	Michael J Watkins SCL North Mountain Agreements ORD D1a									
1	CITY OF SEATTLE									
2	ORDINANCE 126642									
3	COUNCIL BILL 120378									
4 5 6 7 8 9	AN ORDINANCE related to the City Light Department; authorizing the General Manager and Chief Executive Officer of City Light to execute an operation and maintenance agreement and a telecommunications agreement, both with Public Utility District No. 1 of Snohomish County; and ratifying and confirming certain prior acts. WHEREAS, the City Light Department ("City Light") entered into an agreement in 1991 with									
11	the Public Utility District No. 1 of Snohomish County ("District") regarding the transfer									
12	of electrical energy over City Light's Gorge to Snohomish transmission line and to									
13	construct the required interconnecting substation, designated as the North Mountain									
14	substation ("Substation"); and									
15	WHEREAS, the District and the City continue to operate and maintained the Substation under									
16	the 1991 agreement, which is set to expire July 31, 2022; and									
17	WHEREAS, the District has requested that City Light continue to operate and maintain the									
18	Substation and facilitate telecommunications related to such operations;									
19	NOW, THEREFORE,									
20	BE IT ORDAINED BY THE CITY OF SEATTLE AS FOLLOWS:									
21	Section 1. The General Manager and Chief Executive officer of the City Light									
22	Department, or designee, is hereby authorized to execute for and on behalf of The City of Seattle									
23	an agreement for the operation and maintenance of the North Mountain Substation substantially									
24	in the form attached hereto as Attachment 1.									
25	Section 2. The General Manager and Chief Executive officer of the City Light									
26	Department, or designee, is hereby further authorized to execute for and on behalf of The City of									

	Michael J Watkins SCL North Mountain Agreements ORD D1a									
1	Seattle a telecommunications agreement related to the North Mountain Substation, substantially									
2	in the form attached hereto as Attachment 2.									
3	Section 3. Any act consistent with the authority of this ordinance that is taken after its									
4	passage and prior to its effective date is hereby ratified and confirmed.									

	Michael J Watkins SCL North Mountain Agreements ORD D1a								
1	Section 4. This ordinance shall take effect and be in force 30 days after its approval by								
2	the Mayor, but if not approved and returned by the Mayor within ten days after presentation, it								
3	shall take effect as provided by Seattle Municipal Code Section 1.04.020.								
4	Passed by the City Council the day of August, 2022,								
5	and signed by me in open session in authentication of its passage this 2nd day of								
6	August, 2022.								
7	Debora Junes President of the City Council								
9	Approved / returned unsigned / vetoed this 4th day of August, 2022.								
10	Bruce Q. Hanell								
11	Bruce A. Harrell, Mayor								
12	Filed by me this 4th day of August, 2022.								
13	<u>Cun Cida</u>								
14	Elizabeth M. Adkisson, Interim City Clerk								
15	(Seal)								
16 17 18 19 20 21	Attachment 1 – Amended and Restated North Mountain Substation Operation and Maintenance Agreement between The City of Seattle, City Light Department, and the Public Utility District No. 1, Snohomish County Attachment 2 - North Mountain Substation Telecommunications Agreement between The City of Seattle, City Light Department, and Public Utility District No. 1 of Snohomish County								

Amended and Restated North Mountain Substation Operation and Maintenance Agreement Between

The City of Seattle, City Light Department

And the

Public Utility District No. 1 Snohomish County

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Exhibit I	Notices

This AMENDED AND RESTATED NORTH MOUNTAIN SUBSTATION OPERATION AND MAINTENANCE AGREEMENT (O&M Agreement) is entered into by THE CITY OF SEATTLE, CITY LIGHT DEPARTMENT ("City" or "Seattle"), and PUBLIC UTILITY DISTRICT NO. 1 OF SNOHOMISH COUNTY, WASHINGTON ("District"), municipal corporations of the State of Washington, hereinafter individually referred to as "Party" or collectively as "Parties."

RECITALS

WHEREAS, the District and Seattle, entered into an operation and maintenance agreement effective August 1, 1991(1991 Agreement) for the North Mountain substation (Substation); and

WHEREAS, the District purchased the land for the Substation and conveyed the property title and rights acquired specifically for the substation to Seattle prior to the commercial operation of the Substation; and

WHEREAS, the District and Seattle have continuously operated and maintained the Substation under the 1991 Agreement: and

WHEREAS, the 1991 Agreement expires on July 31, 2022 and the Parties wish to continue sharing in the operation and maintenance of the Substation as detailed in this O&M Agreement; and

WHEREAS, the Parties desire to provide herein for equitable payment for the maintenance of such equipment; and

WHEREAS, the Energy Policy Act of 2005 authorized the Federal Energy Regulatory Commission, to approve Reliability Standards with which users, owners and operators of the Bulk Power System are required to comply; and

WHEREAS, Seattle is the Registered Entity with compliance responsibility for the Reliability Standards applicable to Seattle-owned equipment described herein; and

WHEREAS, The District is the Registered Entity with compliance responsibility for the Reliability Standards applicable to the District-owned equipment described herein; and

WHEREAS, the District has contracted with the Bonneville Power Administration (BPA) to purchase electrical energy for delivery to District customers that cannot be served by the resources of the District; and

WHEREAS Seattle will transfer power from BPA's Snohomish Substation to the North Mountain Substation under terms and conditions of the Power Transfer Agreement or a successor agreement , and the Telecommunications Agreement will provide for the operation and maintenance of the communication systems for the Substation; which together with this Agreement, are "the Agreements" necessary for Seattle to transfer power to the District's Darrington area customers; and

WHEREAS, Seattle has no current or future identified need for the Substation for the operation of its own electrical system in the absence of the District's request to interconnect with Seattle for increased District service reliability to the District's Darrington area customers, and it is the intention of the Parties that Seattle operate the Substation for the primary purpose of facilitating delivery the District's power to the District, within the constraints of Seattle and BPA's system.

NOW, THEREFORE, the Parties agree as follows

1. Terms of Agreement

- 1.1. This Agreement shall take effect at 0000 hours on August 1st, 2022, and shall expire at 2400 hours on July 31st, 2042, unless terminated by agreement of the Parties.
- 1.2. This Agreement may be extended, amended, or terminated upon mutual agreement of the Parties
- 1.3. In the event that the Agreement is terminated, all liabilities incurred hereunder are hereby preserved until satisfied.

On its effective date, this Agreement terminates and replaces in its entirety, the prior 1991 Agreement. All Obligations incurred under the prior agreement shall be preserved until fully satisfied.

2. **Definitions**

When used in this Agreement, the following terms have the meaning shown below:

- 2.1. "Business Day" means any day that is normally observed by the Federal Government as a workday.
- 2.2. "FERC" is the Federal Energy Regulatory Commission
- 2.3. "NERC" is the North American Electric Reliability Corporation.
- 2.4. "Reliability Standard" means a requirement, approved by the United States Federal Energy Regulatory Commission under Section 215 of the Federal Power Act, or approved or recognized by an applicable governmental authority in other jurisdictions, to provide for reliable operation of the bulk power system. The term includes requirements for the operation of existing bulk-power system

- facilities, including cybersecurity protection, and the design of planned additions or modifications to such facilities to the extent necessary to provide for reliable operation of the bulk-power system, but the term does not include any requirement to enlarge such facilities or to construct new transmission capacity or generation capacity.
- 2.5. "Actual Costs" include the Operation & Maintenance as well as Capital costs which are typically comprised of direct labor and benefits, parts, materials, equipment, services, administrative and general costs, taxes, payments in lieu of taxes, licenses fees, and permits. Capital costs financed by Seattle will accrue interest at Seattle's average annual borrowing rate. Seattle accounts for all of its transactions in accordance with Generally Accepted Accounting Principles (GAAP).

3. Ownership of Facilities and Equipment

- 3.1. The District has conveyed the Substation site to Seattle by statutory warranty deed in fee simple, together with additional real property rights specifically acquired by the District for this project. A copy of said statutory warranty deed, which was filed (AF#9105240041) with the Snohomish County Auditor on May 24, 1991, is contained in Exhibit A, which together with other designated exhibits herein, is attached to and by this reference made a part of this Agreement. The District hereby conveys, transfers and assigns to Seattle all approvals, permits, and licenses obtained by it from any governmental Subdivision, for construction, use, maintenance, and operation of the Substation.
- 3.2. Seattle has conveyed an easement to the District to erect, operate, maintain, repair, rebuild and patrol two 12.5 kV electric distribution lines and related facilities over and across a portion of Seattle's Skagit Transmission Line Right-of-Way which Seattle owns, and Seattle has consented to said use by the District over Seattle's Skagit Transmission Line Right-of-Way over which Seattle holds easement rights only. The Easement and Consent Agreement was recorded and filed with the Auditor of Snohomish County on May 24, 1991, and a copy is contained in Exhibit B, however, paragraph 16 of the Easement and Consent Agreement is superseded by the provisions of the Agreements.
- 3.3. Insofar as Seattle has the necessary rights, an easement from Seattle to the District shall be conveyed for the right, privilege, and authority to operate and maintain, repair, and replace the existing 12.5 kV equipment outlined in Exhibit D for a portion of the Substation described in the said Easement necessary for service to District's Darrington area customers. A copy of the Substation

easement is contained in Exhibit B. Said Easement further grants the District rights of vehicular ingress and egress over lands adjacent to the Substation specifically described in the Easement. Seattle further reserves the right to the exclusive use of the storage room. Should the District's operation and maintenance cause disruption to or physical modification of Seattle's owned facilities and equipment, the District shall be responsible for restoration of the same.

- 3.4. Title to and ownership of the plant and equipment installed in the Substation, and specified in Exhibit C, shall be and remain with Seattle.
- 3.5. The property, plant and equipment, and rights hereto, listed in Exhibits A and C are part of Seattle's electric system.
- 3.6. Title to and ownership of equipment specified in Exhibit D is and will remain with the District.
- 3.7. Title to and ownership of any equipment located on the property that is not listed in either Exhibits A, C or D is hereby conveyed to Seattle.
 - 3.7.1. If a dispute arises over the ownership of an item(s) not listed in Exhibits C or D, the District will notify Seattle and state the reason why they believe they own the item(s) in question and the Parties will make a good faith effort to resolve the ownership of the disputed item.
- 3.8. The point of physical integration of the District's 12.5 kV distribution service to Seattle is at the point of connection to the 230 kV transformer bushings. The bushings and the transformer are owned by the District as set forth in Exhibit D. This point shall continue to separate ownership of electric plant between Seattle and the District as shown in Exhibit E. All common facilities used by the Parties are owned by Seattle, unless otherwise provided herein.
- 3.9. Renewals, replacements, modifications or additions to the Substation and equipment including the common facilities that are reasonably necessary to facilitate the transfer of power in a manner compatible with Seattle's operation, maintenance, power transfer, and communications service will be done by and become property of Seattle and be paid for by the District according to the provisions of Section 4.3 or 7.3. Future renewals and replacements to the transformers and 12.5 kV distribution equipment at the Substation necessary to facilitate the District's transformation and distribution of power in a manner compatible with the District's system operations and Seattle's

Interconnection Requirements will be done by and become property of the District and be paid for by the District.

- 3.10. Exhibits C, D, and E shall be reviewed by the Representatives of the Parties on an as needed basis. Revisions to the aforementioned exhibits will be agreed to by both Parties through written or digital agreement.
- 3.11. The Parties shall identify the major station components and equipment specified in Exhibits C and D, tools stored on site, and future modifications, by permanently affixing thereto suitable tags, stencils, stamps, or other markers plainly stating who owns the property, but failure to do so shall not affect title and ownership of such equipment.
- 3.12. This Agreement shall not convey title or ownership of any kind to the facilities or transmission system of Seattle to the District, nor will it confer on the District any right to use any part of Seattle's transmission system. The District shall not use rights obtained under this Agreement to provide transmission or any other services for any other person, municipality, association, or other entity.

4. Responsibility for Operations and Maintenance

- 4.1. Seattle will operate and maintain the property and equipment of Seattle, which are designated and described in Exhibits A and C, in the same manner in which Seattle maintains similar facilities of its own and in accordance with good utility practices. BPA will own, operate and maintain the billing meters. Seattle shall operate and maintain Seattle facilities in accordance with NERC Reliability Standards and in a neat and orderly manner so as not to be hazardous to life or property. Seattle generated debris shall be removed or otherwise disposed of to reduce threat of fire and a degradation of the environment.
- 4.2. Unless otherwise provided for herein, the District will operate and maintain its facilities and equipment, which are designated and described in Exhibit D, in the same manner in which it operates and maintains similar facilities and equipment it owns and in accordance with good utility practices. The District shall operate, maintain, and keep District facilities in accordance with NERC Reliability Standards and in a neat and orderly manner so as not to be hazardous to life or property. District generated debris shall be promptly removed or otherwise disposed of to reduce threat of fire and a degradation of the environment.
- 4.3. Seattle shall develop and submit to the District a comprehensive plan for routine operation and maintenance activities to be performed upon Seattle's equipment and North Mountain Substation ("O&M Plan"). Seattle shall limit the O&M Plan to include all

activities that are routinely performed at similar facilities that are maintained and operated by Seattle. These activities include and are not limited to inspection, major and minor maintenance, testing, work to maintain access, and vegetation management.

- 4.3.1. The O&M Plan shall include a monthly cost estimate for each O&M Plan year.
- 4.3.2. The O&M Plan shall be updated annually for the following year on or before May 1st of each year and shared with the District as a draft. The District will have thirty (30) days to request a meeting or review time extension to discuss the O&M Plan.
 - 4.3.2.1. Seattle will endeavor to include known periodic work and projects in the O&M Plan.
- 4.3.3. At the sole discretion of Seattle, the timing and type of activities performed by Seattle may differ from the O&M Plan.
- 4.3.4. Seattle shall endeavor to provide thirty (30) days written notice to the District for periodic operations and maintenance activities not included in the O&M Plan that will result in exceeding the monthly estimated O&M Plan cost by 100% or more. The District may request a meeting with Seattle to discuss the periodic activity. In any such meeting, Seattle shall explain the periodic activity not included in the O&M Plan and that exceeds the O&M Plan monthly estimated cost by 100% or greater amount.
- 4.3.5. If Seattle, in its sole judgement, determines that an emergency condition exists that requires any operation and maintenance activity necessary to preserve system reliability or promptly restore the operation of the North Mountain Substation, it may commend work immediately and retroactively provide notice to the District as soon as practicable thereafter. The District may request a meeting with Seattle to discuss any emergency activities within thirty (30) days of receiving notice of such.
- 4.4. Seattle will operate and maintain both the indoor and outdoor common facilities to be used by both Parties in the same manner in which it operates and maintains its own; and the District shall have access to these facilities, except the Storage Room pursuant to Subsection 3.3.
- 4.5. The District shall supply Seattle with station service power for the operation and maintenance of all North Mountain Substation property and equipment required by Seattle. The District owns all the station service transformers listed in Exhibit D, but Seattle owns the automatic transfer switch for Seattle's station service.

