

A G E N D A
GRANT COUNTY PUBLIC UTILITY DISTRICT
30 C Street SW – Commission Meeting Room
Ephrata, Washington
COMMISSION MEETING
Tuesday, May 14, 2024

An Executive Session may be called at any time for purposes authorized
by the Open Public Meetings Act

- 8:30 a.m.** Executive Session
- 9:00 a.m.** Commission Convenes
Review and Sign Vouchers
Calendar Review
- 9:30 a.m.** Reports from staff
- 12:00 Noon** Lunch
- 1:00 p.m.** Safety Briefing
Pledge of Allegiance
Attendance
Public requests to discuss agenda items/non-agenda items
Correspondence
Business Meeting

1. Consent Agenda

Approval of Vouchers

Meeting minutes of April 23, 2024

2. Regular Agenda

9049 – Resolution Implementing Senate Bill 5268 and Superseding Resolution No. 8922 to Adopt New RCWs 39.04.151 and 39.04.152 Governing Small Works and Direct Contract Provisions.

9050 – Resolution Adopting a Revised Schedule of Non-Bargaining Unit Positions and Superseding Resolution No. 9048.

3. Review Items For Next Business Meeting

XXXX – Resolution Accepting a Bid and Awarding Contract 370-12118, for Wanapum Right Bank Fish Ladder 72” Gravity Supply Valves.

4. Reports from Staff (if applicable)

Adjournment

CONSENT AGENDA

Draft – Subject to Commission Review

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

April 23, 2024

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: 614 157 417# with the following Commissioners present: Tom Flint, President; Terry Pyle, Vice-President; Larry Schaapman, Secretary and Judy Wilson. Commissioner Nelson Cox joined via Microsoft Teams.

An executive session was announced at 8:45 a.m. to last until 9:05 a.m. to review performance of a public employee pursuant to RCW 42.30.110(1)(g), to discuss pending litigation pursuant to RCW 42.30.110(1)(i) and to discuss lease or purchase of real estate if disclosure would increase price pursuant to RCW 42.30.110(1)(b). The executive session concluded at 8:55 a.m. and the regular session resumed.

The Commission recessed at 9:10 a.m.

The Commission resumed at 9:31 a.m.

A round table discussion was held regarding the following topics: the price increase regarding contract for Palouse Power and involvement and purpose of the Kittitas County CWPA.

Nichole Bortle, Senior Safety Coordinator, reviewed the Safety Report.

Depree Standley, Financial Analyst, gave a presentation on the Ag Service Tarriff project.

Paul Dietz, Senior Manager of Forecasting and Marketing; Shaun Harrington, Senior Financial Analyst, provided the Retail Load and Variance Report.

Emily Wilson, Assistant Controller; Jennifer Sager, Senior Manager of Accounting; Keith Simovic, Assurance Partner; and Daniel Roberts, Assurance Senior Manager, provided the Moss Adams presentation.

The Commission recessed at 11:50 a.m.

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) and to discuss pending 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.

Lisa Marcussen, resident of Beverly, Washington; Byron Bridges, Royal City, Washington; John Rylaarsdam, resident of Quincy, Washington expressed concerns regarding the Mountain View Transmission Line Project.

Email correspondence from Jacque and Alan Rasmussen, Quincy, Washington, regarding high voltage power line placement on Beverly Burke Road; Josh Paul, Tacoma, Washington, regarding the Raceways Technology; an anonymous USPS letter was noted. An in person submitted correspondence was received from Lisa Marcusen, Beverly, Washington, regarding the Mountain View Transmission Line Project and noted by Commission.

Consent agenda motion was made Commissioner Schaapman and seconded by Commissioner Wilson to approve the following consent agenda items:

Payment Number	142038	through	142438	\$38,969,208.41
Payroll Direct Deposit	236249	through	237060	\$2,546,936.77

Payroll Tax and Garnishments	20240416A	through	20240417B	\$1,131,572.55
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Meeting minutes of April 9, 2024.

