

Motion was made by Mr. Bernd and seconded by Mr. Flint authorizing the General Manager, on behalf of Grant PUD, to execute Change Order No. 3 to Contract 130-3992 with Northwest Open Access Network (NoaNet), revising the scope of service, increasing the not-to-exceed contract amount by \$209,880.00 for a new contract total of \$756,056.00, extending the completion date to March 31, 2019, and resetting the delegated authority levels to the authority granted to the General Manager per Resolution No. 8609 for charges incurred as a result of Change Order No. 3. After consideration, the motion passed by unanimous vote of the Commission.

The Commissioners reviewed future agenda items.

The Commission calendar was reviewed.

An executive session was announced at 1:30 p.m. to last until 3:00 p.m. to discuss legal risks of current practice or proposed action with legal counsel present pursuant to RCW 42.30.110(1)(i) and performance of a public employee pursuant to RCW 42.30.110(1)(g). The executive session concluded at 3:00 p.m. and the regular session resumed.

An additional executive session was announced at 3:00 p.m. to last until 4:00 p.m. to discuss performance of a public employee pursuant to RCW 42.30.110(1)(g). The executive session concluded at 4:00 p.m. and the regular session resumed.

An additional executive session was announced at 4:00 p.m. to last until 4:15 p.m. to discuss performance of a public employee pursuant to RCW 42.30.110(1)(g). The executive session concluded at 4:15 p.m. and the regular session resumed.

There being no further business to discuss, the Commission adjourned at 4:15 p.m. on April 10 and reconvened on Friday, April 13 at 10:00 a.m. at the Port of Quincy Classroom, 101 F Street SW, Quincy, Washington for the purpose of attending a Grant / Chelan joint board training session with Wayne Greenberg and any other business that may come before the Commission with the following Commissioners present: Terry Brewer, Bob Bernd, Dale Walker, Tom Flint, and Larry Schaabman. A copy of the notice of adjournment was posted near the door outside the Commission room.

There being no further business to discuss, the April 10 meeting officially adjourned at 1:30 p.m. on April 13, 2018.

ATTEST:    
    
 Dale Walker, Secretary

   
 Terry Brewer, President

   
 Bob Bernd, Vice President

   
 Tom Flint, Commissioner

   
 Larry Schaabman, Commissioner

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

April 24, 2018

The Commission of Public Utility District No. 2 of Grant County, Washington, convened at 9:00 a.m. at Grant PUD's Main Headquarters Building, 30 C Street SW, Ephrata, Washington with the following Commissioners present: Terry Brewer, President; Bob Bernd, Vice-President; Dale Walker, Secretary; Tom Flint, Commissioner; and Larry Schaapman, Commissioner.

A round table discussion was held regarding the following topics: defective transmission line capacitors; H.R. 3144 support; spill gate dewatering process; Dick Deane residential customer concern; AMP project; Grant PUD phone tree / automated phone system; ISP standards/service level agreements; and Contract 130-0818H – labor to vacuum oil fill power transformers.

Luis Sanchez, Safety Coordinator, provided a Safety report.

Dave Churchman, CCO, provided an Evolving Industry report.

The Commission recessed at 11:05 a.m.

The Commission resumed at 11:10 a.m.

Thomas Stredwick, Senior Manager of Wholesale Fiber, and Russ Brethower, Senior Manager of Wholesale Fiber, provided a Wholesale Fiber report.

The Commission attended a lunch meeting with Grant County Commissioners.

Jeff Bishop, CFO, reviewed Wholesale Fiber Metric Targets.

The afternoon portion of the meeting was opened by reciting the Pledge of Allegiance.

Roger Mills, Engagement Partner, and Wei "Clifford" Fan, Audit Manager, of PricewaterhouseCoopers (PWC) held an exit conference with the Commission to review results of the PWC 2017 Strategic Audit.

Dick Deane, Moses Lake, spoke in support of Grant PUDs proposed action plan toward addressing the rapid increase in potential evolving industry customers and new customer service requests. He also expressed concern with the perceived negative impacts these types of customers and businesses have on residential communities.

Douglas Sly, Moses Lake, spoke against crypto currency server facilities in residential neighborhoods and raised concern regarding potential threats these types of businesses bring to local communities.

Correspondence was noted from Paul Englis, Microsoft Data Center Community Development Team, expressing appreciation to the Commission for the opportunity to partner with Grant PUD in the George broadband project; and from Lee Williams, of Moses Lake, regarding concerns with content of the *Grant PUD Connection* newsletter included as an insert with customer billing.

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

Payment Numbers	81330	through	81724	\$16,457,215.94
Payroll Direct Deposit	121491	through	122168	\$ 1,541,308.16

Meeting minutes of April 10, 2018.

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

Resolution No. 8883 relative to amending the Strategic Plan was presented to the Commission. Motion was made by Mr. Bernd and seconded by Mr. Walker to approve Resolution No. 8883. After consideration, the motion passed by unanimous vote of the Commission.