- 4.6. The maintenance of all the batteries used for the North Mountain Substation will be the responsibility of Seattle, but Seattle is not a guarantor of the battery system.
- 4.7. The District shall provide voice telephone service over a common carrier from the work room that will be available to all employees using the station for station communications and for Substation business. This telephone is separate from the District OPX provided under the Telecommunications Agreement. Seattle will provide a Seattle-owned PAX telephone line in the control room for communications with Seattle dispatcher and for other Substation business, which is the same phone referenced in the Telecommunications Agreement.
- 4.8. Seattle and the District shall provide and maintain adequate protective equipment sufficient to prevent damage to their own systems, including but not limited to, system disturbances or other anomalies. Adequacy shall be determined based upon good utility practice, but neither Party shall be deemed a guarantor of the effectiveness of the protective equipment.
- 4.9. The Parties shall cooperate and coordinate with each other regarding the installation, operation and maintenance and future renewals, replacements, retirements, additions or modifications to or from the equipment they own in the Substation, including furnishing any plans, drawings, specifications, documentation, and information relating to its requirements or property plant and equipment as may reasonably be requested by the other Party.
- 4.10. A drawing of the Plot Plan (D30450) and Control House (D-30531) for the Substation and one-line drawings of the District's 12.5 kV system S-8802, and Seattle's 230 kV system D-30485, are contained in Exhibit E. Drawings of the Conduit and Cable Trench Plan (D-30515, D-30516, D-30517) and the Oil Containment Plan (D-58807) are also contained in Exhibit E. Whenever there is a revision by either the District or Seattle, to any of the property, plant or equipment referenced by these drawings, the Party making the change will provide the other an updated drawing to reflect the change.
- 4.11. Whenever the District or Seattle makes a change to their own system that can affect the operation of the other's system under normal or emergency conditions, revised drawings of the change will be provided to the other Party.

5. **Security and Access Control**

- 5.1. Security and Access control of facilities will be governed by Exhibit G North Mountain Security and Access Control Letter of Agreement
 - 5.1.1. Exhibit G will be periodically reviewed by the Parties and amended by mutual

agreement.

6. **Operations**

- 6.1. Operations will be governed by Exhibit H North Mountain Operational Coordination Letter of Agreement
 - 6.1.1. Exhibit H will be periodically reviewed by the Parties and amended by mutual agreement.

7. Expenses and Payment

- 7.1. Beginning on the first day of July, 2022, the District will pay to Seattle monthly, the amounts and charges set forth below. If any new regulatory fees or taxes payable by the City are imposed by any federal, state, or local government upon services, revenues, or income of Seattle by reason of the services provided hereunder, the District shall pay, in addition to the charges herein specified, an amount sufficient to cover any such incremental taxes or regulatory fees payable by Seattle.
- 7.2. In consideration of the equipment and services to be provided by Seattle in operating and maintaining the Substation, and in accordance with Subsection 7.1 of this Agreement, the District shall pay to Seattle monthly the following amounts and charges. The District shall reimburse Seattle for the Actual Cost of operating and maintaining the Substation by paying the Reimbursable Operation and Maintenance Expense. The Reimbursable Operation and Maintenance Expenses shall be calculated as described below.
 - 7.2.1. Actual Cost of Operating and Maintenance Expenses shall be accounted for by Seattle in accordance with Generally Accepted Accounting Principles (GAAP).
- 7.3. Replacement, additions and modifications by Seattle for the North Mountain Cityowned facilities or equipment, which are capitalized by Seattle in accordance with Generally Accepted Accounting Principles, shall be considered separately from Reimbursable Operation and Maintenance Expense as described in Subsection 7.2. Equipment or facilities requiring installation due to safety, security, or regulations, replacement due to defect, obsolescence, damage, or wear or changes which are necessary for the cost-effective operation and maintenance of the North Mountain system, including the Substation and the interconnecting line, shall be billed to the District on an Actual Cost.

- 7.3.1.Expenses for work related to an periodic activity performed pursuant to Section 4.3.4 shall be tracked through a work order or other accounting means such that the actual expenses can be accurately recorded and shall be billed separately from the expenses of routine activities contained in the O&M Plan. The District shall reimburse Seattle for Actual Cost for an periodic activity, except that the total amount of reimbursement by the District shall be limited to 125 percent of the estimate for the periodic activity, unless the Parties have agreed in writing to a revision of the estimate.
- 7.3.2.Except in the event of an emergency requiring immediate action, Seattle shall give to the District at least thirty (30) days' notice prior to the date it takes action pursuant to Subsections 7.3 to renew, replace, add or modify Seattle-owned facilities or equipment at the Substation having an expected cost in excess of \$100,000.
- 7.4. Billing and payment will occur monthly in accordance with the following:
 - 7.4.1.The accounting period for billing under this Agreement shall be the first day of the calendar month to the last day of the calendar month unless otherwise agreed in writing between the Parties' Representative. By the twenty fifth day of the first month of the next calendar quarter, Seattle will prepare and submit to the District an invoice.
 - 7.4.2. The District shall pay Seattle the amount due under any invoice no later than thirty days after the date of the invoice. Seattle shall transmit via email or other acceptable means the invoice no later than 5 days after the date on the invoice.
 - 7.4.3.A late charge of 1 percent per month shall be added to the invoiced amount that is not paid within the time limits set forth in Subsection 7.4.2.
 - 7.4.4.In the event any invoice, or part thereof, is disputed, payment of the invoice as rendered shall be made when due, with subsequent invoice being adjusted for any amount found to be in error. Interest at the rate of 1% per month shall be included in the final monetary settlement of any adjustment due to either Party. Such interest shall run from the date of receipt of the original payment to the date of settlement of any adjustment.

7.4.5.Seattle may combine invoices for this Agreement with other bilateral District-City Agreements into one monthly billing, but the itemized cost of each Agreement will be identified separately.

8. **Insurance**

8.1. The District shall maintain at its expense through the term of this Agreement, a policy or policies of comprehensive fire and casualty insurance in an amount sufficient to replace North Mountain substation, including all equipment and interconnections with the Gorge to Snohomish Transmission System. The 2022 minimum amount shall be \$5million. Self-insurance coverage by the District is a satisfactory alternative to Seattle. Any such policy or policies shall name the City of Seattle as an additional insured. If any fire or casualty loss at such facilities exceeds the amount of such insurance and coverage, the District shall pay to Seattle the amount of difference between the insured or covered amount and the actual loss in order to compensate Seattle for its full reconstruction expense, unless the District elects to terminate the Agreement, pursuant to Subsection 15.2.

9. Release

9.1. Each Party releases the other from liability for loss or damage to it which shall include, but not be limited to, consequential damages and the loss of use or profit, which arises out of or in connection with the negligence of a Party, or negligence any officer, agent, or employee of a Party, under this Agreement.

10. Indemnification Regarding North Substation

- 10.1. To the maximum extent allowed by law, including R.C.W. 25.32A.090, each Party shall defend, indemnify and hold harmless the other Party, its successors and assigns, and the respective directors, officers, employees and agents of the other Party and its successors and assigns (collectively referred to as the "Indemnitees") from any and all claims, losses, costs, liabilities, damages and expenses (including but not limited to, reasonable attorneys' fees) caused by the negligence of the other Party or anyone acting on the other Party's behalf
- 10.2. A Party shall not be liable to the other Party's customers for any interruption to the service or property damage caused by the provision of service, and each Party hereby indemnifies, protects and saves harmless the other Party against any and all such claims or demands, suit or judgment for loss, liability, damages and expenses.
- 10.3. Indemnity, protection and hold harmless shall include any demand, claim, suit or judgment for damages to property or injury to or death of persons, including officers, agents, and

- employees of either party hereto including payment made under or in connection with the Workers' Compensation Law or under any plan for employees' disability and death benefits.
- 10.4. It is further specifically and expressly understood that, solely to the extent required to enforce the indemnification provided herein, the District and Seattle waive their immunity under RCW Title 51 as provided in RCW 4.24.115; provided, however, the foregoing waiver shall not in any way preclude either Party from raising such immunity as a defense against any claim brought against a Party by any of its employees. This waiver has been mutually negotiated by the Parties.

11. Force Majeure

- 11.1. "Force Majeure" means an event or circumstance that prevents a Party from performing its obligations under this Agreement, which event or circumstance:
 - 11.1.1. Is not within the control of or the result of the fault or negligence of the Party claiming its occurrence, and
 - 11.1.2. Which by the exercise of due diligence and foresight could not reasonably have been avoided, including acts of God; sudden action of the elements such as floods, earthquakes, hurricanes, or tornados, lightening, fire, ice storms, smoke or other particulates from volcanoes; sabotage; vandalism beyond that which could reasonably be prevented; terrorism; war; riots; explosion; blockades; insurrection; strikes by third parties, breakdowns of, or damage to facilities, court order, acts of government authority, electrical disturbances of any kind, and acts of omissions or third parties;
 - 11.1.2.1. Inability, or excess cost to procure any equipment necessary to perform the obligation of this Agreement.
 - 11.1.2.2. Acts or omissions of a third party unless such acts or omissions are themselves excused by reason of Force Majeure.
 - 11.1.2.3. Mechanical or equipment breakdown or inability to operate, attributable to circumstances occurring within design criteria and normal operating tolerances of similar equipment unless such breakdown or condition was itself caused by an event of Force Majeure; or
 - 11.1.2.4. Changes in market conditions.
- 11.2. Applicability of Force Majeure

- 11.2.1. Neither Party shall be responsible or liable for any delay or failure in its performance under this Agreement, nor shall any delay, failure, or other occurrence or event become an event of default, to the extent such delay, failure, occurrence or event is substantially caused by conditions or events of Force Majeure, provided that:
 - 11.2.1.1. The non-performing Party gives the other Party prompt written notice describing the particulars of the occurrence of the Force Majeure.
 - 11.2.1.2. The suspension of performance is of no greater scope and no longer duration than is required by the Force Majeure.
 - 11.2.1.3. The non-performing Party proceeds with reasonable diligence to remedy its inability to perform and provides weekly progress reports to the other Party describing actions taken to end the Force Majeure; and
 - 11.2.1.4. When the non-performing Party is able to resume performance of its obligations under this Agreement, that Party shall give the other Party written notice to that effect.
- 11.2.2. Except as otherwise expressly provided for in this Agreement, the existence of a condition or event of Force Majeure shall not relieve the Parties of their obligations under this Agreement (including, but not limited to, payment obligations) to the extent that performance of such obligations is not precluded by the conditions or event of Force Majeure.

12. Dispute Resolution

- 12.1. The Parties recognize that cooperation and communication are essential to resolving issues quickly and efficiently. If any dispute arises in regard to the terms or conditions of this Agreement, then the parties shall meet and engage in good faith discussions with the objective of settling the dispute within thirty (30) days after either party requests such a meeting.
- 12.2. If the dispute remains unresolved at the end of thirty (30) days, the matter shall be referred to designated senior managers from each Party, who shall meet and engage in good faith discussions with the objective of settling the dispute.
- 12.3. If the parties cannot resolve the dispute within ninety (90) days from commencing dispute resolution, the parties shall refer the dispute to mediation using a mediator

mutually agreeable to the parties. If these representatives cannot resolve the dispute within fourteen (14) calendar days after referral of the dispute to mediation, either party may seek resolution of the dispute through litigation or other judicial proceedings in Superior Court of King County.

13. **Continuity of Service**

13.1. Except for the District's obligation to pay the charges described in this Agreement, neither Party hereto shall be liable to the other, or any other person or entity for, or be considered in default in the performance of its obligations hereunder to the extent that the performance of any such obligation is prevented or delayed by a Force Majeure or by any action taken by either Party which is, in its sole judgement, necessary or prudent to protect the performance, reliability, or stability of its electric system, or any electric system with which it is interconnected, whether such actions occur automatically or manually, which action shall not be deemed to be "willful misconduct" for purposes of this Agreement.

14. Assignment

14.1. This Agreement shall not be assigned by either Party without the prior written approval of the other.

15. **Review and Termination**

- 15.1. The District may terminate this Agreement at any time upon twelve (12) months prior written notice to Seattle, and provided that similar notices of termination are provided by it with respect to the Power Transfer and Telecommunications Agreements.
- 15.2. The District may terminate this Agreement upon prompt written notice to Seattle in the event of catastrophic loss or damage to the Substation which precludes transfer of power to the District. In such case, if loss or damage to City-owned equipment or property at the Substation has occurred, a) the District shall reimburse Seattle for all costs, including environmental expenditures, reasonably incurred by it to clean up the affected substation area, and b) the District shall pay to Seattle an amount equal to the cost reasonably estimated by Seattle to restore the direct Gorge to Snohomish 230kV transmission line.
- 15.3. Seattle may terminate this Agreement at any time upon (120) days prior written notice to the District in the event of nonpayment of charges. If payment of such charges is made by the District within the 120-day notice period, this agreement shall not be terminated.

- 15.4. Seattle may terminate this Agreement at any time upon twelve (12) months prior written notice to the District, for the District's failure to comply with the provisions of Subsection 2.9, or the District's failure to otherwise comply with any material provision of this Agreement, unless the District rectifies the violation to the satisfaction of Seattle.
- 15.5. If upon termination, either Party is required to commence an action to recover or to enforce obligations incurred prior to such termination, the prevailing Party shall be entitled to reasonable attorneys' fees and costs, plus interest on the unpaid amount.
- 15.6. The Parties agree that on or before February 1, 2040, they will begin to discuss appropriate terms and conditions which could be incorporated into a new or extended Agreement in view of all applicable factors including existing and prospective Darrington area load and use of Seattle's Gorge to Snohomish transmission system.
- 15.7. Six months prior to the expiration of this Agreement, and following the procedures agreed to by the Parties, Seattle will offer to extend this Agreement provided hereunder for a term and on conditions then deemed to be just and reasonable by both Parties
- 15.8. The provisions of this Article shall not limit any remedy at law or equity otherwise available to either Party.

16. Removal of Facilities and Payment Therefor

- 16.1. The District will remove its equipment in the Substation within 180 days when deliveries of electric energy from Seattle are terminated pursuant to Section 15 or upon agreement by the Parties hereto that such facilities and equipment are no longer required. Such removal shall include the repair of any damage to Seattle's facilities resulting from the removal of the District facilities or equipment.
- 16.2. The District shall reimburse Seattle for all costs, including environmental expenditures, reasonably incurred by it to clean up the affected substation area after equipment removal.

17. Representatives of the Parties and Notices

- 17.1. Representatives of the Parties will be contained in Exhibit I Notices.
 - 17.1.1. Either Party can revise their respective Exhibit I Representative contact information without mutual consent. Exhibit I revisions shall be communicated as soon as practicable to the other party.

18. No Waiver

18.1. The failure of either Party to insist upon or enforce strict performance by the other Party of any provision of this Agreement or to exercise any right under this Agreement shall not be construed as a waiver or relinquishment to any extent of such Party's right to assert or rely upon any such provision or right in that or any other instance; rather, the same shall be and remain in full force and effect.