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

Motion was made by Mr. Schaapman and seconded by Mrs. Wilson authorizing the General Manager/CEO to execute Change Order No. 8 to Contract 130-08756 with North Sky Communications, LLC for Fiber Optic Design and Construction, increasing the not-to-exceed contract amount by \$9,500,000.00 for a new contract total of \$96,500,000.00 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. 8.

Motion was made by Mr. Schaapman and seconded by Mr. Pyle authorizing the General Manager/CEO to execute Contract 270-12016 with Mercer International, Inc. for a total not-to-exceed contract amount of \$1,078,345.03.

Rey Pulido, Director of Power Production gave a report on Power Production.

Ron Alexander, Managing Director of Power Production; Kevin Carly, Senior Manager of Controls Systems Engineer; Chris Heimbigner, Senior Manager of Power Delivery presented the Power Delivery Report.

The Commissioners review future agenda items.

Trade association and committee reports were reviewed.

The Commission recessed at 2:48 p.m.

The Commission resumed at 3:00 p.m.

An executive session was announced at 3:00 p.m. to last until 4:30 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 pursuant to RCW 42.30.110(1)(b). The executive session concluded at 4:30 p.m. and the regular session resumed.

There being no further business to discuss, the Commission adjourned at 4:30 p.m. on April 23 and reconvened on Wednesday, April 24 at 12:30 p.m. at Quincy Valley Historical Society and Museum, 415 F Street Southwest, Quincy, Washington for the purpose of attending the Mid C State Legislative Lunch and Tour and any other business that may come before the Commission with the following Commissioners present: Tom Flint, Terry Pyle, Larry Schaapman, and Judy Wilson. A copy of the notice of adjournment was posted to the Grant PUD website.

There being no further business to discuss, the Commission adjourned at 4:30 p.m. on April 24 and reconvened on Friday, April 26 at 1:00 p.m. at Moses Lake Municipal Airport, 11905 Road 4 NE #28, Moses Lake, Washington for the purpose of attending a meeting to discuss legislative opportunities and any other business that may come before the Commission with the following Commissioners present: Tom Flint, Terry Pyle, Larry Schaapman, and Judy Wilson. A copy of the notice of adjournment was posted to the Grant PUD website.

There being no further business to discuss, the April 23, 2024 meeting officially adjourned at 2:30 p.m. on April 26, 2024.

Tom Flint, President

ATTEST:

Larry Schaapman, Secretary

Terry Pyle, Vice President

Judy Wilson, Commissioner

Nelson Cox, Commissioner

REGULAR AGENDA

RESOLUTION NO. 9049

A RESOLUTION IMPLEMENTING SENATE BILL 5268 AND SUPERSEDING RESOLUTION NO.
8922 TO ADOPT NEW RCWs 39.04.151 AND 39.04.152 GOVERNING SMALL WORKS AND
DIRECT CONTRACT PROVISIONS

Recitals

1. In its 2023 Regular Session, the Washington State Legislature passed Second Substitute Senate Bill 5268 allowing use of the small works roster bidding procedures to award contracts for work with an estimated cost of \$350,000.00 or less and the direct contract procedures to award contracts for work with an estimated cost of less than \$150,000.00.

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

Section 1: Small Works and Direct Contract procedures may be used for awarding contracts for work with an estimated cost as authorized by RCW 39.04.152, as it may be amended from time to time in the future; and

Section 2: The General Manager/CEO delegation levels, for the purpose of approving small works and direct contracts, shall be limited to \$350,000.00 and less than \$150,000.00, respectively; and

Section 3: The General Manager/CEO is authorized to revise the District's Small Works and Direct Contract Program policies and procedures as appropriate and as authorized by RCW 39.04, as it may be amended from time to time in the future; and

Section 4: This resolution shall rescind and supersede Resolution No. 8922 and any other prior related resolutions, to the extent that they conflict with this resolution.

