

COMMISSION MEETING AGENDA
PUBLIC UTILITY DISTRICT NO. 1 OF DOUGLAS COUNTY
EAST WENATCHEE, WASHINGTON
SEPTEMBER 11, 2017 - 1:30 P.M.

1. Flag Salute
2. Minutes
3. Vouchers
4. Public Comment
5. 30-Year Service Award – Loren Grode
6. Review Bid Opening – Bid Document – 17-04-W, Construct Okanogan River Paddlers Campground
7. Review Bid Opening – Bid Documents – 17-14-W, Methow Hatchery Pond 13 Avian Protection Improvement and Pond Liner Replacement
8. Resolution Increasing the Dollar Amount of the East Wenatchee Petty Cash Fund
9. Resolution Declaring Miscellaneous Items of Personal Property to be Surplus to the Needs of the District and Authorizing the District to Sell Those Items by Public Auction
10. Resolution Authorizing a Programming Service Transport Agreement with the Television Network MGM Domestic Networks, Inc.
11. Resolution Authorizing the District to Renew Information Security and Privacy Liability Insurance with Beazley
12. Resolution Authorizing Interconnection and Service Agreement with McDougall & Sons, Inc.
13. Resolution Authorizing Acceptance of Work and Final Payment to Cascade Cable Constructors, Inc. for the Third Year Under Contract 14-09-D, Provide Traffic Control Services
14. Resolution Affirming Change Order No. 13 to Contract 14-19-W, Wells Hatchery Modernization
15. Resolution Affirming Addendum No. 2 to Bid Document 17-01-W, Upgrade the 300T Gantry Crane at the Wells Hydroelectric Project
16. Resolution Authorizing Award of Contract 17-04-W to Selland Construction, Inc. to Construct Okanogan River Paddlers Campground
17. Resolution Authorizing a Call for Bids Under Bid Document 17-16-W, Directional Drilling of HDPE Pipe Through Railroad/Roadway Embankment at the Wells Hydroelectric Project
18. Resolution Authorizing Change Order No. 2 to Task Order No. 5 Under the Master Services Agreement with Stantec Consulting Services, Inc.

19. Resolution Authorizing Approval of Land Use Permit 304-04, Richard Kerbs
20. Resolution Authorizing Approval of Land Use Permit 311F-02, Joe and Laverta Dauterman
21. Resolution Authorizing Approval of Land Use Permit 486B-01, Marc and Nancy Tillson
22. Resolution Authorizing Approval of Land Use Permit 489-02, Matt Horey and Lori Dijulio-Horey
23. Financial and Statistical Report – Distribution System – June 2017
24. Budget Report – Distribution System – June 2017
25. Internal Audit Report – July 2017
26. Preliminary Disturbance Report
27. DCCN Report – August 2017
28. Wells Hatchery Operations
29. Other
30. Trips
31. Minutes
32. Executive Session: RCW 42.30.110(1)(i)

RESOLUTION NO. _____

**A RESOLUTION INCREASING THE DOLLAR AMOUNT OF THE
EAST WENATCHEE PETTY CASH FUND**

RECITALS:

1) A petty cash fund in the amount of \$150 presently exists at the East Wenatchee Headquarters.

2) The petty cash fund is used for reimbursing employee business expenses.

3) Customer Accounting Supervisor Kim Girdler states that the fund is inadequate for current activity levels and should be increased to \$250.

NOW, THEREFORE, BE IT RESOLVED by the Commission of Public Utility District No. 1 of Douglas County, Washington, that the East Wenatchee petty cash fund be increased from \$150 to \$250.

ADOPTED this 11th day of September, 2017.

Ronald E. Skagen, President

Aaron J. Viebrock, Vice President

ATTEST:

Molly Simpson, Secretary

RESOLUTION NO. _____

**A RESOLUTION DECLARING MISCELLANEOUS ITEMS OF
PERSONAL PROPERTY TO BE SURPLUS TO THE NEEDS OF
THE DISTRICT AND AUTHORIZING THE DISTRICT TO SELL
THOSE ITEMS BY PUBLIC AUCTION**

RECITALS:

1) The District owns vehicles and other miscellaneous items of equipment which by reason of replacement policy and obsolescence are surplus and no longer needed or useful to District operations.

2) District staff has reviewed the list and recommends that these items be sold at public auction to be conducted by Chuck Yarbrow Auctioneers on September 30, 2017.

