Dent and Ybarra and Senator Warnick regarding state legislation in respect to boat dock risk insurance exemptions; Power Delivery Engineering Technician staffing; request for clarification between Arch Stanley Consulting and Stanley Consulting; Commissioner Cox expressed appreciation to Tyler Delong, Line Office Supervisor; ongoing Organizational Alignment workshops; and update from Mr. Wallen regarding recent meeting with Obsidian Renewals.

New employee, Kate Schmuck, Lands and Recreation Technician, was introduced to the Commission.

Shannon Lowry, Manager of License Compliance and Lands Services, presented the License Compliance and Lands Service Program Report.

Terry McKenzie, Senior Manager of Wholesale Fiber, provided the Wholesale Fiber Report.

Paul Dietz, Manager of Enterprise Risk Management, presented the Enterprise Risk Program Report.

Trade association and committee reports were reviewed.

An executive session was announced at 12:00 p.m. to last until 12:55 p.m. to review performance of a public employee with legal counsel present pursuant to RCW 42.30.110(1)(g), to discuss pending litigation with legal counsel present pursuant to RCW 42.30.110(1)(i) and to discuss lease or purchase of real estate if disclosure would increase price with legal counsel present pursuant to RCW 42.30.110(1)(b). The executive session concluded at 12:55 p.m. and the regular session resumed.

Consent agenda motion was made Mr. Schaapman and seconded by Mr. Flint to approve the following consent agenda items:

Payment Number	133041	through	133442	\$36,960,462.62
Payroll Direct Deposit	219239	through	220053	\$2,495,293.26
Payroll Tax and Garnishments	20230628A	through	20230628B	\$1,057,742.27

Meeting minutes of June 27, 2023.

After consideration, the above consent agenda items were approved by unanimous vote of the Commission.

Resolution No. 9024 relative to awarding a contract was presented to the Commission. Motion was made by Mr. Flint and seconded by Mr. Schaapman to approve Resolution No. 9024. After consideration, the motion passed by unanimous vote of the Commission.

RESOLUTION NO. 9024A RESOLUTION ACCEPTING A BID AND AWARDING CONTRACT 130-11694HR,
FOR WEST CANAL SUBSTATION LABOR - REBIDRecitals

1. Bids were publicly opened on May 17, 2023 for Contract 130-11694HR, for West Canal Substation Labor - Rebid;
2. Bid proposals were received from the following suppliers/contractors and evaluated by Grant PUD's staff;

• Potelco, Inc.	\$5,698,480.00
• Palouse Power, LLC	\$5,793,370.17
• Michels Pacific Energy	\$6,733,594.89
3. The low bid, submitted by Potelco, Inc. is both commercially and technically compliant with Grant PUD's contract requirements;
4. The bid is less than the Engineer's Estimate of \$6,844,374.50; and
5. Grant PUD's Senior Manager of Power Delivery Engineering and Managing Director of Power Delivery concur with staff and recommend award to Potelco, Inc. as the lowest responsible and best bid based on Grant PUD's plan and specifications.

NOW, THEREFORE, BE IT RESOLVED by the Commission of Public Utility District No. 2 of Grant County, Washington, that the General Manager is authorized to enter into a contract, Contract 130-11694HR, for West Canal Substation Labor – Rebid with Potelco, Inc. of Sumner, WA in the amount of \$5,698,480.00 plus applicable sales tax, upon receipt of the required payment and performance bond in a manner satisfactory to Grant PUD's Counsel.

PASSED AND APPROVED by the Commission of Public Utility District No. 2 of Grant County, Washington, this 11th day of July, 2023.

Resolution No. 9025 relative to accepting and awarding a contract was presented to the Commission. Motion was made by Mr. Schaapman and seconded by Mr. Flint to approve Resolution No. 9025. After consideration, the motion passed by unanimous vote of the Commission.