19. Status of Parties

- 19.1. Each Party to this Agreement will perform services as an independent contractor with respect to the other. Any work or service performed by either Party is deemed performed for that Party, and no person employed by one Party shall be deemed an employee of the other.
- 19.2. Work will be performed by each Party in accordance with its own methods.
- 19.3. Each Party will perform work in accordance with this Agreement, applicable laws, and regulations.

20. Whole Agreement

20.1. The terms, covenants and conditions of this Agreement, together with any exhibits or other such documents incorporated therein, or written amendments constitute the entire agreement between the Parties, and no understandings or obligations not therein expressly set forth will be binding upon them.

21. Amendment

21.1. This Agreement may be amended at any time upon mutual written or digital agreement of the Parties.

22. **Severability**

22.1. If any part of this Agreement shall prove to be unenforceable, such unenforceability shall not extend beyond the part affected. The unaffected part of the Agreement will continue in full force and effect and will be binding upon the Parties hereto.

23. **Legal Relations**

- 23.1. The Parties will perform and comply with all applicable laws or other governmental regulations.
- 23.2. The Agreement will be construed and interpreted in accordance with the laws of the State of Washington and the Venue of any action brought hereunder will be the Superior Court of King County.

24. Signatures	
ACCEPTING FOR THE CITY OF SEATTLE	, CITY LIGHT DEPARTMENT
Debra Smith	
General Manager/CE0	
Date:	
ACCEPTING FOR THE PUBLIC UTILITY E	DISTRICT NO. 1 OF SNOHOMISH COUNTY, WASHINGTON
John Haarlow	
Chief Executive Officer, General Manag	jer
Date:	

Exhibit A North Mountain Statutory Warranty Deed

1.	The Statutory	Warranty	Deed a	as record	led in	Snoh	omish	County u	nder reco	ding	numb	er
	9105240014.											

Exhibit B North Mountain Easements

1.	The Easements as record	ed in	Snoh	omish	County	under	recording	number	910524001:	5 and
	9111140043.									

Exhibit C North Mountain Seattle Owned Equipment

- 1. Seattle Owned Equipment
 - a. All 230kV equipment including:
 - i. 230kV Bus, support structures and all the appurtenances.
 - ii. Three 230kV Power Circuit Breakers
 - iii. Six 230kV Voltage Transformers
 - iv. Eight 230kV G.O. Disconnect Switches
 - b. Control Building, 230kV Switchboards, Communication Equipment, AC and DC systems, the Seattle owned RTU, 2 revenue meters, and the remaining content of the Control Building except: 12.5kV switchboard, District owned RTU, District owned communication equipment, and District's spare fuses and other appurtenances.
 - c. Real Property of the fenced switchyard including Yard Lighting, 230kV Cable Trench, Water Well, Sanitary Sewage System, Grounding Grid System, Parking area, Landscaped Area, Storm Water Drainage System, and Access Driveways.
 - d. 230kVTurning Towers
 - e. Seattle Owned Equipment is further identified by drawings and technical notes contained in Exhibit E North Mountain Diagrams and Drawings

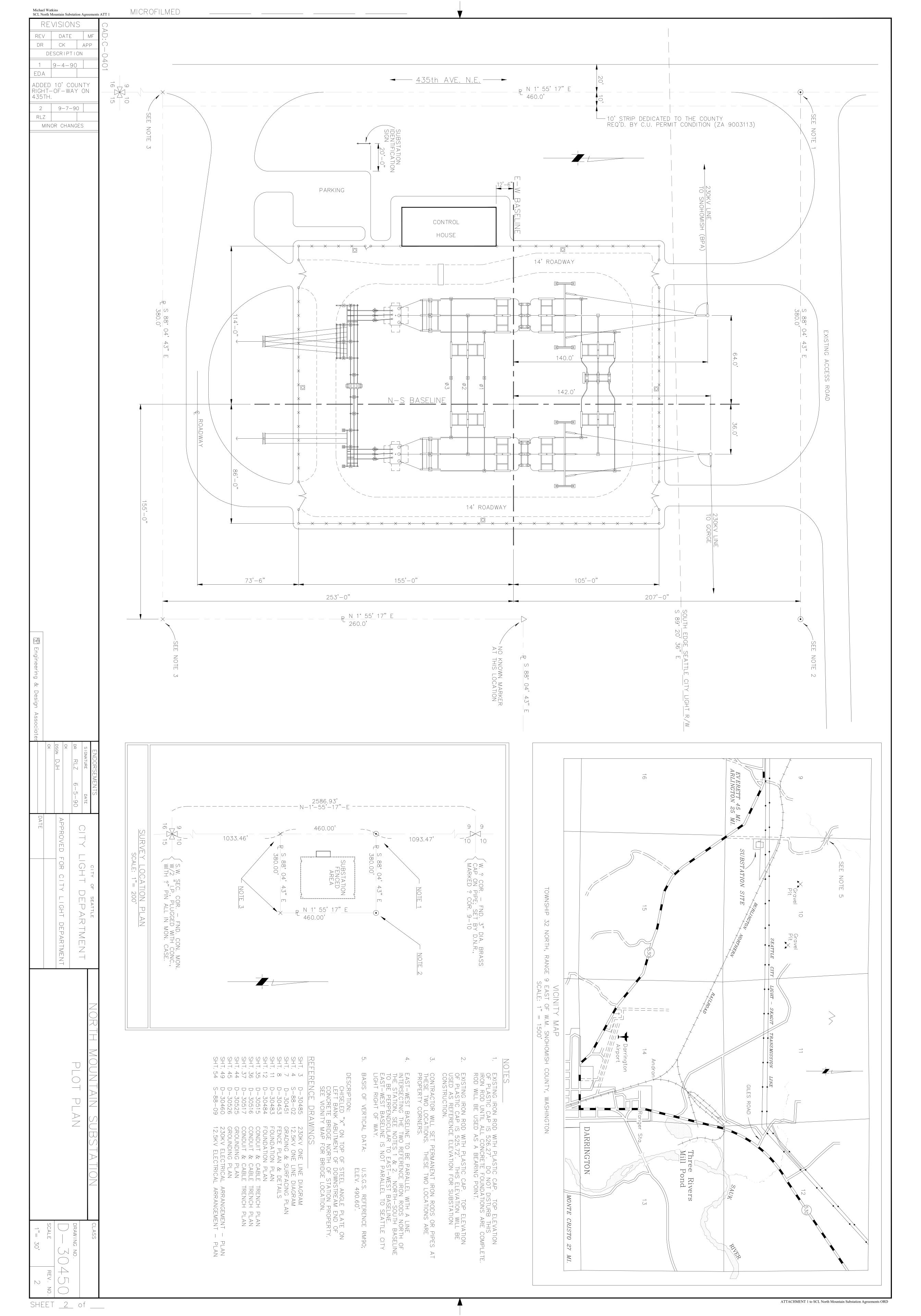
Exhibit D North Mountain District Owned Equipment

1. District Owned Equipment

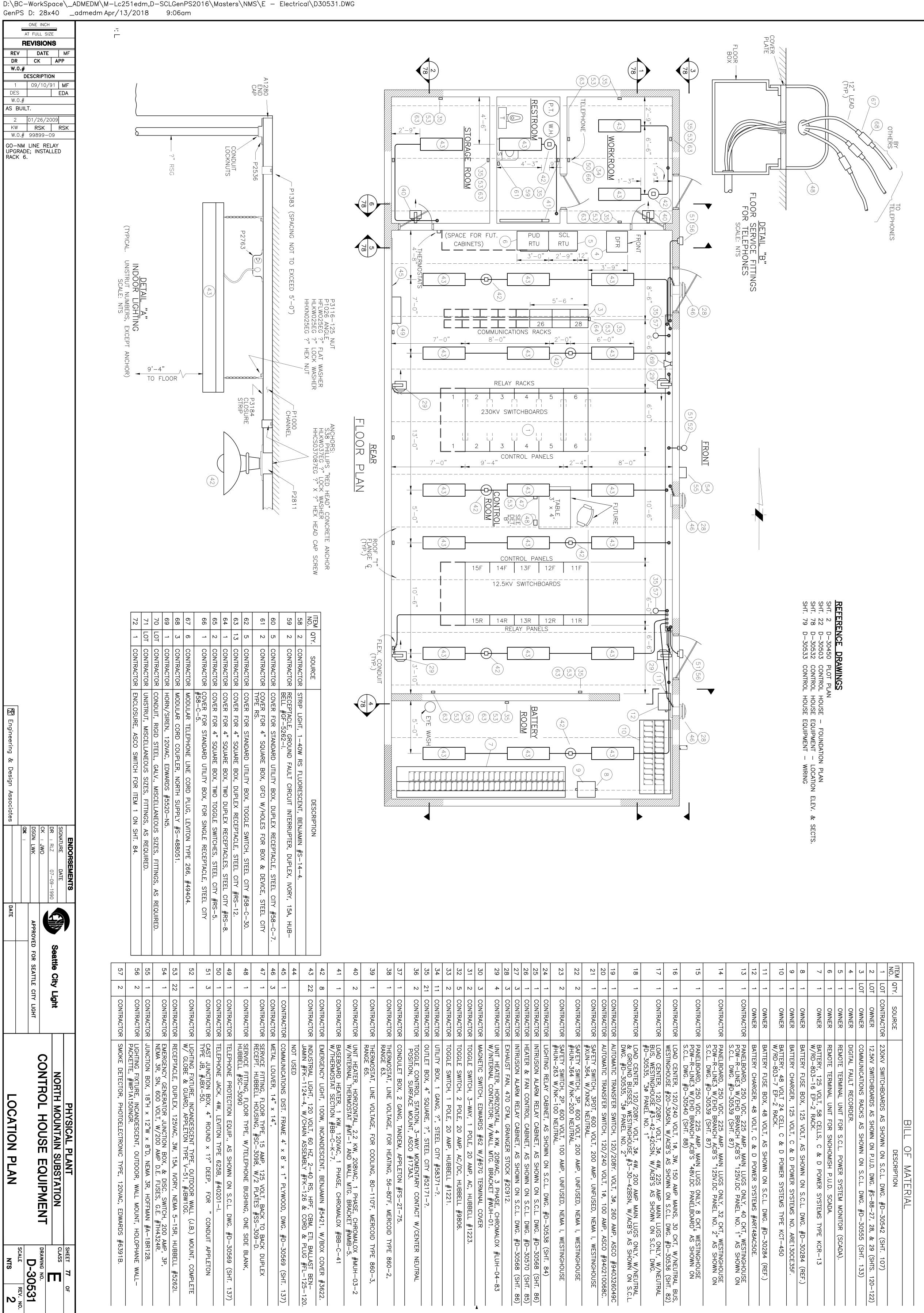
- a. Two 230/12.5kV Power Transformers (T1, T2)
- b. Three 12.5kV Feeder Circuit Breakers (B2)
- c. Three 12.5kV Load Break Disconnect Switches, one horizontal, two vertical. (S4, S5)
- d. Twenty-seven Single Pole 12.5kV H.O. Disconnect Switches (S6)
- e. Three 7.2kV Current Transformers
- f. Six 12.5kV Current Transformers
- g. Two 12.5kV Potential Transformers (PT2) and fuses (F3).
- h. 12.5kV Bus, Insulators, Support Structures and all the Appurtenances
- i. Two sets Station Service Transformers Consisting of two 50KVA Transformers, two 25KVA Transformers, and fuses. (ST1, ST2, F1, F2)
- j. Six 8.4kV MCOV, Lightning Arrestors (SA2)
- k. Six 140kV MCOV, Surge Arrestors (SA3)
- I. 12.5kV Switchboard Line up including all the relays, meters, control switches and other devices on the switchboard. All control cable and conduits connecting the switchboard to the District's 12.5kV facilities.
- m. Districts Remote Terminal Unit
- n. Transformer Oil Containment System
- o. Three 12.5kV Distribution Feeders and all Appurtenances
- p. District Owned Equipment is further identified by drawings and technical notes contained in Exhibit E North Mountain Diagrams and Drawings

Exhibit E North Mountain North Mountain Diagrams and Drawings

- 1. List of Diagrams and Drawings
- 2. Plot Plan D-30450
- 3. Control House Equipment Plan D-30531
- 4. 230kV Electrical Arrangement Plan D-30460
- 5. 230kV One Line Diagram D-30485
- 6. 12.5kV One Line Diagram D-30459
- 7. Conduit and Cable Trench Plan D-30515
- 8. Conduit and Cable Trench Plan D-30516
- 9. Conduit and Cable Trench Plan D-30517
- 10. Oil Containment Plan D-30514
- 11. PUD: S-88-T1
- 12. PUD: S-88-1C
- 13. PUD: S-88-2
- 14. PUD: S-88-7

