

COMMISSION MEETING AGENDA
PUBLIC UTILITY DISTRICT NO. 1 OF DOUGLAS COUNTY
EAST WENATCHEE, WASHINGTON
January 10, 2022 – 1:30 P.M.

10:30 AM Workshop

Reports by Staff

12:00 PM Lunch

1:30 PM Regular Meeting

1. Flag Salute
2. Bid Opening – Bid Document 21-57-W-BID, Unit 7 Spillway and Gate Repair at the Wells Hydroelectric Project
3. Consent Agenda
 - a. Meeting Minutes of December 20, 2021
 - b. Vouchers
 - c. 22-001 – Resolution Authorizing Acceptance of Work and Final Payment to Olsson Industrial Electric Under Contract 20-01-W, Replace Battery Bank 2 at the Wells Hydroelectric Project
 - d. 22-002 – Resolution Authorizing Change Order No. 1 to Contract 21-03-D, Supply and Deliver Hydrogen Storage Tanks
 - e. 22-003 – Resolution Authorizing Acceptance of Work and Final Payment to Advanced Flow Systems Inc. Under Contract 21-27-D-BID, H2 Gas Cascading Panels
 - f. 22-004 – Resolution Authorizing Acceptance of Work and Final Payment to Hancock Sandblast and Paint Under Contract 21-29-W-BID, Rehabilitate Unit 10 Trashracks at the Wells Hydroelectric Project
4. Public Comment
5. Introduce New Employee(s): Shiloh Burgess Government Affairs Manager and Justyn Clymens, Community Network Specialist
6. Regular Agenda
 - 22-005 – Resolution Affirming Change Order No. 2 to Contract 21-33-W-BID, Hydrogen and Lincoln Rock Switchyard Utility Installations
 - 22-006 – Resolution Authorizing Amendment No. 3 to Professional Service Agreement with Electrical Consultants, Inc.
7. Financial and Statistical Report – Wells Project – November 2021
8. Budget Report – Wells Project – November 2021
9. Treasurer's Report – Distribution System – December 2021

10. Treasurer's Report – Wells Project – December 2021

11. Preliminary Disturbance Reports

12. Other

13. Trips

14. Minutes

15. Executive Session: RCW 42.30.110(1)(i)

Draft Pre-decisional Document

RESOLUTION NO. _____

**A RESOLUTION AUTHORIZING ACCEPTANCE
OF WORK AND FINAL PAYMENT TO OLSSON INDUSTRIAL
ELECTRIC UNDER CONTRACT 20-01-W, REPLACE BATTERY
BANK 2 AT THE WELLS HYDROELECTRIC PROJECT**

RECITALS:

1) Resolution 20-223 dated December 14, 2020, authorized the award of Contract 20-01-W, Replace Battery Bank 2 at the Wells Hydroelectric Project, to Olsson Industrial Electrical for a not-to-exceed amount of \$155,180.00. Change Orders 1-3 were issued to increase the not-to-exceed to \$159,945.00 and extend the completion date to November 10, 2021.

2) District staff reports the Contractor has satisfactorily completed all requirements of Contract 20-01-W 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 upon receiving the required notifications from the State of Washington. The total cost of work under this contract is \$159,945.00 plus sales tax.

3) It is in the best interests of the District to accept the work as complete and authorize final payment under Contract 20-01-W.

NOW, THEREFORE, BE IT RESOLVED by the Commission of Public Utility District No. 1 of Douglas County, Washington, that the work under Contract 20-01-W, Replace Battery Bank 2 at the Wells Hydroelectric Project, 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 10th day of January, 2022.

Aaron J. Viebrock, President

Molly Simpson, Vice President

ATTEST:

Ronald E. Skagen, Secretary

Draft Pre-decisional Document

RESOLUTION NO. _____

**A RESOLUTION AUTHORIZING CHANGE ORDER NO. 1 TO
CONTRACT 21-03-D, SUPPLY AND DELIVER
HYDROGEN STORAGE TANKS**

RECITALS:

1) By Resolution No. 21-047 dated March 22, 2021, the District awarded Contract 21-03-D, Supply and Deliver Hydrogen Storage Tanks to FIBA Technologies, Inc.

2) Due to delays in Utility work on site, the District has asked for a delay in delivery of the hydrogen tanks. In return, FIBA has asked to be able to be partially paid for the manufacture, testing and certification of completed banks of tanks. District staff verified that the delayed delivery will fit into the construction schedule of foundations for these tanks. SC-3, Payment, has been revised to allow partial payments for completed, tested and certified tanks. The new completion date for this work is April 30, 2022.

3) District staff recommends approval of Change Order No. 1 to revise the completion date to April 30, 2022 and allow partial payments for completed, tested and certified tanks. The Contract amount remains at \$3,235,050.

4) It is in the best interests of the District to approve Change Order No. 1 to Contract 21-03-D.

NOW, THEREFORE, BE IT RESOLVED by the Commission of Public Utility District No. 1 of Douglas County, Washington, that Change Order No. 1 to Contract 21-03-D, Supply and Deliver Hydrogen Storage Tanks, is approved by the Commission.

ADOPTED this 10th day of January, 2022.

Aaron J. Viebrock, President

Molly Simpson, Vice President

ATTEST:

Ronald E. Skagen, Secretary

RESOLUTION NO. _____

**A RESOLUTION AUTHORIZING ACCEPTANCE OF WORK
AND FINAL PAYMENT TO ADVANCED FLOW SYSTEMS INC.
UNDER CONTRACT 21-27-D-BID, H2 GAS CASCADING PANELS**

RECITALS:

- 1) By Resolution No. 21-084 dated May, 24, 2021, the District awarded Contract 21-27-D-BID, H2 Gas Cascading Panels to Advanced Flow Systems Inc.
- 2) District staff report the Contractor has satisfactorily completed all requirements of Contract 21-27-D-BID 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 \$605,207.00, to Advanced Flow Systems Inc., upon receiving the required notifications from the State of Washington.
- 3) It is in the best interests of the District to accept the work as complete and authorize final payment under Contract 21-27-D-BID.