RESOLUTION NO. 9025A RESOLUTION ACCEPTING A BID AND AWARDING CONTRACT 130-11695H, FOR QUINCY
FOOTHILLS SUBSTATION LABORRecitals

1. Bids were publicly opened on May 31, 2023 for Contract 130-11695H, for Quincy Foothills Substation Labor;
2. Bid proposals were received from the following suppliers/contractors and evaluated by Grant PUD's staff;

• Potelco, Inc.	\$7,068,900.00
• Palouse Energy	\$7,635,918.43
3. The low bid, submitted by Potelco, Inc. is both commercially and technically compliant with Grant PUD's contract requirements;
4. The bid is less than the Engineer's Estimate of \$11,658,824.11; and
5. Grant PUD's Senior Manager of Power Delivery Engineering and Managing Director of Power Delivery concur with staff and recommend award to Potelco, Inc. as the lowest responsible and best bid based on Grant PUD's plan and specifications.

NOW, THEREFORE, BE IT RESOLVED by the Commission of Public Utility District No. 2 of Grant County, Washington, that the General Manager is authorized to enter into a contract, Contract 130-11695H, for Quincy Foothills Substation Labor with Potelco, Inc. of Sumner, WA in the amount of \$7,068,900.00 plus applicable sales tax, upon receipt of the required payment and performance bond in a manner satisfactory to Grant PUD's Counsel.

PASSED AND APPROVED by the Commission of Public Utility District No. 2 of Grant County, Washington, this 11th day of July, 2023.

Motion was made by Mr. Flint and seconded by Mr. Schaapman authorizing the General Manager/CEO, on behalf of Grant PUD, to execute Change Order No. 11 to Contract 430-4045 with Voith Hydro, Inc increasing the not-to-exceed contract amount by \$15,820,834.00 for a new revised contract total of \$75,876,052.00 and resetting the delegated authority levels to the authority granted to the General Manager/CEO per Resolution No. 8609 for charges incurred as a result of Change Order No. 11. After consideration, the motion passed by unanimous vote of the Commission.

The Commissioners reviewed future agenda items.

The Commission calendar was reviewed.

John Mertlich, Senior Manager of FP&A; Shaun Harrington, Senior Financial Analyst; and Dale Campbell, Senior Manager of Power Production Engineering presented a Turbine/Generator Evaluation Report.

The Commission recessed at 2:05 p.m.

The Commission resumed at 2:10 p.m.

Gene Austin, Compliance Program Manager, provided the NERC/WECC R&C Program Report.


Bonnie Overfield, CFO, updated the Commission on current Bond Transaction activities.

There being no further business to discuss, the Commission adjourned at 2:27 p.m. on July 11 and reconvened on Tuesday, July 18 at 8:30 a.m. at Grant PUD’s Main Headquarters Building, 30 C Street SW, Ephrata, Washington for the purpose of holding workshop and any other business that may come before the Commission with the following Commissioners present: Nelson Cox, Tom Flint, Terry Pyle, Larry Schaapman and Judy Wilson. A copy of the notice of adjournment was posted to the Grant PUD website.


An executive session was announced at 11:20 a.m. to last until 12:00 p.m. to discuss lease or purchase of real estate if disclosure would increase price with legal counsel present pursuant to RCW 42.30.110(1)(b). The executive session concluded at 12:00 p.m. and the regular session resumed.

An additional executive session was announced at 12:00 p.m. to last until 12:55 p.m. to review performance of a public employee with legal counsel present pursuant to RCW 42.30.110(1)(g) and to discuss potential litigation with legal counsel present pursuant to RCW 42.30.110(1)(i). The executive session concluded at 12:55 p.m. and the regular session resumed.

There being no further business to discuss, the July 11, 2023 meeting officially adjourned at 2:05 p.m. on July 18, 2023.

ATTEST:

Terry Pyle, Secretary




Nelson Cox, President


Tom Flint, Vice President


Larry Schaapman, Commissioner


Judy Wilson, Commissioner