3) District staff further states that other utility districts and local public agencies are participating in this auction and from their past experience have received more public exposure and competitive prices than by the Public Sealed Bid Procedure used by the District in prior years.

4) It is in the best interests of the District that said property, as itemized in Schedule "A", to be disposed of at public auction scheduled for Saturday, September 30, 2017.

NOW, THEREFORE, BE IT RESOLVED by the Commission of Public Utility District No. 1 of Douglas County, Washington, that the equipment listed in Schedule "A" be declared surplus and authorize the District to sell these items at public auction on September 30, 2017, by Chuck Yarbrow Auctioneers.

ADOPTED this 11th day of September, 2017.

Ronald E. Skagen, President

Aaron J. Viebrock, Vice President

ATTEST:

Molly Simpson, Secretary

RESOLUTION NO. _____

**A RESOLUTION AUTHORIZING A PROGRAMMING SERVICE TRANSPORT
AGREEMENT WITH THE TELEVISION NETWORK
MGM DOMESTIC NETWORKS, INC.**

RECITALS:

- 1) The District operates a video headend that provides Internet Protocol Television (IPTV) service to retail service providers.
- 2) MGM Domestic Networks, Inc. (“MGM”) requires the District to enter into a Programming Service Transport Agreement (“Agreement”) before they will authorize the transport of content to DCCN IPTV affiliates.
- 3) District Staff have negotiated terms for an Agreement with MGM.
- 4) It is in the best interest of the District to enter into the Agreement with MGM.

NOW, THEREFORE, BE IT RESOLVED by the Commission of Public Utility District No. 1 of Douglas County, Washington, that the District's General Manager is authorized to sign the Agreement with MGM.

ADOPTED this 11th day of September, 2017.

Ronald E. Skagen, President

Aaron J. Viebrock, Vice President

ATTEST:

Molly Simpson, Secretary

RESOLUTION NO. _____

**A RESOLUTION AUTHORIZING THE DISTRICT TO RENEW
INFORMATION SECURITY AND PRIVACY LIABILITY
INSURANCE WITH BEAZLEY**

RECITALS:

1) The District has purchased Information Security and Privacy Liability Insurance from Beazley since 2013. The current policy expires on October 15, 2017.

2) Beazley has provided a quote to renew this coverage with the same \$1,000,000 limit of liability and \$25,000 deductible. The quoted premium is \$14,932 plus applicable fees and taxes.

3) District staff has reviewed the quote and recommends renewal of Information Security and Privacy Liability Insurance with Beazley.

4) It is in the best interests of the District to renew coverage through Beazley for a quoted premium of \$14,932, plus applicable fees and taxes, for the policy year October 15, 2017 to October 15, 2018.

NOW, THEREFORE, BE IT RESOLVED by the Commission of Public Utility District No. 1 of Douglas County, Washington, that the District's Accounting Assistant will secure Information Security and Privacy Liability Insurance with Beazley.

ADOPTED this 11th day of September, 2017.

Ronald E. Skagen, President

Aaron J. Viebrock, Vice President

ATTEST:

Molly Simpson, Secretary

RESOLUTION NO. _____

A RESOLUTION AUTHORIZING INTERCONNECTION AND SERVICE AGREEMENT WITH MCDUGALL & SONS, INC.

RECITALS:

- 1) McDougall & Sons has made a request for an increase in service at one of its facilities in Douglas County, increasing the load by 4,500 kilowatt amperes.
- 2) The District and McDougall & Sons have negotiated this Interconnection and Service Agreement in accordance with the District's Customer Service Policies for loads in excess of 1,500 kilowatt amperes.
- 3) It is in the best interest of the District to enter into the Interconnection and Service Agreement with McDougall & Sons.

NOW, THEREFORE BE IT RESOLVED by the Commission of Public Utility District No. 1 of Douglas County, Washington, that the District is authorized to enter into the Interconnection and Service Agreement with McDougall & Sons and the District's General Manager is authorized to sign the Agreement.

ADOPTED this 11th day of September, 2017.