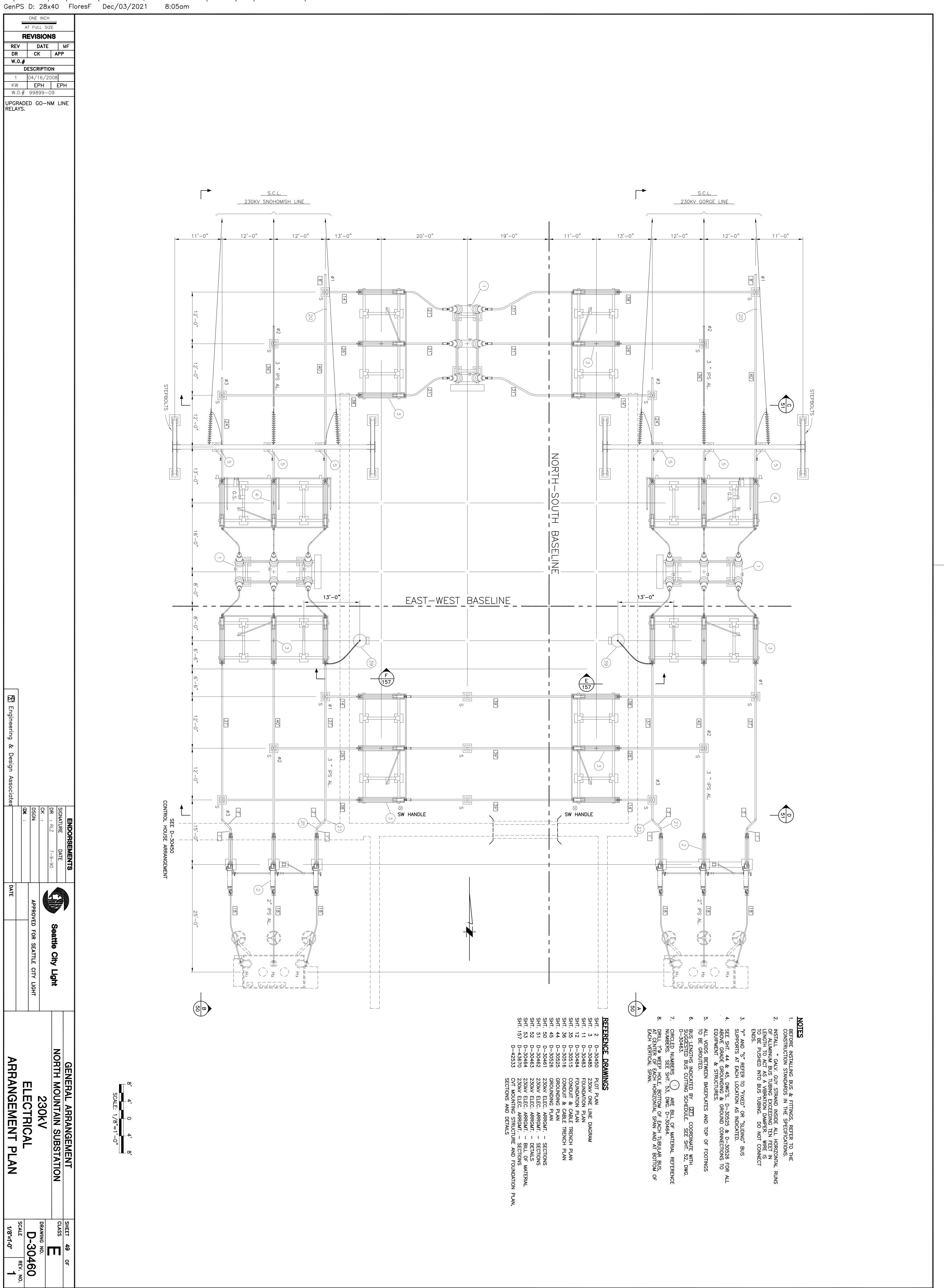


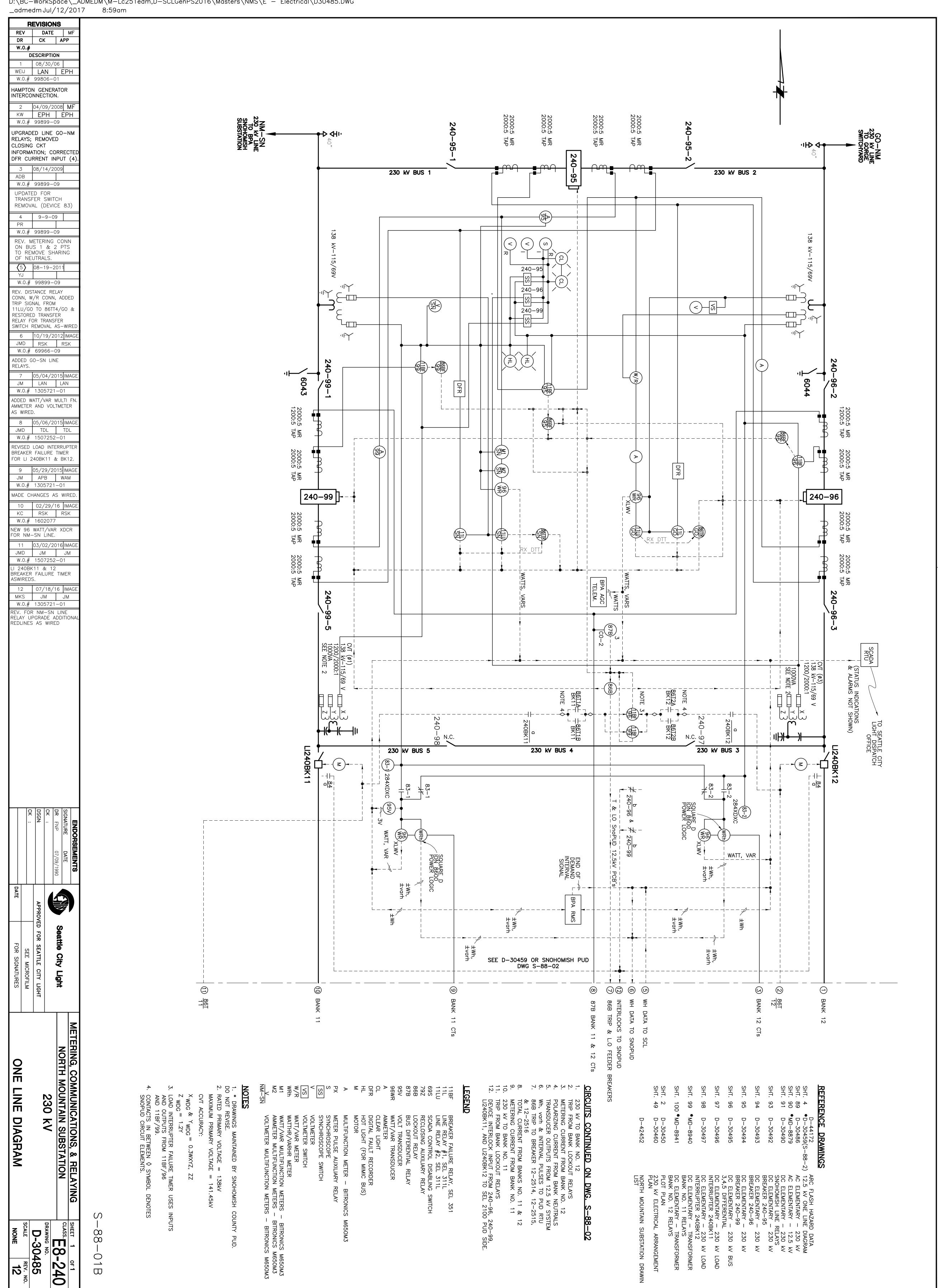
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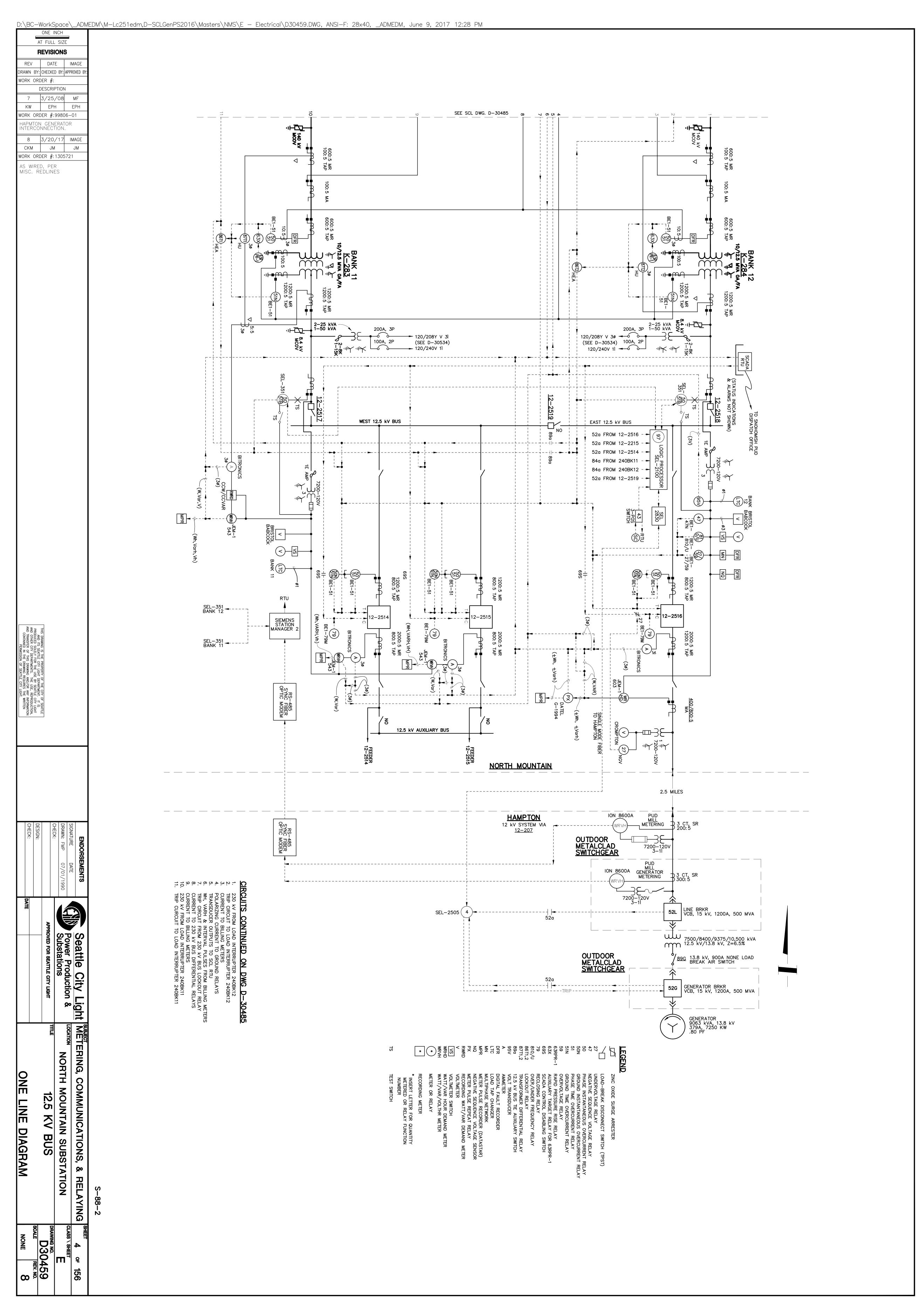
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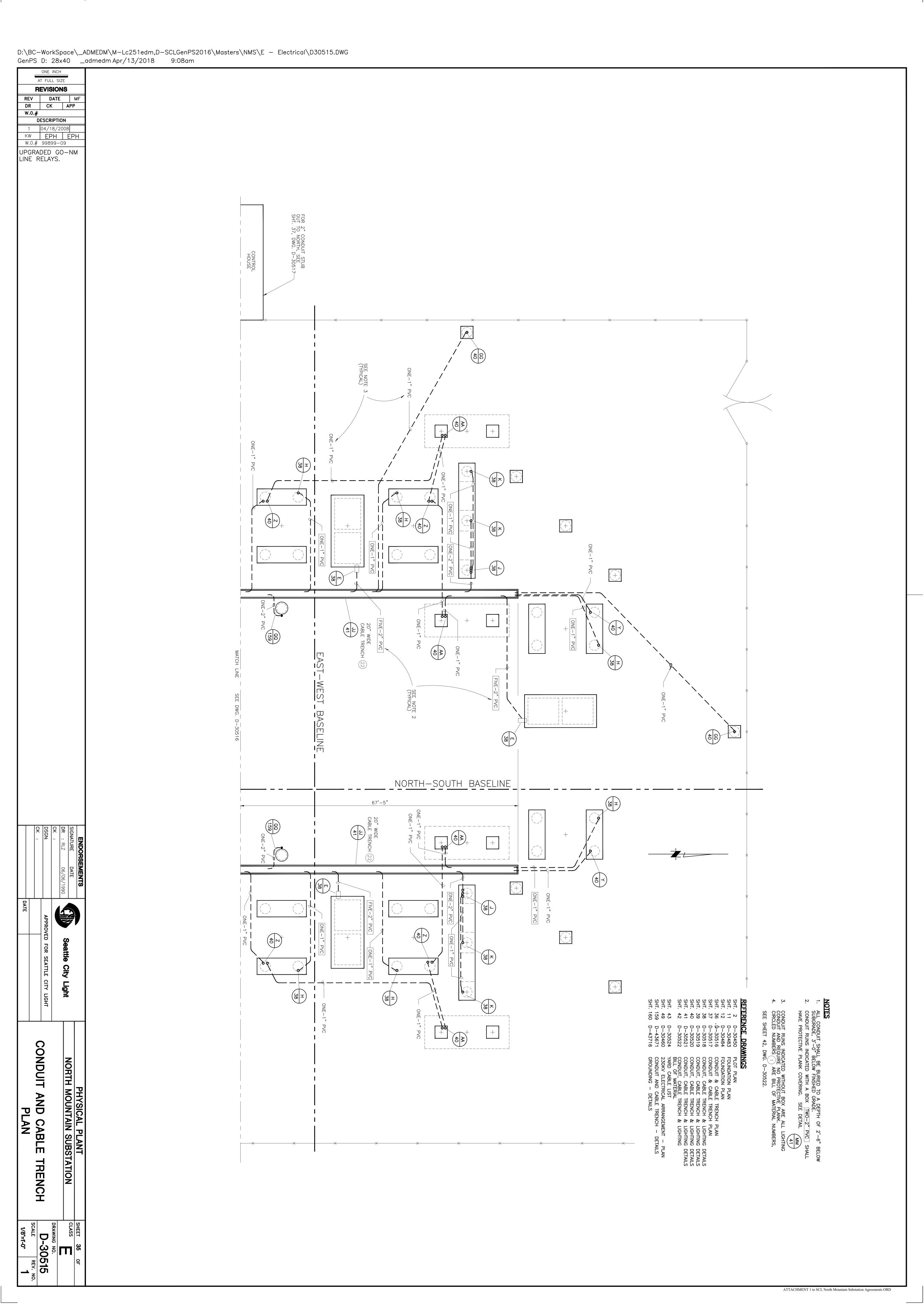
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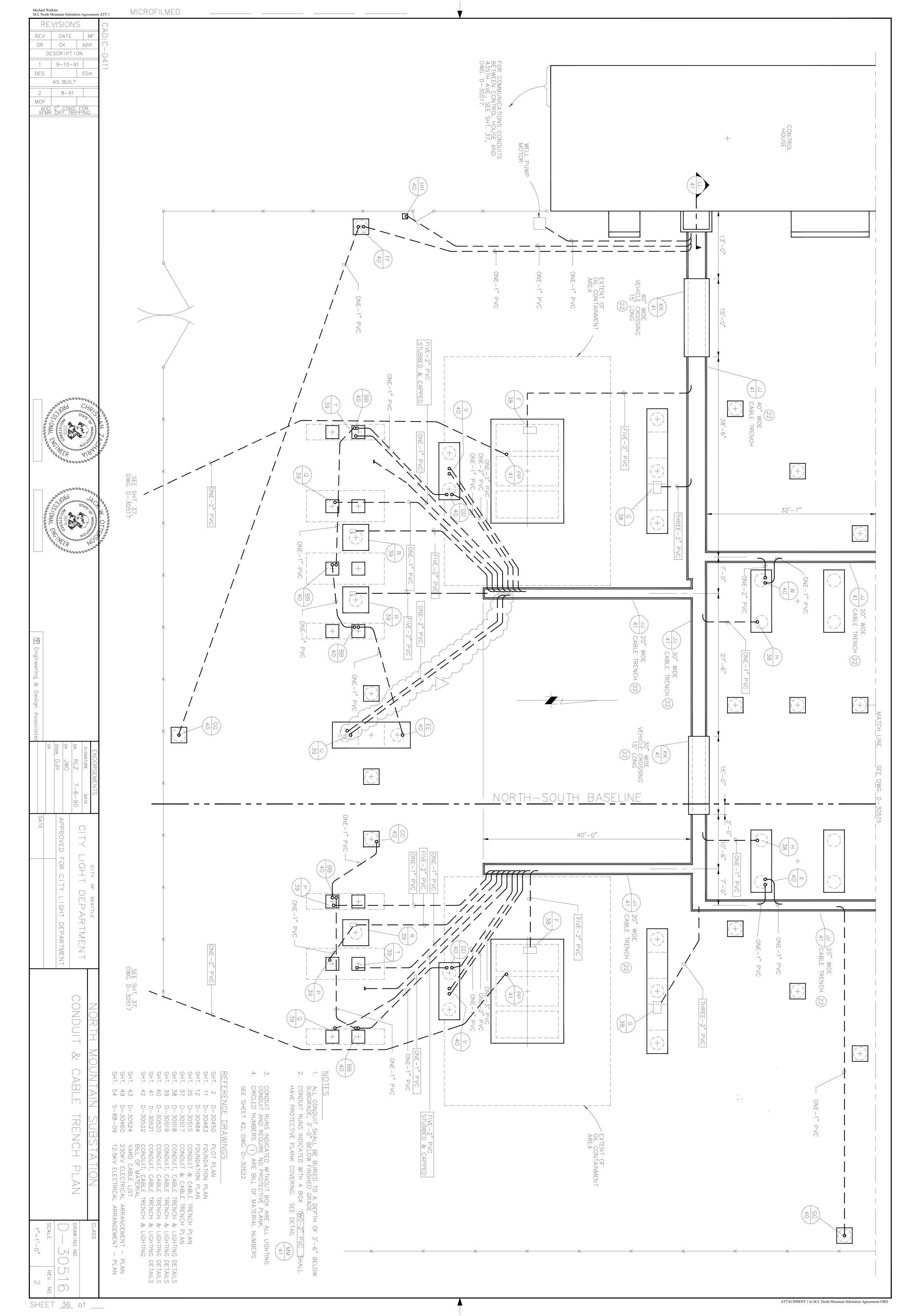


