

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

January 28, 2020

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: Tom Flint, President; Larry Schaapman, Vice-President; Judy Wilson, Secretary; Dale Walker, Commissioner; and Nelson Cox, Commissioner.

A round table discussion was held regarding the following topics: remote metering; CI Team 4 recognition; follow-up on recent review of Strategic Plan; request for talking points and graphic related to Mid-C transmission differences; request for staff report regarding potential solar project; and report from Commissioner Cox regarding breakfast meeting with the Grant County Industrial Alliance group.

Ron Roth, Safety Coordinator, provided the Safety Report.

Russ Brethower, Senior Manager of Wholesale Fiber, provided the Wholesale Fiber Business report.

CI Team 4 members presented the Leadership Safety Training Plan (LSTP).

The Commission attended a recognition lunch meeting with CI Team 4, Safety Steering Team and the executive team. CI Team 4 members recognized for their service included: Jaime Gifford, Bross Holland, Valerie Hernandez, Vanessa Seldal, Terry McKenzie, Angie Smith, Thomas Stredwick, Josh Noga, and Tony Alberti.

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

Tom Willis, Moses Lake, expressed admiration for Grant PUD's safety culture efforts and spoke in appreciation of the Continuous Improvement (CI) Team 4 Leadership Safety Training Plan presentation. Mr. Willis also voiced frustration with the fiber build out schedule and questioned the validity of such schedule.

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

Payment Number	99220	through	99688	\$101,367,229.20
Payroll Direct Deposit	152990	through	153675	\$1,730,010.71
Payroll Tax and Garnishments	20200116A	through	20200116C	\$752,822.15

Meeting minutes of January 14, 2020.

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

Resolution No. 8938 relative to accepting a bid and awarding a contract was presented to the Commission. Motion was made by Mr. Walker and seconded by Mr. Schaapman to approve Resolution No. 8938. After consideration, the motion passed by unanimous vote of the Commission.

RESOLUTION NO. 8938

A RESOLUTION ACCEPTING A BID AND AWARDING CONTRACT 230-08636, FOR PRIEST
RAPIDS RIGHT EMBANKMENT IMPROVEMENT PROJECT

Recitals

1. Bids were publicly opened on November 20, 2019 for Contract 230-08636, for Priest Rapids Right Embankment Improvement Project;
2. Bid proposals were received from the following suppliers/contractors and evaluated by Grant PUD's staff;
 - IMCO General Construction, Inc. \$33,382,742.00
 - Tapani, Inc. \$44,499,600.00
 - Big Sky Civil/Montana Civil Joint Venture \$46,228,795.00
 - Granite Construction Company \$61,271,580.00

3. The low bid, submitted by IMCO General Construction, Inc. is both commercially and technically compliant with Grant PUD's contract requirements;
4. The bid is less than the Engineer's Estimate of \$46,240,162.97; and
5. Grant PUD's Senior Manager of Power Production Engineering and Managing Director of Power Production concur with staff and recommend award to IMCO General Construction, 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 230-08636, for Priest Rapids Right Embankment Improvement Project with IMCO General Construction, Inc. of Ferndale, Washington in the amount of \$33,382,742.00 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 28th day of January, 2020.

Resolution No. 8939 relative to accepting a bid and awarding a contract was presented to the Commission. Motion was made by Mr. Walker and seconded by Mr. Cox to approve Resolution No. 8939. After consideration, the motion passed by unanimous vote of the Commission.

RESOLUTION NO. 8939

A RESOLUTION ACCEPTING A BID AND AWARDING CONTRACT 130-09625, FOR TREE TRIMMING AND REMOVAL SERVICES FROM FEBRUARY 2020 TO DECEMBER 2021

Recitals

1. Bids were publicly opened on December 17, 2019 for Contract 130-09625, for Tree Trimming and Removal Services from February 2020 to December 2021;
2. Bid proposals were received from the following suppliers/contractors and evaluated by Grant PUD's staff;
 - Basin Tree Service and Pest Control, Inc. \$1,711,610.28
3. The low bid, submitted by Basin Tree Service and Pest Control, Inc. is both commercially and technically compliant with Grant PUD's contract requirements;
4. The bid is less than the Engineer's Estimate of \$3,863,749.00; and
5. Grant PUD's Senior Manager of Power Delivery Construction Maintenance and Managing Director of Power Delivery concur with staff and recommend award to Basin Tree Service and Pest Control, 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 130-09625, for Tree Trimming and Removal Services from February 2020 to December 2021 with Basin Tree Service and Pest Control, Inc. of Ephrata, Washington in the amount of \$1,711,610.28 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 28th day of January, 2020.