Ronald E. Skagen, President

Aaron J. Viebrock, Vice President

ATTEST:

Molly Simpson, Secretary

RESOLUTION NO. _____

**A RESOLUTION AUTHORIZING ACCEPTANCE OF WORK
AND FINAL PAYMENT TO CASCADE CABLE
CONSTRUCTORS, INC. FOR THE THIRD YEAR UNDER
CONTRACT 14-09-D, PROVIDE TRAFFIC CONTROL SERVICES**

RECITALS:

1) By Resolution No. 14-080 dated June 23, 2014, the District awarded Contract 14-09-D, Provide Traffic Control Services to Cascade Cable Constructors, Inc.

2) District staff report the Contractor has satisfactorily completed all requirements for the third year of Contract 14-09-D and has submitted a Request for Final Payment, Certificate and Release. Therefore, staff recommends that the District accept the completed work and authorize final payment in the amount of \$1,851.67 to Cascade Cable Constructors, Inc. upon receiving the required notifications from the State of Washington. The total cost of work under this contract is \$37,033.34.

3) It is in the best interests of the District to accept the work as complete and authorize final payment under Contract 14-09-D.

NOW, THEREFORE, BE IT RESOLVED by the Commission of Public Utility District No. 1 of Douglas County, Washington, that the work under Contract 14-09-D, Provide Traffic Control Services is hereby accepted as complete, and that final payment is authorized, contingent on receipt by the District of all necessary releases by the State of Washington. This acceptance in no manner waives any claim the District may have against the Contractor for failure to comply with the terms of the contract.

ADOPTED this 11th day of September, 2017.

Ronald E. Skagen, President

Aaron J. Viebrock, Vice President

ATTEST:

Molly Simpson, Secretary

RESOLUTION NO. _____

**A RESOLUTION AFFIRMING CHANGE ORDER NO. 13 TO
CONTRACT 14-19-W, WELLS HATCHERY MODERNIZATION**

RECITALS:

1) By Resolution No. 15-069 dated April 13, 2015, the District awarded Contract 14-19-W to Lydig Construction, Inc. in the amount of \$35,797,000 for the Wells Hatchery Modernization.

2) The following changes to the contract have been affirmed.

- Resolution No. 15-225 affirmed Change Order No. 1 at a cost of \$34,018.
- Resolution No. 15-262 affirmed Change Order No. 2 at a cost of \$41,552.
- Resolution No. 16-036 affirmed Change Order No. 3 at a cost of \$35,526.
- Resolution No. 16-053 affirmed Change Order No. 4 at a cost of \$97,400.
- Resolution No. 16-101 affirmed Change Order No. 5 at a cost of \$65,392.
- Resolution No. 16-125 affirmed Change Order No. 6 at a cost of \$159,737.
- Resolution No. 16-154 affirmed Change Order No. 7 at a cost of \$73,667.
- Resolution No. 17-021 affirmed Change Order No. 8 at a cost of \$141,403.
- Resolution No. 17-054 affirmed Change Order No. 9 at a cost of \$46,899.
- Resolution No. 17-079 affirmed Change Order No. 10 at a cost of \$87,625.
- Resolution No. 17-121 affirmed Change Order No. 11 at a cost of \$173,139.
- Resolution No. 17-129 affirmed Change Order No. 12 at a cost of \$328,865.

3) Change Order No. 13 has been prepared to extend the time for Contract 14-19-W, Wells Hatchery Modernization. Lydig Construction, Inc. has requested additional time to implement several change orders that the District has directed them to perform before they conclude construction activities at the Wells Hatchery.

4) District staff recommends affirmation of Change Order No. 13 to extend the time of Contract 14-19-W, Wells Hatchery Modernization from August 31, 2017 to October 31, 2017.

5) It is in the best interests of the District to affirm Change Order No. 13 to Contract 14-19-W, Wells Hatchery Modernization.

NOW, THEREFORE, BE IT RESOLVED by the Commission of Public Utility District No. 1 of Douglas County, Washington, that Change Order No. 13 to Contract 14-19-W is affirmed by the Commission.

ADOPTED this 11th day of September, 2017.

Ronald E. Skagen, President

Aaron J. Viebrock, Vice President

ATTEST:

Molly Simpson, Secretary

Draft Pre-decisional Document

RESOLUTION NO. _____

**A RESOLUTION AFFIRMING ADDENDUM NO. 2 TO BID
DOCUMENT 17-01-W, UPGRADE THE 300T GANTRY CRANE
AT THE WELLS HYDROELECTRIC PROJECT**

RECITALS:

1) Resolution No. 17-101 authorized the District to issue a call for bids under Bid Document 17-01-W, Upgrade the 300T Gantry Crane at the Wells Hydroelectric Project.