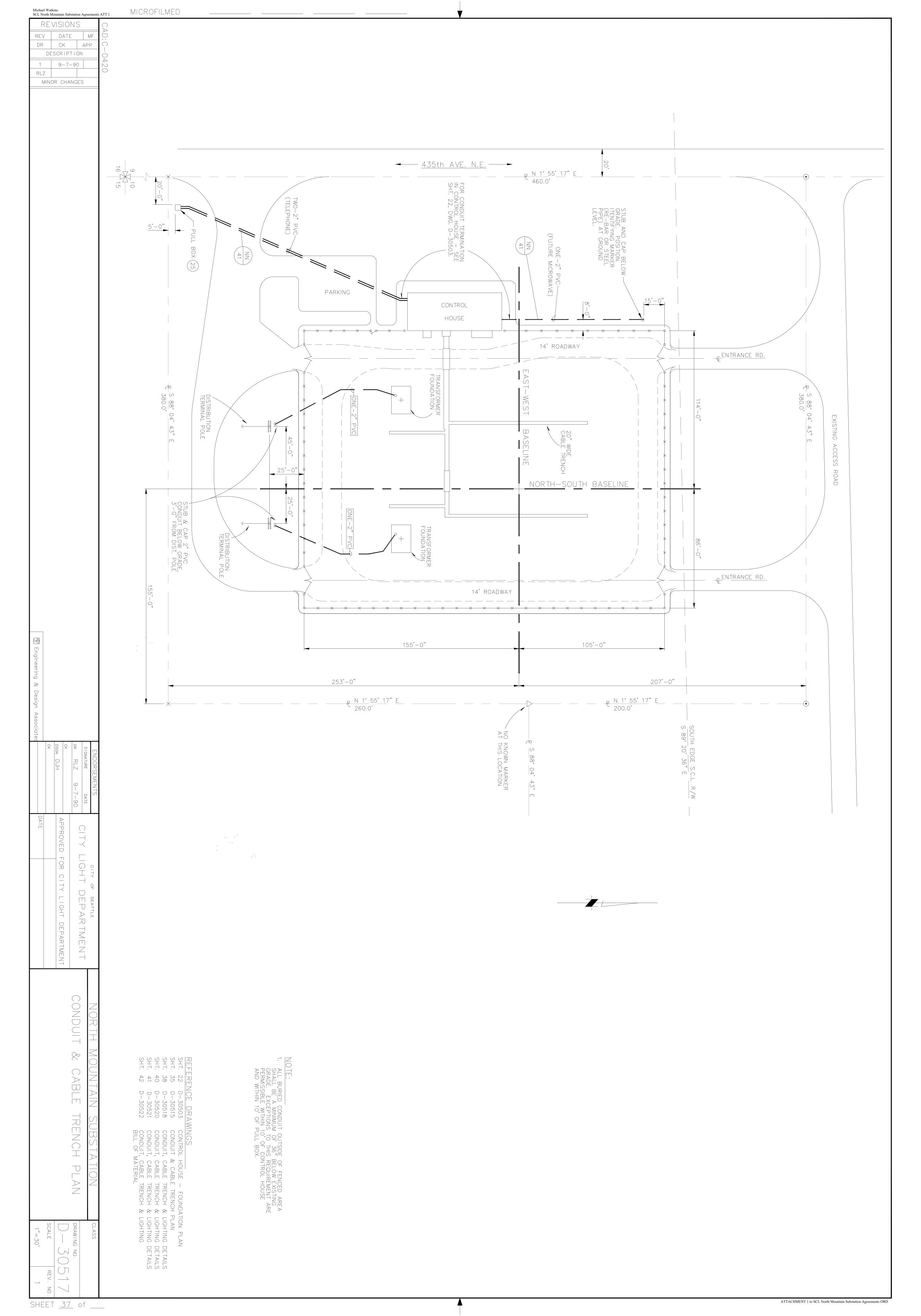


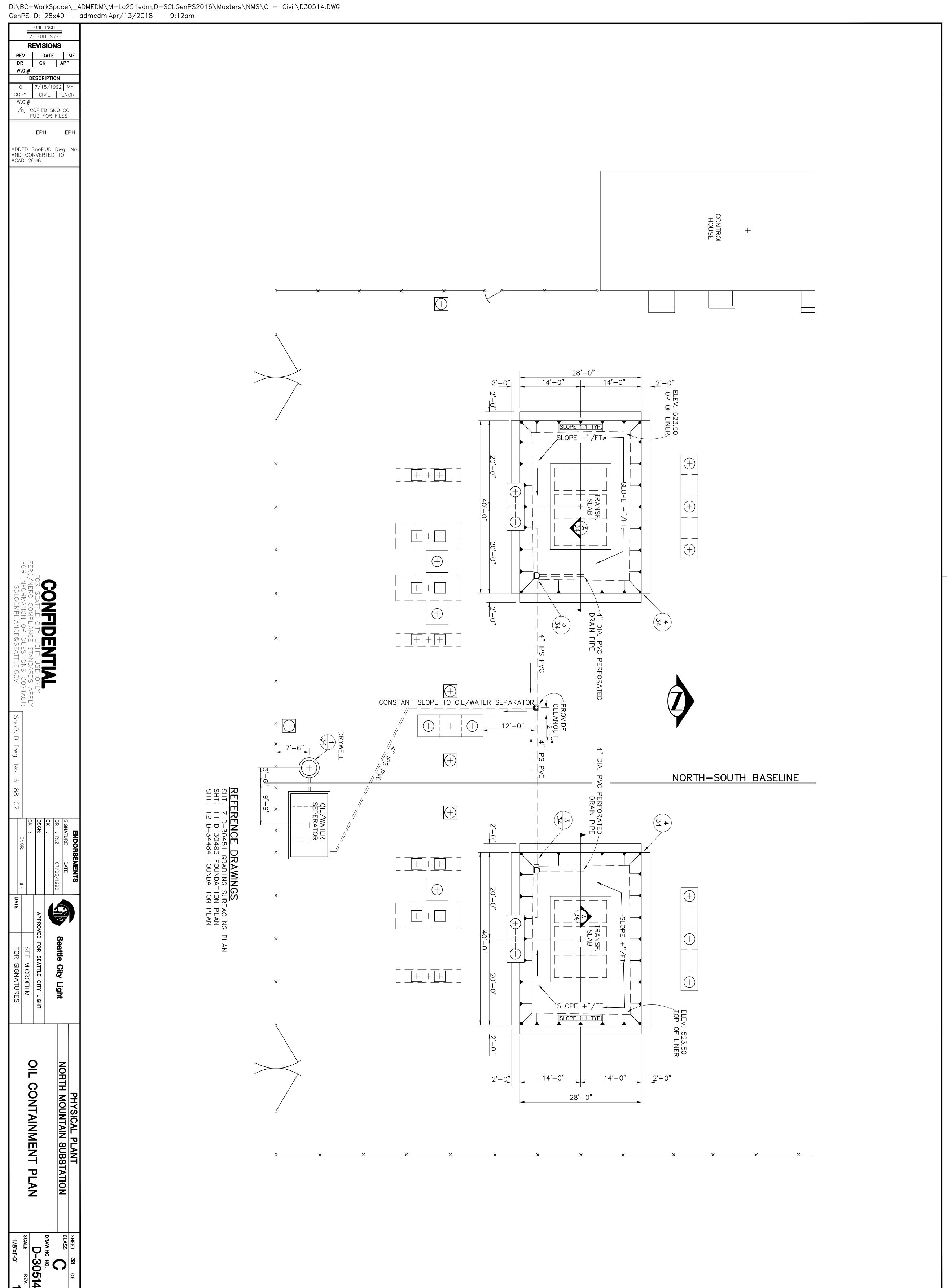
ATTACHMENT 1 to SCL North Mountain Substation Agreements ORD