RESOLUTION NO. 8883A RESOLUTION AMENDING GRANT PUD'S STRATEGIC PLAN  
EFFECTIVE APRIL 24, 2018Recitals

1. On January 28, 2013, the Commission by Resolution No. 8660 amended Grant PUD's Strategic Plan;
2. The Strategic Plan is a living document that will be systematically reviewed every six months with the Commission. During these sessions, the board will review progress made towards our goals and identify the strengths, weaknesses, opportunities, and threats facing the utility;
3. Slight variations to the document are anticipated regularly and will be reviewed with the Commission. When formal action is taken to revise the Strategic Plan, staff will propose those changes via formal resolution; and
4. Grant PUD's General Manager recommends adoption of a revised Strategic Plan dated April 24, 2018.

NOW, THEREFORE, BE IT RESOLVED by the Commission of Public Utility District No. 2 of Grant County, Washington, that Grant PUD's Strategic Plan dated April 24, 2018 is hereby adopted and said Strategic Plan replaces and supersedes Grant PUD's Strategic Plan dated January 28, 2013.

BE IT FURTHER RESOLVED that Resolution No. 8660 is hereby superseded.

PASSED AND APPROVED by the Commission of Public Utility District No. 2 of Grant County, Washington, this 24<sup>th</sup> day of April, 2018.

Resolution No. 8884 relative to adopting appointee salaries was presented to the Commission. Motion was made by Mr. Flint and seconded by Mr. Schaapman to approve Resolution No. 8884. After consideration, the motion passed by unanimous vote of the Commission.

RESOLUTION NO. 8884

## A RESOLUTION ADOPTING SALARIES FOR COMMISSION APPOINTEES

Recitals

1. The Commission desires to establish the salaries for Commission Appointees as set forth herein.

NOW, THEREFORE, BE IT RESOLVED by the Commission of Public Utility District No. 2 of Grant County, Washington, as follows:

Section 1. The adjusted salaries for Commission Appointees is set forth in Exhibit A and shall be effective May 4, 2018.

Section 2. The Commission adds a one-time contribution of fifteen (15) days at eight (8) hours per day to the personal leave (PL) bank of the General Manager.

Section 3. The Commission adds a one-time contribution of three (3) days at eight (8) hours per day to the personal leave (PL) bank of the General Counsel.

Section 4. This resolution supersedes any prior resolution relating to Commission Appointee salaries to the extent of any conflict or inconsistency with the salary adjustments set forth in Exhibit A.

PASSED AND APPROVED by the Commission of Public Utility District No. 2 of Grant County, Washington, this 24<sup>th</sup> day of April, 2018.

Motion was made by Mr. Schaapman and seconded by Mr. Walker authorizing the General Manager, on behalf of Grant PUD, to approve Change Order No. 2 to Contract 430-2540 with the Yakama Nation and its subcontractors revising the scope of service, increasing the not-to-exceed contract price by \$13,955,992.00 for a new contract total of \$21,331,204.00, extending the contract completion date to April 30, 2033, and resetting the delegated authority levels to the authority granted

to the General Manager per Resolution No. 8609 for charges incurred as a result of Change Order No. 2. After consideration, the motion passed by unanimous vote of the Commission.

Motion was made by Mr. Flint and seconded by Mr. Schaapman authorizing the General Manager, on behalf of Grant PUD, to execute Contract 120-08247 for the proposed sale of 10% of the Priest Rapids Project Output (PRPO) for a 6-month term, commencing July 1, 2018 to Avangrid Renewables. After consideration, the motion passed by unanimous vote of the Commission.

The Commissioners reviewed future agenda items.

The Commission calendar was reviewed.

The Commission recessed at 2:12 p.m.

The Commission resumed at 2:15 p.m.

Steve Fisher, Managing Director of Power Distribution; Mike Tongue, Senior Manager of Power Delivery Construction and Maintenance; Jeff Mettler, Manager of Control Systems Engineering; and Russ Seiler, Manager of Power Delivery Projects, provided a Power Delivery – Production Performance report.

Commission President Brewer announced he was appointing an AdHoc committee, tasking Commissioners Flint and Bernd to engage with staff as Grant develops an RFP that is to be created for soliciting interests for the 2018 auditing contracts. In addition, the committee will engage with staff in review of RFPs and ultimately the recommendation that is presented to the Commission for action.

An executive session was announced at 3:15 p.m. to last until 3:45 p.m. to discuss performance of a public employee with legal counsel present pursuant to RCW 42.30.110(1)(g). The executive session concluded at 3:45 p.m. and the regular session resumed.

There being no further business to discuss, the Commission adjourned at 3:45 p.m. on April 24 and reconvened on Monday, May 7 at 12:30 p.m. at Grant PUD's Main Headquarters Building, 30 C Street SW, Ephrata, Washington, for the purpose of attending an Evolving Industry Commission workshop and any other business that may come before the Commission with the following Commissioners present: Terry Brewer, Bob Bernd, Dale Walker, Tom Flint, and Larry Schaapman. A copy of the notice of adjournment was posted near the door outside the Commission room.

There being no further business to discuss, the April 24 meeting officially adjourned at 5:05 p.m. on May 7, 2018.

ATTEST:

  
Dale Walker, Secretary



  
Terry Brewer, President

  
Bob Bernd, Vice President

  
Tom Flint, Commissioner

  
Larry Schaapman, Commissioner