2) Addendum No. 2 was prepared to add clarification to the contract documents in response to written questions received.

3) District staff recommends it is in the best interest of the District to approve Addendum No. 2 under Bid Document 17-01-W, Upgrade the 300T Gantry Crane at the Wells Hydroelectric Project.

NOW, THEREFORE, BE IT RESOLVED by the Commission of Public Utility District No. 1 of Douglas County, Washington, that Addendum No. 2 to Bid Document 17-01-W, Upgrade the 300T Gantry Crane at the Wells Hydroelectric Project, is hereby affirmed.

ADOPTED this 11th day of September, 2017.

Ronald E. Skagen, President

Aaron J. Viebrock, Vice President

ATTEST:

Molly Simpson, Secretary

RESOLUTION NO. _____

**A RESOLUTION AUTHORIZING AWARD OF CONTRACT
17-04-W TO SELLAND CONSTRUCTION, INC. TO CONSTRUCT
OKANOGAN RIVER PADDLERS CAMPGROUND**

RECITALS:

1) By Resolution No. 17-110 dated July 24, 2017 the District called for bids under Bid Document 17-04-W, Construct Okanogan River Paddlers Campground.

2) On September 5, 2017 the District opened five bids as follows:

<u>Bidder</u>	<u>Total for Bid Comparison</u>
Rains Contracting, Inc. Malott, WA	\$242,340.50
Selland Construction, Inc. East Wenatchee, WA	\$182,750.00
DJB Construction, LLC Wenatchee, WA	\$248,350.00
POW Contracting, Inc. Pasco, WA	\$478,740.00
KRCI, LLC Wenatchee, WA	\$309,000.00
Engineer's Estimate	\$295,000.00

3) District staff have reviewed the bids and found that the bid from Selland Construction, Inc. meets all terms and conditions of Bid Document 17-04-W. A review of the bidder's experience, qualifications, financial and work references verified that this company fulfills all necessary requirements and staff recommends award of Contract 17-04-W to Selland Construction, Inc.

4) It is in the best interests of the District to award Contract 17-04-W to the lowest responsive bidder, Selland Construction, Inc. with an authorized expenditure of \$182,750 (One hundred eighty two thousand, seven hundred fifty dollars).

NOW, THEREFORE, BE IT RESOLVED by the Commission of Public Utility District No. 1 of Douglas County, Washington, that Contract 17-04-W is awarded to Selland Construction, Inc. The General Manager is authorized to issue a Contract with

Selland Construction, Inc. subject to the filing of the Contract and a Performance and Payment Bond in accordance with the District's specifications and which contract and bond are to be in a form that is satisfactory to the District.

ADOPTED this 11th day of September, 2017.

Ronald E. Skagen, President

Aaron J. Viebrock, Vice President

ATTEST:

Molly Simpson, Secretary

Draft Pre-decisional Document

RESOLUTION NO. _____

A RESOLUTION AUTHORIZING A CALL FOR BIDS UNDER BID DOCUMENT 17-16-W, DIRECTIONAL DRILLING OF HDPE PIPE THROUGH A RAILROAD/ROADWAY EMBANKMENT AT THE WELLS HYDROELECTRIC PROJECT

RECITALS:

1) The District needs to replace the domestic water line that serves the Wells Dam Warehouse, Vista Point Park, and Wells Hatchery Housing. The existing line that runs beneath the foundation of building A is broken and a temporary fix is currently in place.

2) Staff recommends that the District solicit bids in compliance with RCW 54.04.070 to directional drill three separate 6" HDPE pipe casings through the railroad/roadway embankment as required to route the replacement water line in accordance with the specifications, terms and conditions of Bid Document 17-16-W. Two of the casings will be used for future routing of pipe or conduit through the embankment. Sealed bids will be accepted until October 9, 2017 at 1:30 p.m. Pacific Time in the District's East Wenatchee headquarters office.

3) It is in the best interest of the District to issue a call for bids under Bid Document 17-16-W, Directional Drilling of HDPE Pipe Through a Railroad/Roadway Embankment at the Wells Hydroelectric Project.

NOW, THEREFORE, BE IT RESOLVED by the Commission of Public Utility District No. 1 of Douglas County, Washington, that Bid Document 17-16-W is hereby approved, and the District's General Manager is hereby authorized and directed to issue a call for bids to directional drill HDPE pipe at the Wells Hydroelectric Project.