ATTACHMENT 1 to SCL North Mountain Substation Agreements ORD

Michael Watkins SCL North Mountain Substation Agreements ATT 1

NORTH MOUNTAIN SUBSTATION

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	DRAWING	TITLE	DRAWING	TITLE	DRAWING	<u>TITLE</u>	DRAWING	TITLE
	S-88-T1	DRAWING LIST	S-88-14C	STEEL DETAILS 230kV D.E. STRUCTURE, D-30467	S-88-28	12.5kV SWITCHBOARD ARRANGEMENT REAR PANELS, D-1902	S-88-78	CONTROL WIRING
	S-88-T1RH	REVISION HISTORY	S-88-14D	ERECTION DIAGRAM 230kV HIGH DISC SW STRUCTURE, D-30468	S-88-30	12.5kV SWITCHBOARD WIRING PANEL 11R	S-88-79	CONTROL WIRING
	S-88-01A	PLOT PLAN, D-30450	S-88-14E	STEEL DETAILS 230kV HIGH DISC. SWITCH STRUCTURE, D-30469 STEEL DETAILS 230kV HIGH DISC. SWITCH STRUCTURE, D-30470	S-88-30A	12.5kV BANK 12 PANEL 11F WIRING DIAGRAM (TOP SECTION)	S-88-80	WIRE CHARTS
	S-88-01B	230kV ONE-LINE DIAGRAM, D-30485	S-88-14F S-88-14G	ERECTION DIAGRAM 230kV LOW DISC. SWITCH STRUCTURE, D-30470	S-88-30B	12.5kV BANK 12 PANEL 11F WIRING DIAGRAM (MIDDLE SECTION) 12.5kV BANK 12 PANEL 11F WIRING DIAGRAM (BOTTOM SECTION)	S-88-81 S-88-82	WIRE CHARTS
	S-88-1C S-88-1D	ONE-LINE DIAGRAM HAMPTON MILL COMMUNICATION BLOCK DIAGRAM	S-88-14H	STEEL DETAILS 230kV LOW DISC. SWITCH STRUCTURE, D-30472	S-88-30C S-88-31A	12.5kV BRKR 12-2516 PANEL 12F WIRING DIAGRAM (TOP SECTION)	S-88-83	WIRE CHARTS MOTOR DRIVE MECH
	S-88-2		S-88-14I	STEEL DETAILS 230kV LOW DISC. SWITCH STRUCTURE, D-30473	S-88-31B	12.5kV BRKR 12-2516 PANEL 12F WIRING DIAGRAM (BOTTOM SECTION)	S-88-84	CIRCULATING CURRE
	0 00 2	12.5kV RELAYING & METERING ONE-LINE DIAGRAM AND HAMPTON MILL GENERATOR METERING	S-88-14J	STEEL DETAILS 230kV BUS & VT SUPPORT, D-30474	S-88-32	12.5kV DATA NETWORK PANEL 12R WIRING DIAGRAM D-2102	S-88-85	SURGE ARRESTOR &
	S-88-02A	CLEARING & GRUBBING PLAN, D-30452	S-88-14K	STEEL DETAILS 230kV SPILL GAP, D-30475	S-88-33A	12.5kV BRKR 12-2515 PANEL 13F WIRING DIAGRAM (TOP SECTION) D-2117	S-88-86	12.5kV CIRCUIT BRE
	S-88-02B	EXCAVATION & COMPACTION PLAN, D-30454	S-88-15	ERECTION DIAGRAM 12.5kV PLAN & ELEVATION	S-88-33B	12.5kV BRKR 12-2515 PANEL 13F WIRING DIAGRAM (BOTTOM SECTION) D-2117	7 S-88-87	C.T. CONTROL SCHEN
	S-88-02C S-88-02D	GRADING & SURFACING PLAN, D-30451 FENCE PLAN & DETAILS, D-30453	S-88-16	ERECTION DIAGRAM 12.5kV SECTIONS	S-88-34	12.5kV SWITCHBOARD WIRING PANEL 13R SHEET 1 OF 2	S-88-88	BREAKER CONTROL
	S-88-02E	PLANTING PLAN, D-30455	S-88-17	STEEL DETAILS 12.5kV STRUCTURES	S-88-34A	12.5kV SWITCHBOARD WIRING PANEL 13R SHEET 2 OF 2	S-88-89	WIRING DIAGRAM 12.
	S-88-02F	LANDSCAPING DETAILS, D-30456	S-88-18	STEEL DETAILS 12.5kV STRUCTURES	S-88-34B	CONTROL SCHEMATIC 3-POSITION SELECTOR SWITCH OF FEEDER BREAKER POSITION TO HAMPTON MILL	S-88-90A	REMOTE TERMINAL U MA-1769, SHEET 1-6
	S-88-02G	FOUNDATION PLAN, D-30483	S-88-19	STEEL DETAILS 12.5kV STRUCTURES	S-88-35A	12.5kV BRKR 12-2514 PANEL 14F WIRING DIAGRAM (TOP SECTION)	S-88-90B	REMOTE TERMINAL U MA-1769, SHEET 7
	S-88-02H	FOUNDATION PLAN, D-30484	S-88-20 S-88-20A	STEEL DETAILS 12.5kV STRUCTURES CONTROL HOUSE EQUIPMENT LOCATION PLAN, D-30531	S-88-35B	12.5kV BRKR 12-2514 PANEL 14F WIRING DIAGRAM (BOTTOM SECTION)		
	S-88-02I	FOUNDATION DETAIL 230kV D.E. TOWER, D-30477	S-88-20B	CONTROL HOUSE EQUIPMENT LOCATION FLAV, D 30331 CONTROL HOUSE EQUIPMENT LOCATION ELEVATIONS & SECTIONS,	S-88-36	12.5kV SWITCHBOARD WIRING PANEL 14R	S-88-90C	MIMIC BUS DETAILS
	S-88-02J	FOUNDATION DETAIL 230kV-12.5kV TRANSFORMER, D-30478	0 00 200	D-30532	S-88-37A	12.5kV BANK 11 PANEL 15F WIRING DIAGRAM (TOP SECTION)	S-88-90D	DUPLEX SWITCHBOA
	S-88-02K	FOUNDATION DETAIL 230kV & 12.5kV PIER CAPS, D-30479	S-88-20C	CONTROL HOUSE EQUIPMENT WIRING, D-30533	S-88-37B	12.5kV BANK 11 PANEL 15F WIRING DIAGRAM (MIDDLE SECTION)	S-88-90E S-88-90F	DUPLEX SWITCHBOAF
	S-88-02L	FOUNDATION DETAIL 230kV & 12.5kV PIER CAPS, D-30480	S-88-20D	AC & DC STATION SERVICE ONE LINE DIAGRAM, D-30534	S-88-37C	12.5kV BANK 11 PANEL 15F WIRING DIAGRAM (BOTTOM SECTION)	S-88-90G	
	S-88-02M	FOUNDATION DETAILS 230kV CIRCUIT BREAKERS & 12.5kV FEEDER STRUCTURE, D-30481	S-88-20E	CONNECTION DIAGRAM 120/208Y VOLT 30 STATION SERVICE, D-30535	S-88-38	12.5kV SWITCHBOARD WIRING DIAGRAM PANEL 15R	3 00 000	REMOTE TERMINAL U MD-4267
	S-88-02N	FOUNDATION PIER SCHEDULE AND RE-STEEL SCHEDULE, D-30482	S-88-20F	CONNECTION DIAGRAM 120/240 VOLT 10 STATION SERVICE, D-30536	S-88-39A	COMMUNICATIONS RACKS ARRANGEMENT & BILL OF MATERIAL, D-30555	S-88-90H	REMOTE TERMINAL U MD-4268
	S-88-020	CONTROL HOUSE FLOOR PLAN & SECTIONS, D-30500	S-88-20G	AC & DC STATION SERVICE LIGHTING ELEMENTARIES, D-30537	S-88-39B	CONNECTION DIAGRAM COMMUNICATION RACK 26, D-30556	S-88-90I	REMOTE TERMINAL U
	S-88-02P	CONTROL HOUSE ELEVATIONS, DETAILS & RE-STEEL SCHEDULE, D-30501	S-88-20H	LIGHTING RELAY CABINET, D-30538	S-88-39D S-88-39E	CONNECTION DIAGRAM COMMUNICATION RACK 28, D-30558 CONNECTION DIAGRAM COMMUNICATIONS DISTRIBUTION FRAME, D-30569	the second	MD-4269
	C00-000		S-88-20I	HEATER & FAN CONTROL CABINET, D-30570	S-88-39F	CONNECTION DIAGRAM COMMONICATIONS DISTRIBUTION FRAME, D-30509	S-88-90J	SITE PLAN, BPA-101
	S-88-02Q S-88-02R	CONTROL HOUSE ROOF & SECTIONS, D-30502 CONTROL HOUSE FOUNDATION PLAN, D-30503	S-88-20J	INTRUSION ALARM SYSTEM, D-30568	S-88-39G	12.5kV DATA NETWORK RACK POWER SCHEMATIC	S-88-91	LAYOUT & WIRING N
	S-88-02S	CONTROL HOUSE SECTIONS, D-30504	S-88-20K	CONNECTION DIAGRAM 125 VOLT DC STATION SERVICE, D-30539	S-88-40	PUD DATA NETWORK BLOCK DIAGRAM	S-88-92 S-88-93	HAMPTON MILL SWIT HAMPTON MILL SWGI
	S-88-02T	CONTROL HOUSE SECTIONS, D-30505	S-88-20L	CONNECTION DIAGRAM-48 VOLT DC STATION SERVICE, D-30540	S-88-41	PUD POINT OF DELIVERY REVENUE METERING BLOCK DIAGRAM	5-66-93 S-88-94	HAMPTON MILL SWG
	S-88-02U	CONTROL HOUSE SECTIONS, D-30506	S-88-20M S-88-21A	AC ELEMENTARY 230kV, D-30486 DC ELEMENTARY 230kV SNOHOMISH LINE RELAYS, D-30490	S-88-41B	PUD RTU CABINET SWINGING PANEL	3-00-94	HAMILION MILL PAN
	S-88-02V	CONTROL HOUSE FOUNDATION DETAILS, D-30507	S-88-21B	DC ELEMENTARY 230kV GORGE LINE RELAYS, D-30491	S-88-42A	CONNECTION DIAGRAM SCL RTU CABINET LOWER LEFT WALL, D-30561		
	S-88-02W	CONTROL HOUSE FOUNDATION DETAILS, D-30508	S-88-21C	DC ELEMENTARY 230kV BREAKER 240-95, D-30492	S-88-42B			
	S-88-02X	CONTROL HOUSE FOUNDATION DETAILS, D-30509	S-88-21D	DC ELEMENTARY 230kV BREAKER 240-96, D-30493	3.00.420	CONNECTION DIAGRAM SCL RTU CABINET UPPER LEFT WALL, D-30562		
	S-88-02Y	CONTROL HOUSE FOUNDATION DETAILS, D-30510	S-88-21E	DC ELEMENTARY 230kV BREAKER 240-99, D-30494	S-88-42C	CONNECTION DIAGRAM SCL R.T.U. CABINET UPPER REAR WALL, D-30563		
	S-88-02Z	CONTROL HOUSE FOUNDATION, PLATE LAYOUT, D-30511	S-88-21F	DC ELEMENTARY 230kV BUS 3, 4, 5 DIFFERENTIAL, D-30495	S-88-42D	CONNECTION DIAGRAM EXTERNAL CONNECTIONS BREAKERS 240-95 & 240-96, D-30564		
	S-88-02AA	CONTROL HOUSE COVER PLATE DETAILS, D-30512	S-88-21G	DC ELEMENTARY 230kV LOAD INTERRUPTER 240BK11, D-30496				
	S-88-03 S-88-03A	BOUNDARY SURVEY TOPOGRAPHIC SURVEY	S-88-21H	DC ELEMENTARY 230kV LOAD INTERRUPTER 240BK12, D-30497	S-88-42E	CONNECTION DIAGRAM EXTERNAL CONNECTIONS BREAKER 240-99 & 230kV VT'S, D-30565		
	S-88-07	OIL CONTAINMENT PLAN	S-88-21I	12.5kV THREE-LINE DIAGRAM BANK 11 (PANEL 15F)	S-88-42F	CONNECTION DIAGRAM EXTERNAL CONNECTIONS LOAD INT 240BK11 & 240BK12, D-30566		
	S-88-08	OIL CONTAINMENT DETAILS	S-88-21J	12.5kV THREE-LINE DIAGRAM FEEDER 12-2514 (PANEL 14F)	S-88-42G			
	S-88-08A	CONDUIT & CABLE TRENCH PLAN, D-30515	S-88-21K S-88-21L	12.5kV THREE-LINE DIAGRAM FEEDER 12-2515 (PANEL 13F) 12.5kV THREE-LINE DIAGRAM FEEDER 12-2516 (PANEL 12F)	3-00-429	CONNECTION DIAGRAM EXTERNAL CONNECTIONS 230kV DISCONNECTS, D-30567		
	S-88-08B	CONDUIT & CABLE TRENCH PLAN C-0411 D-30516	5-88-21M	AC ELEMENTARY THREE-LINE DIAGRAM BANK 11 MISCELLANEOUS CONNECTIONS	S-88-43	CONNECTION DIAGRAM EXTERNAL CONNECTIONS TRANSFORMER BANK 11		
	S-88-08C	CONDUIT & CABLE TRENCH PLAN, D-30517	S-88-21P	12.5kV THREE-LINE DIAGRAM BANK 12 (PANEL 11F)	S-88-44	CONNECTION DIAGRAM EXTERNAL CONNECTIONS TRANSFORMER BANK 12		
	S-88-08D	CONDUIT, CABLE TRENCH & LIGHTING DETAILS, D-30518	S-88-21Q	12.5kV THREE-LINE DIAGRAM BANK 12 MISCELLANEOUS CONNECTIONS				
	S-88-08E	CONDUIT, CABLE TRENCH & LIGHTING DETAILS, D-30519	S-88-22	DC ELEMENTARY TRANSFORMER BANK 11 RELAYS (SHEET 1 OF 2)	S-88-45	CONNECTION DIAGRAM EXTERNAL CONNECTIONS BREAKER 12-2514 AND 12-2515		
	S-88-08F	CONDUIT, CABLE TRENCH & LIGHTING DETAILS, D-30520	S-88-22A	DC ELEMENTARY TRANSFORMER BANK 11 RELAYS (SHEET 2 OF 2)	S-88-46	CONNECTION DIAGRAM EXTERNAL CONNECTIONS BREAKER 12-2516		
	S-88-08G	CONDUIT, CABLE TRENCH & LIGHTING DETAILS, D-30521	S-88-23	DC ELEMENTARY TRANSFORMER BANK 12 RELAYS	S-88-47	·		
	S-88-08H	CONDUIT, CABLE TRENCH & LIGHTING BILL OF MATERIAL, D-30522	S-88-24	DC ELEMENTARY 12.5kV BREAKER 12-2514, MD-8881	3 00 47	CONNECTION DIAGRAM EXTERNAL CONNECTIONS MISC 12.5kV EQUIPMENT		
	S-88-08I S-88-08J	YARD CABLE LIST D-30524 GROUNDING PLAN, D-30525	S-88-25	DC ELEMENTARY 12.5kV BREAKER 12-2515, MD-8882	S-88-47A	85'TURNING TOWER FOUNDATION AND INSTALLATION, D-30457		
	S-88-08K	GROUNDING PLAN, D-30526	S-88-26	DC ELEMENTARY 12.5kV BREAKER 12-2516, MD-8883	S-88-48	SIGN INSTALLATION AND DETAILS		
	S-88-08L	GROUNDING DETAILS, D-30527	S-88-26A	12.5kV SYSTEM ANNUNCIATOR SCHEMATIC	S-88-49	WEATHER STATION ASSEMBLY, SCHEMATIC AND WIRING DIAGRAM		
	S-88-08M	GROUNDING DETAILS, D-30528	S-88-26B	DC ELEMENTARY 230kV SWITCHBOARD ANNUNCIATOR, D-30498 BLOCK DIAGRAM COMMUNICATIONS EQUIPMENT, D-30541				
	S-88-08N	GROUNDING BILL OF MATERIAL, D-30529	S-88-26C S-88-26D	230kV SWITCHBOARDS GENERAL ARRANGEMENT & DETAILS, D-30542	S-88-50	MATERIAL LIST		
	S-88-080	230kV ELECTRICAL ARRANGEMENT PLAN, D-30460	S-88-26E	230kV SWITCHBOARD ARRANGEMENT CONTROL PANELS, D-30543	S-88-51 S-88-52	CT MOUNTING ADAPTER PUD DATA NETWORK CABLE SCHEDULE		
	S-88-08P	230kV ELECTRICAL ARRANGEMENT SECTIONS, D-30461	S-88-26F	230kV SWITCHBOARD ARRANGEMENT RELAY RACKS, D-30544	S-88-72	OUTLINE		
	S-88-08Q	230kV ELECTRICAL ARRANGEMENT SECTIONS, D-30462	S-88-26G	230kV SWITCHBOARD BILL OF MATERIAL & NAMEPLATES, D-30545	S-88-73	NAMEPLATE		
	S-88-08R	230kV ELECTRICAL ARRANGEMENT DETAILS, D-30463	S-88-26H	230kV SWITCHBOARD CONNECTION DIAGRAM-PANEL 2, D-30546	S-88-73A	12.5kV SYSTEM DEVICE NAMEPLATE SCHEDULE		
	S-88-08S	230kV ELECTRICAL ARRANGEMENT BILL OF MATERIAL, D-30464	S-88-26I	230kV SWITCHBOARD CONNECTION DIAGRAM-PANEL 3, D-30547				
	S-88-9	12.5kV ELECTRICAL ARRANGEMENT PLAN	S-88-26J	230kV SWITCHBOARD CONNECTION DIAGRAM PANEL 4, D-30548	S-88-73B	TEST SWITCH FUNCTION NAMEPLATE SCHEDULE (PANEL 1) (PANELS 11F & 15F)	٠.	
	S-88-10	12.5kV ELECTRICAL ARRANGEMENT SECTIONS	S-88-26K	230kV SWITCHBOARD CONNECTION DIAGRAM-PANEL 5, D-30549	S-88-73C	TEST SWITCH FUNCTION NAMEPLATE SCHEDULE (PANELS 14F, 13F & 12F)		
	S-88-11	12.5kV ELECTRICAL ARRANGEMENT ELEVATION	S-88-26L	230kV SWITCHBOARD CONNECTION DIAGRAM-RELAY RACK 2, D-30550	S_22_77N			
	S-88-12 S-88-13	12.5kV ELECTRICAL ARRANGEMENT ELEVATION 12.5kV ELECTRICAL ARRANGEMENT SECTIONS	S-88-26M	230kV SWITCHBOARD CONNECTION DIAGRAM-RELAY RACK 3, D-30551	S-88-73D	TEST SWITCH FUNCTION NAMEPLATE SCHEDULE (PANEL 13R)	•	
-	S-88-14	12.5kV ELECTRICAL ARRANGEMENT BILL OF MATERIAL	S-88-26N S-88-260	230kV SWITCHBOARD RELAY RACK 4 CONNECTION DIAGRAM, D-30552 230kV SWITCHBOARD CONNECTION DIAGRAM-RELAY RACK 5, D-30553	S-88-74	CONTROL SCHEMATIC		
	S-88-14A	ERECTION DIAGRAM 230KV D.E. STRUCTURE, D-30465	S-88-260 S-88-26P	230kV SWITCHBOARD CONNECTION DIAGRAM-RELAT RACK 5, D-30555	S-88-75	CONTROL SCHEMATIC		
	S-88-14B	STEEL DETAILS 230kV D.E. STRUCTURE, D-30466	S-88-27	12.5kV SWITCHBOARD ARRANGEMENT FRONT PANEL, D-1901	S-88-76	CONTROL SCHEMATIC		
			-		S-88-77	CONTROL SCHEMATIC		

0	WIRE CHARTS
1	WIRE CHARTS
2	WIRE CHARTS
3	MOTOR DRIVE MECH CONTROL WIRING
4	CIRCULATING CURRENT PARALLELING
5	SURGE ARRESTOR & C.T. CURVES 230kV-12.5kV TRANSFORMER
6	12.5kV CIRCUIT BREAKER PHYSICAL DRAWING
7	C.T. CONTROL SCHEMATIC 12.5kV CIRCUIT BREAKER
8	BREAKER CONTROL SCHEMATIC 12.5kV CIRCUIT BREAKER
9	WIRING DIAGRAM 12.5kV CIRCUIT BREAKER
0A	REMOTE TERMINAL UNIT, NORTH MOUNTAIN "NM" ASSY MA-1769, SHEET 1-6
08	REMOTE TERMINAL UNIT, NORTH MOUNTAIN "NM" ASSY MA-1769, SHEET 7
oc	MIMIC BUS DETAILS-1/4 INCH, B-5161, SHT. 1 OF 2
OD	DUPLEX SWITCHBOARD GENERAL ARRANGEMENT, D-22401
0E	DUPLEX SWITCHBOARD FABRICATION DETAILS, D-22403
OF	130V DC AND 24/48V DC FUSE BOX INSTALLATION, D-30284
OG	REMOTE TERMINAL UNIT-NORTH MOUNTAIN "NM" ASSY MD-4267
ОН	REMOTE TERMINAL UNIT-SWINGING PANEL CONNECTIONS, MD-4268
OI	REMOTE TERMINAL UNIT-NORTH MOUNTAIN "NM" ASSY MD-4269
OJ	SITE PLAN, BPA-101
1	LAYOUT & WIRING METERING RACK
2	HAMPTON MILL SWITCHGEAR UNIT 103 WIRING DIAGRAM
3	HAMPTON MILL SWGR UNIT 103 REMOTE I/O SEL 2505 SCHEMATIC
4	HAMPTON MILL PARTIAL SWITCHGEAR WIRING DIAGRAM