Motion was made by Mr. Schaapman and seconded by Mr. Cox authorizing the General Manager/CEO, on behalf of Grant PUD, to execute Change Order No. 5 to Contract 230-3871 with Brazil Quality Services, increasing the not-to-exceed contract amount by \$2,350,000.00 for a new contract total of \$6,650,000.00 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. 5. After consideration, the motion passed by unanimous vote of the Commission.

Motion was made Mr. Walker and seconded by Mr. Cox authorizing the General Manager/CEO, on behalf of Grant PUD, to execute Change Order No. 5 to Contract 430-3797 with Washington State Department of Fish & Wildlife, replacing revised Appendix B, increasing the not-to-exceed contract amount by \$1,457,609.00 for a new contract total of \$3,779,548.80, extending the completion date to

December 31, 2022, 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. 5. After consideration, the motion passed by unanimous vote of the Commission.

Motion was made Mr. Cox and seconded by Mr. Schaapman authorizing the General Manager/CEO, on behalf of Grant PUD, to execute Amendment No. 1 to Interlocal Agreement 430-08136 with Public Utility District No. 1 of Douglas County, Washington, revising the scope of service, increasing the not-to-exceed contract amount by \$995,591.00 for a new contract total of \$1,342,955.00, extending the contract completion date to February 28, 2025 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 Amendment No. 1. After consideration, the motion passed by unanimous vote of the Commission.

The Commissioners reviewed future agenda items.

The Commission calendar was reviewed.

Jeff Grizzel, Director of Power Delivery, provided the Power Delivery Performance report.

Shaun Harrington, Data Analyst, provided the Retail Load and Revenue Variance report.

Susy Anderson, Engineering Services Supervisor; Justin Butterly, Project Specialist IV; Troy Holt, Telecommunications Engineer; Justin Piturachsattit, Outside Fiber Plant Coordinator and Annette Lovitt, Project Manager, provided an Electric System GIS Replacement report.

An executive session was announced at 3:15 p.m. to last until 3:35 p.m. to discuss pending litigation with legal counsel present pursuant to RCW 42.30.110(1)(i). The executive session concluded at 3:35 p.m. and the regular session resumed.

An additional executive session was announced at 3:35 p.m. to last until 4:10 p.m. to discuss performance of a public employee pursuant to RCW 42.30.110(1)(g). The executive session concluded at 4:10 p.m. and the regular session resumed.

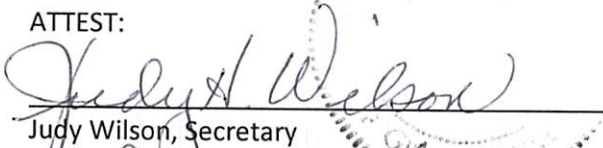
There being no further business to discuss, the Commission adjourned at 4:10 p.m. on January 28 and reconvened on Wednesday, January 29 at 4:00 p.m. at the Port of Royal Slope, 4975 Road 13.5 NW, Royal City, Washington for the purpose of attending a Red Rock Public Meeting and any other business that may come before the Commission with the following Commissioners present: Tom Flint, Larry Schaapman, Dale Walker, and Nelson Cox. A copy of the notice of adjournment was posted near the door outside the Commission room.

There being no further business to discuss, the Commission adjourned at 7:00 p.m. on January 29 and reconvened on Wednesday, February 5 at 4:00 p.m. at the Port of Royal Slope, 4975 Road 13.5 NW, Royal City, Washington for the purpose of attending a Red Rock Public Meeting and any other business that may come before the Commission with the following Commissioners present: Tom Flint, Larry Schaapman, and Judy Wilson. A copy of the notice of adjournment was posted near the door outside the Commission room.

There being no further business to discuss, the Commission adjourned at 7:00 p.m. on February 5 and reconvened on Friday, February 7 at 1:30 p.m. at the Thomas S. Foley United States Courthouse, 920 West Riverside Ave, Room 840, Spokane, Washington for the purpose of attending Legal Hearings and any other business that may come before the Commission with the following Commissioners present: Tom Flint, Dale Walker, and Nelson Cox. A copy of the notice of adjournment was posted near the door outside the Commission room.

There being no further business to discuss, the January 28 meeting officially adjourned at 23:30 p.m. on February 7, 2020.

ATTEST:

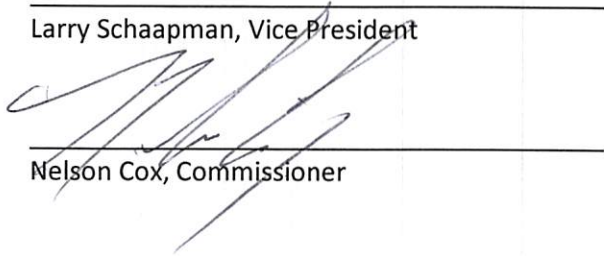

Judy Wilson, Secretary


Dale Walker, Commissioner




Tom Flint, President

Larry Schaapman, Vice President


Nelson Cox, Commissioner