ADOPTED this 11th day of September, 2017.

Ronald E. Skagen, President

Aaron J. Viebrock, Vice President

ATTEST:

Molly Simpson, Secretary

RESOLUTION NO. _____

**A RESOLUTION AUTHORIZING CHANGE ORDER NO. 2 TO TASK ORDER
NO. 5 UNDER THE MASTER CONSULTING SERVICES AGREEMENT
WITH STANTEC CONSULTING SERVICES, INC.**

RECITALS:

1. Resolution 05-223 authorized a Master Consulting Services Agreement with MWH Americas, Inc., for construction engineering in connection with rebuilding the Wells Project generating units. Resolution 17-006 approved assignment of the master services agreement to Stantec Consulting Services, Inc. Services under the master agreement are authorized by individual task orders.

2. Resolutions authorizing Task Orders are as follows:

Resolution 05-223	Task Order No. 1, Project Management	\$ 340,000
Resolution 07-022		
Resolution 07-138		
Resolution 05-280	Task Order No. 2, Unit 1 Repair	\$ 500,000
Resolution 06-110	Task Order No. 3, Generating Unit Life Extension	\$ 396,000
Resolution 07-213	Task Order No. 4, Contract	\$ 5,600,000
Resolution 09-201	Administration of U1-U10 Rebuild	
Resolution 11-062	Contract 06-41-W	
Resolution 12-221		
Resolution 14-034		
Resolution 15-025	Task Order No. 4-02	\$ 2,300,000
Resolution 15-240		
Resolution 16-155		
Resolution 17-056	Task Order No. 4-03	\$ 1,800,000
Resolution 09-037	Task Order No. 5, Balance of Plant	\$ 225,000
Resolution 15-157	Refurbishment and Upgrade	
Resolution 09-038	Task Order No. 6, Resident Engineer and Construction Management	\$ 1,725,000
Resolution 11-062		
Resolution 12-221		
Resolution 15-089	Task Order No. 6-02	\$ 850,000
Resolution 16-155		
Resolution 17-056	Task Order No. 6-03	\$ 700,000
Resolution 09-120	Task Order No. 7, Equipment Shop	\$ 750,000
Resolution 16-155	Inspections and Reporting	
Resolution 17-056	Task Order No. 7-03	\$ 175,000
		\$15,361,000

3. Compensation for services under Task Order No. 5 has reached the authorized not-to-exceed amount. Change Order No. 2 to Task Order No. 5 has been prepared for engineering services in support of bidding and contract award for Bid Document 17-01-W, Upgrade the 300T Gantry Crane at the Wells Hydroelectric Project with a not-to-exceed compensation of \$145,000.

4. District staff recommends approval of Change Order No. 2 to Task Order No. 5, which would increase the not-to-exceed compensation for Task Order No. 5 to \$370,000. The total not-to-exceed compensation for the Master Consulting Services Agreement with Stantec will increase to \$15,506,000.

NOW, THEREFORE, BE IT RESOLVED by the Commission of Public Utility District No. 1 of Douglas County, Washington, that Change Order No. 2 to Task Order No. 5 of the Master Consulting Services Agreement with Stantec Consulting Services, Inc., is hereby approved. The total not-to-exceed compensation for the Master Consulting Services Agreement will increase to \$15,506,000.

ADOPTED this 11th day of September, 2017

Ronald E. Skagen, President

Aaron J. Viebrock, Vice President

ATTEST:

Molly Simpson, Secretary

RESOLUTION NO. _____

**A RESOLUTION AUTHORIZING APPROVAL OF LAND USE
PERMIT 304-04, RICHARD KERBS**

RECITALS:

1) The District has implemented a Land Use Policy which requires adjacent land owners wishing to use properties associated with the Wells Hydroelectric Project to obtain approval through a District issued permit.

2) District personnel recommends approval of the following permit:

Richard Kerbs Wells Permit 304-04

The permit is for continued use of Project lands for an existing single use boat dock, lawn, bulkhead and landscaping. All uses were previously permitted under the original Wells Hydroelectric Project license. The permittee has provided proof of insurance coverage as required by the District's Land Use Policy. The permit was submitted to all required Habitat Conservation Plan Parties for review, from which no comments were received.

3) It is in the best interests of the District to approve Wells Permit 304-04.