SNOHOMISH COUNTY

PUBLIC UTILITY DISTRICT NO 1

ORDER 390009

OPERATION

SCALE NONE

CHKR

ENGR DHJ

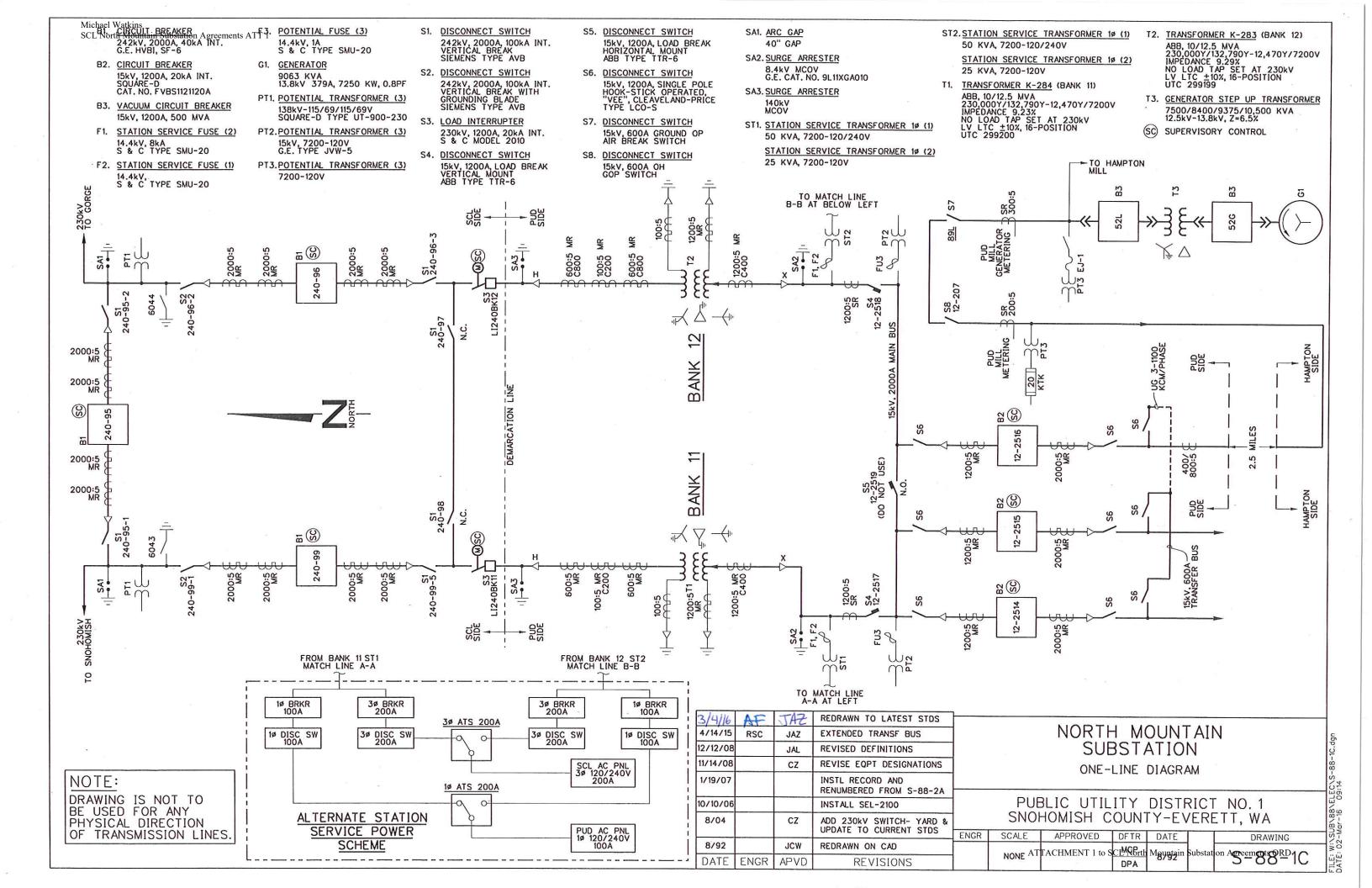
APVD CZA/CLI/GH

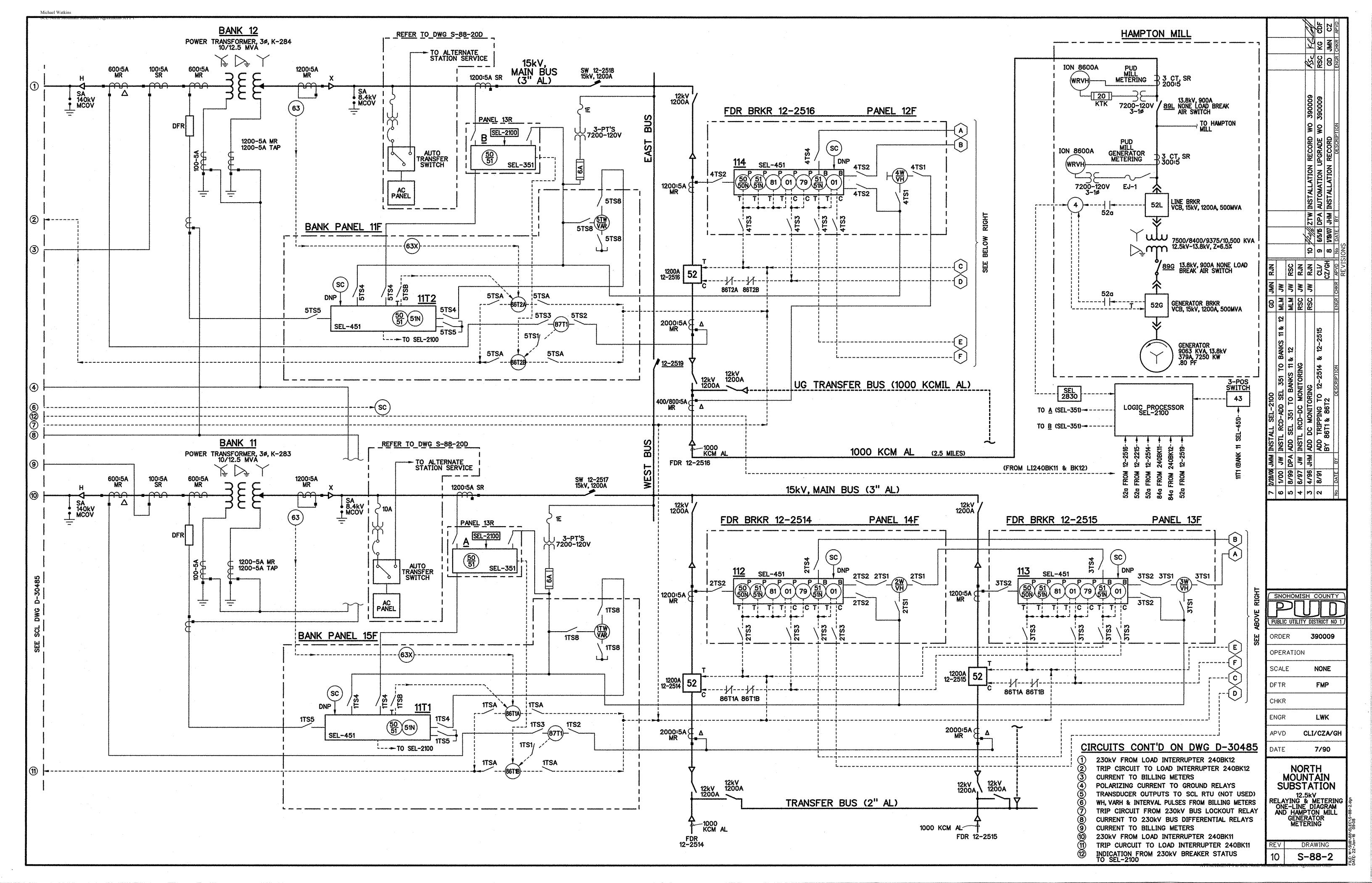
DATE **8/90**

NORTH MOUNTAIN SUBSTATION DRAWING LIST

REV DRAWING

14 S-88-T1





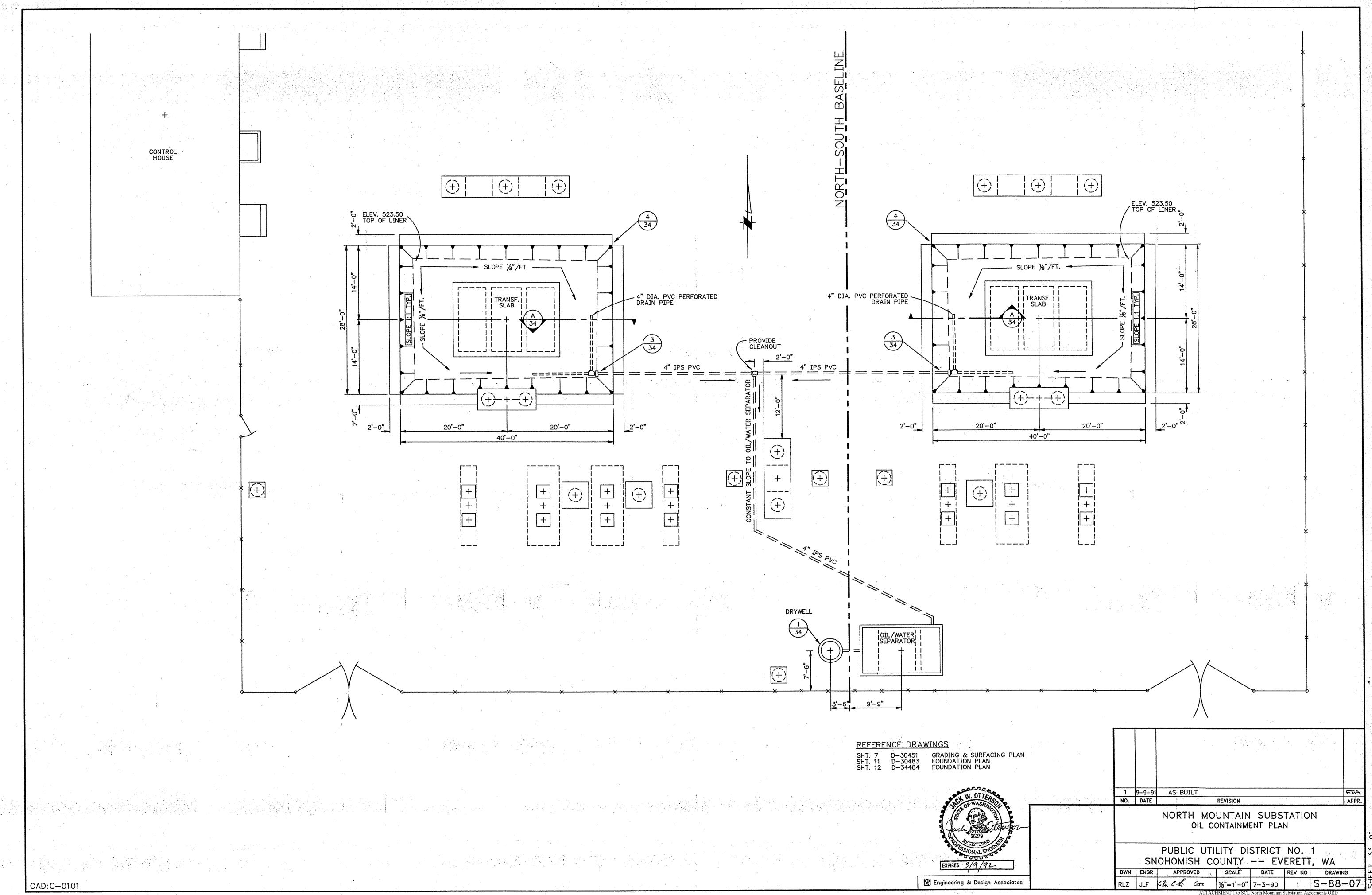


Exhibit G North Mountain Security and Access Control

1. Access Administration

- a. The Parties agree to work in coordination to provide access to facilities in a manner that meets all security and regulatory requirements.
- b. Seattle will be the controlling authority for access to North Mountain Substation.
 - i. Seattle will expeditiously respond to requests by the District for access, key cards, or documentation.
 - ii. The District will expeditiously respond to request by Seattle for records or documentation related to security or access control.
 - iii. The District will follow Seattle City Light's process for requesting and authorizing access, which includes the District completing access requests for personnel requesting un-escorted access to North Mountain substation.
- c. All persons granted un-escorted access to North Mountain substation will have met the following standard:
 - i. Be a current employee of Seattle City Light or Snohomish County PUD.
 - ii. Complete Seattle City Light's Cyber Security Training
 - iii. Shall follow the requirements contained in the Rules of Conduct for Seattle City Light Substations.
 - iv. Have a reviewed and signed "Agreement to Abide by the Rules" on file with Seattle City Light.
- d. All personnel that have not been granted un-escorted access to North Mountain substation shall:
 - i. Receive permission from the Parties approving manager for escorted access.
 - 1. The approval process will include a review and signing of the "Agreement to Abide by the Rules" to be sent to the Seattle Security Manager.
 - ii. Be escorted by a Party employee that has been granted un-escorted access.

- iii. Be always escorted while inside the fenced area of North Mountain Substation.
- e. Maintaining a Seattle City Light Access Badge
 - i. District employees with a Seattle Access Badge shall maintain positive control of the badge
 - ii. Loss of a Seattle City Light Access Badge requires notification of Seattle's Security Monitoring Center and Access Administrator within 24 hours.
 - iii. Quarterly Seattle shall send the District a validation email that requires the District to verify Seattle Access Badges and provide a documentation of validation by email in return.
- f. Revoking a Seattle Access Badge
 - i. If the District terminates personnel with a Seattle Access Badge from employment or if the District determines that the personnel poses a security risk or no longer needs unescorted access to North Mountain Substation, the District shall call or email Seattle's Security Monitoring Center and Access Administrator within 24 hours of the termination action or access no longer being needed.
 - ii. Seattle shall confirm with the District's Access Administrator that access is terminated, and the District shall return the deactivated Seattle Access Badge to Seattle's Security Office.

g. Non-compliance

 Seattle reserves the right, with cause, to immediately terminate District personnel's unescorted physical access privileges for failure to comply with the terms of this Agreement.