PASSED AND APPROVED by the Commission of Public Utility District No. 2 of Grant County, Washington, this 14th day of May 2024.

President

ATTEST:

Secretary

Vice President

Commissioner

Commissioner

MEMORANDUM

April 10, 2024

TO: Rich Wallen, General Manager/Chief Executive Officer

VIA: Fallon Long, Managing Director of Integration Operational Services 
Patrick Bishop, Senior Manager of Procurement/Warehouse 

FROM: Lori Englehart-Jewell, Supply Chain Supervisor - Procurement 

SUBJECT: Revised Small Works Roster RCWs Governing Small Works and Direct Contract Provisions

Purpose: To revise the RCWs reference governing small works bidding procedures, including the addition of awarding through a direct contract process to be consistent with Second Substitute Senate Bill 5268.

Discussion: The Washington State Legislature passed Second Substitute Senate Bill 5268, revising the RCW number governing small works bidding procedures and adding an option to award small public works projects with an estimated cost less than \$150,000, not including sales tax, through a direct contract process to small businesses as defined in the bill.

The Commission delegates the approval of small works contracts to the General Manager. The attached Resolution provides that authorization, including the addition of direct contracting, and supersedes all prior resolutions.

Second Substitute Senate Bill 5268 goes into effect July 1, 2024.

Recommendation: Commission approval to revise the RCWs reference governing small works bidding procedures, including the addition of awarding through a direct contract process to be consistent with Second Substitute Senate Bill 5268.

Legal Review: See attached e-mail.

For Commission Review – 05/14/2024

RESOLUTION NO. XXXX

A RESOLUTION ACCEPTING A BID AND AWARDING CONTRACT 370-12118, FOR WANAPUM RIGHT BANK FISH LADDER 72" GRAVITY SUPPLY VALVES

Recitals

1. Bids were publicly opened on April 4, 2024 for Contract 370-12118, for Wanapum Right Bank Fish Ladder 72" Gravity Supply Valves;
2. Bid proposals were received from the following suppliers/contractors and evaluated by Grant PUD's staff;
 - ADAMS Schweiz AG
3. The low bid, submitted by ADAMS Schweiz AG is both commercially and technically compliant with Grant PUD's contract requirements;
4. The bid is equal to the Engineer's Estimate of \$2,035,000.00; and
5. Grant PUD's Senior Manager of Hydro Generation concurs with staff and recommend award to ADAMS Schweiz AG 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 370-12118, for Wanapum Right Bank Fish Ladder 72" Gravity Supply Valves with ADAMS Schweiz AG of Switzerland in the amount of \$2,035,000.00 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 May, 2024.

President

ATTEST:

Secretary

Vice President

Commissioner

Commissioner

MEMORANDUM

5/xx/2024

TO: Rich Wallen, General Manager/Chief Executive Officer

VIA: Jeff Grizzel, Chief Operating Officer
Rey Pulido, Director of Power Production
Dale Campbell, Senior Manager of Power Production Engineering
Jason Michelbook, Power Production Mechanical Engineering Manager

FROM: Mike Armstrong, Power Production Mechanical Engineer/Project Manager

SUBJECT: Award of Contract 370-12118

Purpose: To request Commission approval to award Contract 370-12118 Wanapum Right Bank Fish Ladder 72" Gravity Supply Valves to Adams Schweiz AG in the amount of \$2,035,000.00

Discussion: The Wanapum Right Bank Fish Ladder 72" Gravity Supply Valves Contract is for the purchase of two replacement valves at the Wanapum Dam. The contract includes all materials, spare parts, and commissioning assistance to replace both butterfly valves and hydraulic operators in the Wanapum dam right bank fish ladder gravity supply system.