NOW, THEREFORE, BE IT RESOLVED by the Commission of Public Utility District No. 1 of Douglas County, Washington, that the work under Contract 21-27-D-BID, H2 Gas Cascading Panels 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 10th day of January, 2022.

Aaron J. Viebrock, President

Molly Simpson, Vice President

ATTEST:

Ronald E. Skagen, Secretary

RESOLUTION NO. _____

**A RESOLUTION AUTHORIZING ACCEPTANCE OF WORK AND
FINAL PAYMENT TO HANCOCK SANDBLAST AND PAINT
UNDER CONTRACT 21-29-W-BID, REHABILITATE UNIT 10
TRASHRACKS AT THE WELLS HYDROELECTRIC PROJECT**

RECITALS:

1) Resolution 21-115 dated July 26, 2021, authorized the award of Contract 21-29-W-BID, Rehabilitate Unit 10 Trashracks at the Wells Hydroelectric Project, to Hancock Sandblast and Paint for a not-to-exceed amount of \$192,069.00. No Change Orders were issued.

2) District staff reports the Contractor has satisfactorily completed all requirements of Contract 21-29-W-BID 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 upon receiving the required notifications from the State of Washington. The total cost of work under this contract is \$192,069.00 plus sales tax.

3) It is in the best interests of the District to accept the work as complete and authorize final payment under Contract 21-29-W-BID.

NOW, THEREFORE, BE IT RESOLVED by the Commission of Public Utility District No. 1 of Douglas County, Washington, that the work under Contract 21-29-W-BID, Rehabilitate Unit 10 Trashracks at the Wells Hydroelectric Project, 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 10th day of January, 2022.

Aaron J. Viebrock, President

Molly Simpson, Vice President

ATTEST:

Ronald E. Skagen, Secretary

Draft Pre-decisional Document

RESOLUTION NO. _____

**A RESOLUTION AFFIRMING CHANGE ORDER NO. 2 TO
CONTRACT 21-33-D-BID, HYDROGEN AND LINCOLN ROCK
SWITCHYARD UTILITY INSTALLATIONS**

RECITALS:

1) By Resolution No. 21-120 dated July 26, 2021, the District awarded Contract 21-33-D-BID, Hydrogen and Lincoln Rock Switchyard Utility Installations to KRCI, LLC. Change Order No. 1 was approved under Resolution 21-173, which increased the Contract amount by \$24,130.17, for a total not-to-exceed amount of \$2,895,140.67.

2) The District is required to meet mandatory fire flow requirements defined by Douglas County building code. The source of this water was not specified in the original scope of work. The District has since entered into an agreement with the East Wenatchee Water District to provide water to meet these fire flow requirements. The District also has identified a need to develop an existing grounding well on the property as a secondary source of water for the production building and rearrange piping to accommodate primary and secondary water sources. These proposed changes along with design delays have delayed the Contractor. Therefore, District staff recommends the contract completion date be extended to March 4, 2022.

3) District staff recommends affirmation of Change Order No. 2 in the amount of \$230,575.00, which brings the total amount of the contract to \$3,125,715.67 and extends the contract completion date to March 4, 2022.

4) It is in the best interests of the District to affirm Change Order No. 2 to Contract 21-33-D-BID.

NOW, THEREFORE, BE IT RESOLVED by the Commission of Public Utility District No. 1 of Douglas County, Washington, that Change Order No. 2 to Contract 21-33-D-BID, Hydrogen and Lincoln Rock Switchyard Utility Installations is affirmed by the Commission.

ADOPTED this 10th day of January, 2022.

Aaron J. Viebrock, President

Molly Simpson, Vice President

ATTEST:

Ronald E. Skagen, Secretary

Draft Pre-decisional Document

RESOLUTION NO. _____

**A RESOLUTION AUTHORIZING AMENDMENT NO. 3 TO
PROFESSIONAL SERVICE AGREEMENT WITH ELECTRICAL
CONSULTANTS, INC.**

RECITALS:

1) Resolution No. 21-019 authorized the District to enter into a Professional Service Agreement with Electrical Consultants, Inc. (ECI) for Electrical Substation Design.

2) This Professional Service Agreement was put in place with an expiration date of December 31, 2023 for new substation design work. Amendment No. 1 was approved to include the electrical design work for the Lincoln Rock Switchyard, system studies, and hydrogen production facilities. Amendment No. 2 approved an increase to the not-to-exceed amount of the project by \$400,000.00 bringing the total amount of the Agreement to \$1,600,000.00.

3) Staff recommends approval of Amendment No. 3 with Electrical Consultants, Inc. in order to include the new electrical design work for the Hydrogen project. Amendment No. 3 will increase the not-to-exceed amount of the project by \$450,000.00 bringing the total amount of the Agreement to \$2,050,000.00.

4) It is in the best interests of the District to issue Amendment No. 3 to amend the Professional Service Agreement with Electrical Consultants, Inc.

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 issue Amendment No. 3 to the Professional Service Agreement with Electrical Consultants, Inc.

ADOPTED this 10th day of January, 2022.

Aaron J. Viebrock, President

Molly Simpson, Vice President

ATTEST:

Ronald E. Skagen, Secretary

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