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**RESOLUTION****Debarr Substation Rebuild – Electric Power Constructors, Inc. Change Order**

WHEREAS, Chugach Electric Association, Inc. (Chugach) has identified the need to rebuild Debarr Substation to increase reliability and extend the life of the substation;

WHEREAS, Chugach has included this project in the 2017-2021 Capital Improvement Plan (CIP) which was approved by the Board on November 30, 2016, Regular Board of Directors' Meeting;

WHEREAS, the Chugach Board approved the Debarr Substation Rebuild Project Authorization at an estimated total cost of \$6,000,000 on January 26, 2017, Regular Board of Directors' Meeting;

WHEREAS, the Chugach Board authorized the Chief Executive Officer to approve the Procurement of the Debarr Substation Power Transformer through the contract with OTC Services, Inc. for four (4) power transformers at an amount not to exceed \$2,135,397 on January 26, 2017, Regular Board of Directors' Meeting;

WHEREAS, the Chugach Board authorized the Chief Executive Officer to approve a contract award with Electric Power Constructors, Inc. for the Debarr Substation Rebuild in an amount not to exceed \$1,729,590.14 on February 21, 2017, Regular Board of Directors' Meeting;

WHEREAS, the Chugach Board has authorized the Chief Executive Officer to execute a contract with Myers Power Products, Inc. for 34.5 kV switchgear in an amount not to exceed \$1,389,805 on November 29, 2017, Regular Board of Directors' Meeting;

WHEREAS, Chugach has included funding in its 2018 Annual Operating budget for the DeBarr Substation Rebuild;

WHEREAS, Chugach has publicly solicited and received bids for the Debarr Substation Rebuild from three bidders;

WHEREAS, Chugach has evaluated the bids and found Electric Power Constructors, Inc. to be the lowest, responsive and responsible bidder;

WHEREAS, Chugach was directed by the Municipality of Anchorage's (MOA) in February 2018 to relocate Debarr substation equipment encroaching in the Patterson Street Right of Way out of the Municipality's Right of Way and to apply for a major amendment to its conditional use permit; and

WHEREAS, Chugach has identified additional work needed to make the station ready for a second transformer thereby increasing the reliability of the station,

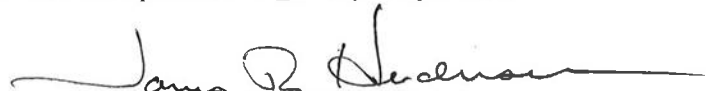
WHEREAS, these changes to the Debarr substation scope of work require changes in design and construction,

NOW THEREFORE, BE IT RESOLVED by the Board of Directors of Chugach Electric Association Inc. that the Chief Executive Officer is authorized to execute a contract increase with Electric Power Constructors, Inc. for the Debarr Substation Rebuild from the amount of \$1,729,590.14, by the amount of \$597,841.38 to an amount not to exceed \$2,327,431.52.

**CERTIFICATION**

I, James Henderson, do hereby certify that I am the Secretary of Chugach Electric Association, Inc., an electric non-profit cooperative membership corporation organized and existing under the laws of the State of Alaska; that the foregoing is a complete and correct copy of a resolution adopted at a meeting of the Board of Directors of this corporation, duly and properly called and held on the 25<sup>th</sup> day of April, 2018; that a quorum was present at the meeting; that the resolution is set forth in the minutes of the meeting and has not been rescinded or modified.

IN WITNESS WHEREOF, I have hereunto subscribed my name and affixed the seal of this corporation on the 25<sup>th</sup> day of April, 2018.

  
Secretary