The right bank attraction water supply system consists of a 72" pipeline with the intake in the forebay which exits into the attraction waters supply pool. These two valves are arranged in series at the lowest portion of the pipeline with the upstream valve providing isolation and the downstream valve providing regulation. Due to severe cavitation damage the valves need to be replaced.

Delivery is planned for November 2025 with replacement work starting December 2025 and continuing through March of 2026. Labor for replacement of the valves will be from the Wanapum Maintenance Center (WMC).

Of the 48 companies that downloaded the bid package Adams Schweiz AG was the sole bidder for this contract, this is likely due to the stringent material, design, and schedule requirements. During project development we also reached out to GE, Voith, TCB Industrial and Bay Valve, all of whom declined to bid. Adams Schweiz AG's bid came in at the Engineer's estimate and was found to be technically compliant. They are a highly specialized supplier offering custom engineered valves with more than 30 years' experience in the design and production of these types of equipment. They are based in Switzerland with locations in the US.

Justification: The existing valves and downstream piping have sustained severe cavitation damage over the years requiring costly, time intensive repairs by the WMC to keep the fish ladder operational. These valves and associated piping are in the deepest area of the dam's right bank structure, access and space is very limited.

The structural integrity of the current valves is in question and future repairs may not be an option, in which case replacement becomes mandatory. This has the potential to take the right bank fish ladder out of operation while long lead valves are procured and replaced. We are required by our FERC operating license at Wanapum to have: Both of our fish ladders operating within criteria from April 15th through

November 15th and one of the two fish ladders operating within criteria from November 16th through April 14th.

The new valves will have all flow surfaces and internal components made of stainless steel with an optimized disc shape to combat cavitation. The estimated lifespan is 50 years. Valves of this type and from this manufacturer are in successful operation at hydro facilities around the world. This includes several installations on the West Coast including Portland General Electric's Faraday and Round Butte dams, also the Don Pedro dam in Northern California owned by Turlock Irrigation District.

The original Pelton valves were replaced in 2000/2001 with the current GE valves that are nearly identical in design and materials to the originals. These existing valves were made of a relatively soft carbon steel material with designs dating back to the early 1900's.

Financial Considerations: The costs for this Contract are included in the 2024 budget and the forecast for 2024-2026. This was determined to be a plant Fitness project with initiative ID IN496. The associated project ID is 103768.

Contract Specifics: The payment structure for this Contract is 30% upon proof of raw material delivery to supplier, 60% upon delivery of valves to WMC and 10% upon successful commissioning. This was standard industry practice among the vendors we requested information.

The manufacturer's warranty is 3 years from the date of successful commissioning.

Expected Delivery is November 2025.

Recommendation: Commission approval to award Contract 370-12118 to Adams Schweiz AG for a total sum of \$2,035,000.00

Legal Review: See attached e-mail(s).

From: [Michael Armstrong](#)
To: [Rebecca Diaz](#)
Subject: FW: 370-12118 Commission Memo - WAN RBFL 72" Valves
Date: Monday, April 29, 2024 11:51:18 AM
Attachments: [image003.png](#)

Rebecca,

Here's the email chain with Jeff, Rey and Dale's review and comments.

Mike

From: Jeff Grizzel <Jgrizzel@gcpud.org>
Sent: Friday, April 26, 2024 2:46 PM
To: Rey Pulido <Rpulido@gcpud.org>; Dale Campbell <Dcampbe@gcpud.org>; Michael Armstrong <marmstrong@gcpud.org>
Cc: Jason Michelbook <jmichel@gcpud.org>
Subject: RE: 370-12118 Commission Memo - WAN RBFL 72" Valves

Same here Mike – looks great. Thanks for your work on this.

Rey/Dale – I suggest Mike be present at the Commission meeting when this contract is up for review in case there are any questions.