NOW, THEREFORE, BE IT RESOLVED by the Commission of Public Utility District No. 1 of Douglas County, Washington, that the District's General Manager is hereby authorized and directed to execute, in accordance with the District's Land Use Policy, Land Use Permit No. 304-04 to the permittee.

ADOPTED this 11th day of September, 2017.

Ronald E. Skagen, President

Aaron J. Viebrock, Vice President

ATTEST:

Molly Simpson, Secretary

RESOLUTION NO. _____

**A RESOLUTION AUTHORIZING APPROVAL OF LAND USE
PERMIT 311F-02, JOE AND LAVERTA DAUTERMAN**

RECITALS:

1) The District has implemented a Land Use Policy which requires adjacent land owners wishing to use properties associated with the Wells Hydroelectric Project to obtain approval through a District issued permit.

2) District personnel recommends approval of the following permit:

Joe and Laverta Dauterman Wells Permit 311F-02

The permit is for continued use of Project lands for residential lawn and landscaping. These uses were previously permitted under the original Wells Hydroelectric Project license. The permittees have provided proof of insurance coverage as required by the District's Land Use Policy. The permit was submitted to all required Habitat Conservation Plan Parties for review, from which no comments were received.

3) It is in the best interests of the District to approve Wells Permit 311F-02.

NOW, THEREFORE, BE IT RESOLVED by the Commission of Public Utility District No. 1 of Douglas County, Washington, that the District's General Manager is hereby authorized and directed to execute, in accordance with the District's Land Use Policy, Land Use Permit No. 311F-02 to the permittees.

ADOPTED this 11th day of September, 2017.

Ronald E. Skagen, President

Aaron J. Viebrock, Vice President

ATTEST:

Molly Simpson, Secretary

RESOLUTION NO. _____

**A RESOLUTION AUTHORIZING APPROVAL OF LAND USE
PERMIT 486B-01, MARC AND NANCY TILLSON**

RECITALS:

1) The District has implemented a Land Use Policy which requires adjacent land owners wishing to use properties associated with the Wells Hydroelectric Project to obtain approval through a District issued permit.

2) District personnel recommends approval of the following permit:

Marc and Nancy Tillson Wells Permit 486B-01

The permit is for continued use of Project lands for an existing single use dock, lawn and landscaping. All uses were previously permitted under the original Wells Hydroelectric Project license. The permittees have provided proof of insurance coverage as required by the District's Land Use Policy. The permit was submitted to all required Habitat Conservation Plan Parties for review, from which no comments were received.

3) It is in the best interests of the District to approve Wells Permit 486B-01.

NOW, THEREFORE, BE IT RESOLVED by the Commission of Public Utility District No. 1 of Douglas County, Washington, that the District's General Manager is hereby authorized and directed to execute, in accordance with the District's Land Use Policy, Land Use Permit No. 486B-01 to the permittees.

ADOPTED this 11th day of September, 2017.

Ronald E. Skagen, President

Aaron J. Viebrock, Vice President

ATTEST:

Molly Simpson, Secretary

RESOLUTION NO. _____

**A RESOLUTION AUTHORIZING APPROVAL OF LAND USE
PERMIT 489-02, MATT HOREY AND LORI DIJULIO-HOREY**

RECITALS:

1) The District has implemented a Land Use Policy which requires adjacent land owners wishing to use properties associated with the Wells Hydroelectric Project to obtain approval through a District issued permit.

2) District personnel recommends approval of the following permit:

Matt Horey and Lori Dijulio-Horey Wells Permit 489-02

The permit is for continued use of Project lands for an existing single use dock, water pump and intake pipe, beach and rockery. All uses were previously permitted under the original Wells Hydroelectric Project license. The permittees have provided proof of insurance coverage as required by the District's Land Use Policy. The permit was submitted to all required Habitat Conservation Plan Parties for review, from which no comments were received.

3) It is in the best interests of the District to approve Wells Permit 489-02.

NOW, THEREFORE, BE IT RESOLVED by the Commission of Public Utility District No. 1 of Douglas County, Washington, that the District's General Manager is hereby authorized and directed to execute, in accordance with the District's Land Use Policy, Land Use Permit No. 489-02 to the permittees.

ADOPTED this 11th day of September, 2017.

Ronald E. Skagen, President

Aaron J. Viebrock, Vice President

ATTEST:

Molly Simpson, Secretary