

Marquette Board of Light and Power 3-14-17 MINUTES

2200 Wright St., Marquette, MI 49855 (906) 228-0311

A regular meeting of the Board of Light and Power was called and held on March 14, 2017 beginning at 4:30 p.m. The meeting was called to order followed by the Pledge of Allegiance.

Present: Tom Tourville, Chair
David Puskala, Vice Chair/Secretary
David Carlson
Jerry Irby
Robert Niemi

Absent: None

Assistant Director/Utility Operations, David Lynch requested one additional letter be inserted as 5b and removal of item 9. J. Irby made a motion to approve the revised agenda and R. Niemi gave support. Board unanimously approved the revised agenda.

1. **Approval of the February 28, 2017 Regular Meeting Minutes:**
R. Niemi made a motion to accept February 28, 2017 regular meeting minutes, as presented. J. Irby gave support and Board unanimously approved.
2. **Approval of Bills Payable:**
J. Irby made a motion to approve the Bills Payable as presented, totaling \$991,781.49, was supported by D. Puskala and unanimously approved by the Board. R. Niemi made a motion for staff to include with the bills payable, a detailed credit card report, as a matter of standard practice. D. Puskala supported the motion and Board unanimously approved.
3. **Public Comments:**
No comments at this time.
4. **Recommendation for Approval of the Solar Land License & Management Agreement:**
J. Irby made a motion to approve the Solar Land License & Management Agreement Contract created for the Community Solar Garden and R. Niemi supported the motion. D. Lynch stated that the panels will be owned by the customer and be their tangible personal property. After discussion, Board approved the contract 4 to 1, with D. Carlson voting nay.
5. **Recommendation to Award Contract for the Construction of the MBLP Community Solar Garden:**
R. Niemi made a motion to award the contract for the construction of the MBLP Community Solar Garden to Peninsula Solar in the amount of \$276,886.29, which was the lowest bid received. ~~D. Puskala supported the motion.~~ D. Lynch stated that the Board letter had a typo in it, the wattage for the photovoltaic panels is 315 not 320 watt. Motion was supported by D. Puskala and the Board approved unanimously.

Type
PC.

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b. Award Contract for the Purchase of Oils for the Marquette Energy Center.

J. Irby made a motion to award the contract for the purchase of 21,300 gallons of engine oil and 60 gallons of turning gear oil for the MEC to Shell in the total amount of \$136,163.40. Shell submitted the lowest evaluated bid price and both oils meet all Wärtsilä equipment oil specifications. D. Puskala gave support and Board unanimously approved the contract.

6. **Recommendation to Approve:**

a. General Work Contract Change Order #2 – Miron.

D. Carlson made a motion to approved Change Order #2 from Miron for the total amount of \$173,861.01 which is due to changes in project scope from the original awarded project contract. R. Niemi supported the motion and Ken Mixer from Sargent and Lundy answered Board questions. After discussion, Board unanimously approved the change order payment.

b. Change Order #5 – Wärtsilä.

On a motion made by R. Niemi, payment was authorized to Wärtsilä in the amount of \$159,091.00 for the additional costs to prepare the Wärtsilä engines transport route from the beach landing to the MEC and to secure permits. D. Carlson supported the payment authorization. J. Reynolds stated that the original contract included the transportation to the Marquette beach only because the actual route from the beach to the MEC had not been decided yet. The change order was unanimously approved by the Board.

7. **Sargent & Lundy Update – Ken Mixer:**

Ken Mixer gave an update presentation on the MEC Project to the Board as of today. The MEC Project is 93 percent complete overall and the general work contract is 82 percent completed. Sargent and Lundy have reviewed 102 out of the 125 change orders received. Right now, the main focus of the project is the electrical portion of it. K. Mixer informed the Board that last Friday, he learned that the air compressors are too small and will need to be replaced. K. Mixer stated that Wärtsilä is working on the problem to get it resolved as soon as possible. He stated that the team will be working through it in order to minimize the impact on everyone and does not think the problem will alter the completion schedule.

8. **Marquette Energy Center Update:**

John Reynolds gave an update on the project costs summary and stated the project is still doing well. We have had some financial hits but some of the changes has worked out in our favor.

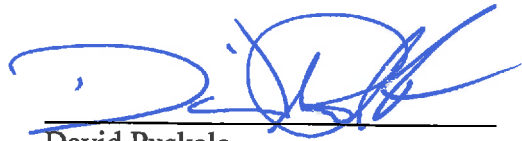
9. **~~Distribution of Financial Management Plan—Erik Booth: - Removed~~**

10. **Public Comments:**

Jorma Lankinen 8 Marquette Drive stated that there has been incredible progress on the entire project and said that everyone desires an at-a-boy. He is very happy with the MBLP and thanked everyone.

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11. **Any Additional Business the Executive Director Wishes to Present:**
Assistant Director-Utility Operations, David Lynch thanked the staff for all their hard work during the last week's wind storm.
12. **Any Additional Business the Board Members Wish to Present:**
T. Tourville thanked the staff for all their support during the wind storm last week.
3. **Adjournment:**
The meeting adjourned at 5:55 p.m.



David Puskala
Vice Chair/Secretary