Jeff

From: Rey Pulido <Rpulido@gcpud.org>
Sent: Friday, April 26, 2024 10:08 AM
To: Dale Campbell <Dcampbe@gcpud.org>; Michael Armstrong <marmstrong@gcpud.org>; Jeff Grizzel <Jgrizzel@gcpud.org>
Cc: Jason Michelbook <jmichel@gcpud.org>
Subject: RE: 370-12118 Commission Memo - WAN RBFL 72" Valves

Good Morning Mike,

I don't have any further comments, thank you for support on the project.

Take Care,

Rey Pulido

Director of Power Production

OFFICE 509.764.0500

EXT. 3128

CELL 509-393-6900

EMAIL rpulido@gcpud.org



From: Dale Campbell <Dcampbe@gcpud.org>
Sent: Thursday, April 25, 2024 3:31 PM
To: Michael Armstrong <marmstrong@gcpud.org>; Rey Pulido <Rpulido@gcpud.org>; Jeff Grizzel <Jgrizzel@gcpud.org>
Cc: Jason Michelbook <jmichel@gcpud.org>
Subject: RE: 370-12118 Commission Memo - WAN RBFL 72" Valves

Mike,

I reviewed the memo and looks great, I don't have any comments.

Dale

From: Michael Armstrong <marmstrong@gcpud.org>
Sent: Thursday, April 25, 2024 2:20 PM
To: Dale Campbell <Dcampbe@gcpud.org>; Rey Pulido <Rpulido@gcpud.org>; Jeff Grizzel <Jgrizzel@gcpud.org>
Cc: Jason Michelbook <jmichel@gcpud.org>
Subject: 370-12118 Commission Memo - WAN RBFL 72" Valves

For your review and comment, please let me know if you need any addition information.

 [370-12118 Commission Memo.docx](#)

Thank you.

Mike Armstrong
Mechanical Engineer

MOBILE 425.654.9155
EMAIL marmstrong@gcpud.org



grantpud.org

From: [Michael Armstrong](#)
To: [Rebecca Diaz](#)
Subject: FW: 370-12118 Commission Memo - WAN RBFL 72" Valves
Date: Monday, April 29, 2024 11:51:52 AM
Attachments: [image001.png](#)

And here's Jason's review. Thaks

Mike

From: Jason Michelbook <jmichel@gcpud.org>
Sent: Thursday, April 25, 2024 11:56 AM
To: Michael Armstrong <marmstrong@gcpud.org>
Subject: RE: 370-12118 Commission Memo - WAN RBFL 72" Valves

I had just one minor comment. I'm fine with sending this out to Rey and Dale.

Jason

From: Michael Armstrong <marmstrong@gcpud.org>
Sent: Tuesday, April 23, 2024 3:28 PM
To: Jason Michelbook <jmichel@gcpud.org>
Subject: 370-12118 Commission Memo - WAN RBFL 72" Valves

For your review:

 [370-12118 Commission Memo.docx](#)

Mike Armstrong

Mechanical Engineer

MOBILE 425.654.9155

EMAIL marmstrong@gcpud.org



grantpud.org

CONTRACT FORM

This Agreement, effective upon full execution, is by and between Public Utility District No. 2 of Grant County, Washington ("District") and ADAMS Schweiz AG ("Contractor");

WITNESSETH:

That parties hereto for the considerations set forth in the Contract Documents agree as follows:

1. SCOPE OF WORK - The Contractor agrees to furnish 72" gravity supply valves in the manner and form provided by the Contract Documents 370-12118 made a part hereof, entitled Wanapum Right Bank Fish Ladder 72" Gravity Supply Valves.
2. DELIVERY - The Contractor shall deliver the equipment/materials, F.O.B. the District's Wanapum Warehouse. The Contractor shall deliver the equipment/materials on or before the dates specified in these Contract Documents; failure to do so may result in damage to the District.
3. PAYMENT - The District agrees to pay the Contractor for the equipment/materials to be provided the sum of not to exceed \$2,035,000.00, plus applicable Washington State Sales Tax in accordance with the Contract Documents.
4. PAYMENT AND PERFORMANCE BOND - The Contractor shall furnish in favor of the District, a Payment and Performance Bond as required by the Contract Documents, and this Contract shall not obligate the District until such Payment and Performance Bond has been tendered.

The parties to this Agreement have caused it to be executed on the dates indicated below. This Agreement may be executed in counterparts, each of which shall be deemed to be an original but all of which taken together shall constitute one and the same agreement.

Public Utility District No. 2
of Grant County, Washington

ADAMS Schweiz AG

By: _____

By: _____

Name: _____

Name: _____

Title: _____

Title: _____

Date: _____

Date: _____

COMMERCIAL EVALUATION

Contract No.:	370-12118	Contract Title:	Wanapum Right Bank Fish Ladder 72" Gravity Supply Valves
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Bid Opening Date		04/11/24	
Total No. of Bidders:		1	
Was prequalification required for bidding?		No	
No. of potential Bidders who obtained the Bid documents:		48	
Was this Bid advertised in the newspaper?	Yes	If yes, where?	
Addenda issued?	Yes	If yes, how many	1

Additional Information

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Cost Estimate:	\$2,035,000.00
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Bidders

Name of Bidder:	ADAMS Schweitz AG		
Total Bid Price:	\$2,035,000.00	Bid Security:	Cashier's Check
Signature Certification:	NA	Delivery / Completion:	As required
Addendum Received:	Yes	Bidder's Data Provided:	Yes
Commercially Compliant?	Yes	Technically Compliant?	Yes

Additional Information:

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Name of Bidder:			
Total Bid Price:	\$	Bid Security:	Choose an item.
Signature Certification:	NA	Delivery / Completion:	Choose an item.
Addendum Received:	Choose an item.	Bidder's Data Provided:	Choose an item.
Commercially Compliant?	Choose an item.	Technically Compliant?	Choose an item.

Additional Information:

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Name of Bidder:			
Total Bid Price:	\$	Bid Security:	Choose an item.
Signature Certification:	NA	Delivery / Completion:	Choose an item.
Addendum Received:	Choose an item.	Bidder's Data Provided:	Choose an item.
Commercially Compliant?	Choose an item.	Technically Compliant?	Choose an item.

Additional Information:

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Name of Bidder:			
Total Bid Price:	\$	Bid Security:	Choose an item.
Signature Certification:	NA	Delivery / Completion:	Choose an item.
Addendum Received:	Choose an item.	Bidder's Data Provided:	Choose an item.
Commercially Compliant?	Choose an item.	Technically Compliant?	Choose an item.

Additional Information:

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From: [Michael Armstrong](#)
To: [Rebecca Diaz](#)
Subject: RE: 370-12118 Technical Evaluation
Date: Tuesday, April 16, 2024 9:49:45 AM
Attachments: [image001.jpg](#)

Morning Rebecca,

I finished reviewing the attached material. The Adams bid adequately matches the requirements of the technical specification. These probably aren't a big deal but I noticed on the Commercial Evaluation the total number of bidders isn't filled out as 1. Also on the Bid Tabulation spreadsheet, it should say ADAMS Schweiz AG instead of AD.

Thank you!

Mike

From: Rebecca Diaz <rdiaz@gcpud.org>
Sent: Thursday, April 11, 2024 2:02 PM
To: Michael Armstrong <marmstrong@gcpud.org>
Subject: 370-12118 Technical Evaluation

Hey Mike,

I have attached for your review the following documents:

- ADAMS Schweiz AG Bid
- Bid Tabulation
- Commercial Evaluation

Please review ADAMS bid against the technical specifications in the bid documents. Once you have completed your review let me know.

Thank you,

Rebecca Diaz, CPPB
Procurement Officer III

Office: 509.754.5055 Ext. 3333

Email: rdiaz@gcpud.org



Rebecca Diaz, CPPB
Procurement Officer III

Office: 509.793.1503
Email: rdiaz@gcpud.org