2. Security and Access Control

- a. Access to North Mountain Substation
 - i. The District may access North Mountain Substation via a Seattle Access Badge (electronic cardkey) using badge readers which are installed on all access points.

- 1. No metal/hard keys shall be used to access perimeter control points and the Control Room of North Mountain Substation.
- 2. Seattle maintains a Physical Access Control System (PACS) metal override key to be used in case of failure of the PACS.

b. Alarm Events

- In the event that Seattle's Security Monitoring Center (SMC) receives an access or security related alarm regarding North Mountain, Seattle (SMC) will contact the District's Snohomish County PUD's Security Operations Center
- ii. The District's Security Operations Center will dispatch a security officer to North Mountain to observe and report.
- iii. SMC will dispatch a security officer to relieve the District's security officer and to complete a case report.
 - 1. Seattle City Light may also dispatch a NAS Operator concurrently with the assistance of the System Control Center.
- iv. Seattle will provide completed case reports to the District.

c. Perimeter Compromise206-

- i. In the event that the District's security officer or District personnel observes a compromise in the integrity of the perimeter fence or gates, the security officer will report their findings to Seattle's SMC.
- ii. Seattle's SMC will dispatch a security officer to relieve the District's security officer to complete a case report and initiate the repair process.
 - 1. Seattle City Light may also dispatch a NAS Operator concurrently with the assistance of the System Control Center.

3. Contact Information

a. Seattle City Light

i. Security Monitoring Center 206-386-9111
 ii. Brendan Armstrong Security PM 206-948-2944
 iii. Josh Czebotar Sec. Specialist 206-247-0365
 iv. Robert Terry Sec. Specialist 206-741-5470

b. Snohomish County PUD

- i. Security Monitoring Center (SOC)
- ii. Rob Beidler, Sr Manager of Safety and Security 425-783-8770

4. Revisions to Exhibit G

Either Party may revise Exhibit G. The revising Party shall update the Exhibit G revision history table and send the revised Exhibit G asking for agreement on the revision to be indicated by representative signature and return. This Agreement may be executed in several counterparts, all of which taken together will constitute one agreement and may be executed by electronic signature and delivered electronically. The parties have executed this Agreement as of the last date indicated below.

425-783-8787

Exhibit I Revision H	istory	
Revision #	Revising Party and Description of change	Date
0	North Mountain O&M Agreement Effective	08/01/2022

5. Revision	Approval
-------------	----------

Date:

a. Parties' approval of revision "0" of Exhibit G Security and Access Control indicated below by signature.

Mike Haynes
Assistant General Manager

Date:

ACCEPTING FOR THE PUBLIC UTILITY DISTRICT NO. 1 OF SNOHOMISH COUNTY, WASHINGTON

Guy Payne, Assistant General Manager, Distribution and Engineering Services

Exhibit H

Operational Coordination

1. Operation

- Seattle shall operate its 230kV equipment and system at North Mountain substation in accordance with this Agreement, Good Utility Practice, and any other applicable local, state, and federal codes and requirements.
- b. The District shall operate its 230-12.5kV transformer and 12.5kV distribution system at the North Mountain substation in accordance with this Agreement, Good Utility Practice, and any other applicable local, state, and federal codes and requirements.
- c. If, in Seattle's opinion, the District's or its customers' operation or maintenance of their facilities in or connected to the Substation is unsafe or may otherwise adversely affect Seattle's power equipment, personnel or service to its customers, Seattle may physically interrupt the flow of energy to the Substation or take any other steps the City deems appropriate.

2. Dispatching

- **a.** Under normal conditions, the Seattle's Senior Power Dispatcher has authority and the responsibility for operation of the 230-kV components of the North Mountain Substation and the Dist1ict's Power Dispatcher has authority and the responsibility for operation of the I2.5kV components of the Substation. Seattle's Senior Power Dispatcher shall act as the intermediary between the District's Power Dispatcher and Bonneville Power Administration's Transmission for the purpose of North Mountain Substation transmission operations
 - i. Seattle's Senior Power Dispatcher shall have the right to require switching changes within the capability of the North Mountain Substation by telephone request to the District's Power Dispatcher.
 - ii. Voltage Control The Parties' Power Dispatchers shall mutually establish standing orders to require the 7.25 MW Hampton Lumber Generator (the "Generating Project") to absorb reactive power (i.e., volt-amperes reactive or "VAR") upon request by the Seattle's Power Dispatcher. The purpose is to reduce excessive voltage in Seattle's 230kV system. The amount of reactive power that the Generating Project may be required to absorb shall be limited to the Generating Project's safe and stable operating limits. Seattle's Power Dispatcher, at his/her sole discretion may verbally request that the District's Power Dispatcher assist Seattle in altering the 230kV voltage and the District's Power Dispatcher shall use

his/he r best efforts to accommodate such request. The District shall provide Seattle's Power Dispatcher with the Generating Project's current generation capability curve. which will be used to determine the safe and stable operating limits.

- iii. Switchyard Control North Mountain 230-kV transformer bushings (high side) shall be recognized as the interconnection point between the District and Seattle. Switches labeled "Disconnect 240 Bank 11" and "Disconnect 240 Bank 12" and all equipment on Seattle's side of the jurisdictional boundary shall be under control of the Seattle's Power Dispatcher. All equipment associated with the District's distribution system on the District's side (i.e., the 12.5kV or "low" side) of the transformer shall be under control of the District's Power Dispatcher.
- iv. Emergency Operations The District's Power Dispatcher and Seattle's Senior Power Dispatcher shall establish standing orders that provide that under certain emergency conditions, Seattle may, in its sole discretion, make verbal requests directly to the District's Substation Operator to change the distribution station configuration to assist in arresting emergency conditions.
- v. System Priorities If the emergency condition results in a system blackout or separation of Seattle's Skagit generation. The first priority of the Parties' Power Dispatchers shall be to restore the electric system and bring voltage and frequency into acceptable operating ranges. During the system restoration, Seattle's Senior Power Dispatcher may, in his/her sole discretion, verbally request that the District's Power Dispatcher shut down or separate the Hampton Generation Project from the District's distribution system and the District's Power Dispatcher shall promptly comply with such request. During the system restoration process, Seattle may adjust its generation schedules appropriately.
- vi. Seattle's Senior Power Dispatcher in an emergency, shall have the right to curtail or interrupt the operation of the Generating Project, in part or in whole, to prevent overload of Seattle's facilities due to (a) failure of a sectionalizing breaker at Seattle's Bothell Substation, (b) scheduled or unscheduled outages of multiple 230kV lines between the City's Skagit generating plants and Bothell Substation, or (c) multiple 115kV line outages in the City's electric system
- vii. The District's Power Dispatcher shall immediately notify Seattle's Senior Power Dispatcher of any abnormal distribution system switching conditions, including the closure of the District's 12.5kV interconnection to its Oso Substation.
- viii. Seattle's Power Dispatcher shall immediately notify the District's Power Dispatcher of any abnormal condition that will adversely affect North Mountain load carrying capability.

3. **Outage Coordination**

- a. The Party's will provide notice of planned outages of 230kV or 12.5kV equipment to the other Party's outage coordination office in accordance with the Regional Reliability Coordinator's Outage Coordination Policy requirements.
- b. The Party's will provide notice of planned outages of meter, communication, or relay equipment a minimum of 48 hours in advance of the planned outage.

4. Formal Notices of an Operating Nature

a. Formal Notices should be communicated per Exhibit I.

5. Revisions to Exhibit H

Either Party may propose to revise Exhibit H. The revising Party shall update the Exhibit H revision history table and send the revised Exhibit H with a signed letter asking for agreement on the revision to be indicated by representative signature and return. This Agreement may be executed in several counterparts, all of which taken together will constitute one agreement and may be executed by electronic signature and delivered electronically. The parties have executed this Agreement as of the last date indicated below.

Exhibit H Revision I	History	
Revision #	Revising Party and Description of change	Date
0	North Mountain O&M Agreement Effective	08/01/2022

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6.	REVI	SICH 1	A111	proval
••		J. J	, , P	,, , , , , , ,

a. Parties' approval of revision "0" of Exhibit G Security and Access Control indicated below by signature.

ACCEPTING FOR THE CITY OF SEATTLE, CITY LIGHT DEPARTMENT

Mike Haynes Assistant General Manager	
Date:	
ACCEPTING FOR THE PUBLIC UTILITY DIST	RICT NO. 1 OF SNOHOMISH COUNTY, WASHINGTON
Guy Payne, Assistant General Manager, Dis	stribution and Engineering Services
Date:	

Exhibit I

North Mountain Notices

1. NOTICES RELATING TO PROVISIONS OF THE AGREEMENT

Any notice required under this Agreement shall either be in writing with proof of receipt by a nationally recognized delivery service or transmitted electronically. Notices are effective when received by the Party's Representative of delegate.

For purposes of this agreement, the District's Representative shall be:

Guy Payne

Assistant General Manager, Distribution & Engineering Services Public Utility District No. 1 of Snohomish County Washington P.O. Box 1107 Everett, WA 98206

Email: gopayne@snopud.com

Phone: 425-783-4201

For the purposes of this agreement, Seattle's Representative shall be:

Andrew Strong Director of Power Management 700 5th Avenue, Suite 3300 Seattle, WA 98104

Email: Andrew.Strong@seattle.gov

Phone: (206) 684-3806

2. Notices of an Operating Nature

The Parties will provide contact information for high level coordination of operational activities. Such operational activities shall include, but are not limited to outage coordination, system dispatch, and safety.

For purposes of this agreement, the District's Operations Coordinator shall be:

System Operations 24/7 Contact Public Utility District No. 1 of Snohomish County Washington P.O. Box 1107 Everett, WA 98206

Email: energycontrolcenter@snopud.com

Phone: 425-783-5040

Paige Olson

Energy Control Superintendent

Public Utility District No. 1 of Snohomish County Washington

P.O. Box 1107 Everett, WA 98206

Email: plolson@snopud.com

Phone: 425-783-5034

For purposes of this agreement, Seattle's Operations Coordinator shall be:

System Operations 24/7 Contact

Phone: 206-706-0204

Kurt Pullman

System Operations Director Email: Kurt.Pullman@seattle.gov

Phone: (206) 743-4347

Written correspondence should be sent to Seattle's Representative for internal forwarding.

3. Notices Regarding Invoicing and Operations and Maintenance Plan, (O&M Plan)

The Parties will provide contact information for ongoing correspondence concerning invoices, the O&M Plan and emergent North Mountain Substation issues.

The District's primary and copied backup contact shall be:

John Liang

Senior Regional Transmission Engineer Public Utility District No. 1 of Snohomish County Washington P.O. Box 1107 Everett, WA 98206

Email: JJLiang@snopud.com

Phone: 425-783-5036

Robert Anderson

Manager, Substation Engineering

Public Utility District No. 1 of Snohomish County Washington

P.O. Box 1107 Everett, WA 98206 Email: RSAnderson@snopud.com

Phone: (425) 512-1329

Seattle's primary and copied backup contact shall be:

Michael Watkins Strategic Advisor 700 5th Avenue, Suite 3300 Seattle, WA 98104

Email: Michael.Watkins@seattle.gov

Phone: (206) 684-3659

Josh Walter Supervising Strategic Advisor 700 5th Avenue, Suite 3300 Seattle, WA 98104

Email: Michael.Watkins@seattle.gov

Phone: (206) 684-3654

4. Revisions to Exhibit I

Either Party may revise Exhibit I Notices. The revising Party shall update the Exhibit I revision history table and send the revised Exhibit I asking for agreement on the revision to be indicated by approval signature and return. This Agreement may be executed in several counterparts, all of which taken together will constitute one agreement and may be executed by electronic signature and delivered electronically. The parties have executed this Agreement as of the last date indicated below.

Exhibit I Revision	n History	
Revision #	Revising Party and Description of change	Date
0	North Mountain O&M Agreement Effective	08/01/2022

5. Revision Approval

Date:_____

a. Parties' approval of revision "0" of Exhibit G Security and Access Control indicated below by signature.

ACCEPTING FOR THE CITY OF SEATTLE, CITY LIGHT DEPARTMENT

Mike Haynes
Assistant General Manager

Date:_____

ACCEPTING FOR THE PUBLIC UTILITY DISTRICT NO. 1 OF SNOHOMISH COUNTY, WASHINGTON

Guy Payne, Assistant General Manager, Distribution and Engineering Services

Attachment 2

NORTH MOUNTAIN SUBSTATION TELECOMMUNICATIONS AGREEMENT BETWEEN THE CITY OF SEATTLE, CITY LIGHT DEPARTMENT AND PUBLIC UTILITY DISTRICT NO. 1 OF SNOHOMISH COUNTY, WASHINGTON

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EXHIBITS

Exhibit A	Expenses	

NORTH MOUNTAIN SUBSTATION TELECOMMUNICATIONS AGREEMENT BETWEEN THE CITY OF SEATTLE, CITY LIGHT DEPARTMENT AND PUBLIC UTILITY DISTRICT NO. 1 OF SNOHOMISH COUNTY, WASHINGTON

This AMENDED AND RESTATED NORTH MOUNTAIN SUBSTATION TELECOMMUNICATIONS AGREEMENT is entered into by THE CITY OF SEATTLE, CITY LIGHT DEPARTMENT (Seattle), and PUBLIC UTILITY DISTRICT NO. 1 OF SNOHOMISH COUNTY, WASHINGTON (DISTRICT), municipal corporations of the State of Washington, hereinafter individually referred to as "Party" or collectively as "Parties."

RECITALS

WHEREAS, Seattle has agreed to own, operate and maintain North Mountain Substation for the purpose of providing power transfer services to the District's Darrington area customers; and

WHEREAS, Seattle and the District have a North Mountain Substation Operation and Maintenance Agreement and a Power Transfer Agreement or successor agreement, and together with this Agreement are "the Agreements" necessary for Seattle to transfer power to the District's Darrington area customers, and

WHEREAS, Seattle has indicated willingness to use portions of its existing communication system for the control of North Mountain Substation to the extent such does not interfere with or preclude use of the Seattle communication system for its own purposes and provided that the District agrees to pay for the use of Seattle's system; and

WHEREAS, the District agrees to fund all additional components of the communication system during the term of this Agreement that are reasonably necessary for Seattle's communication and control of North Mountain Substation, as specified by the City, to be compatible with Seattle's communication design standards; and

WHEREAS, the District agrees to be responsible for the cost of its communication ties with Seattle's equipment at Snohomish Substation for transmitting North Mountain Substation data to the District communications center; and

WHEREAS, the District agrees to be responsible for the communication and control costs Seattle incurs in order to transfer Bonneville Power Administration (BPA) power for delivery to the District's Darrington area customers, as required by the City's Power Transfer Agreement or successor agreement with the District; and

WHEREAS, the District is reimbursing Seattle for all other costs the City will incur for the operation and maintenance of the North Mountain 230kV system and control of North Mountain substation under the terms of the Operation and Maintenance Agreement between the Parties, and

WHEREAS, the Parties own, operate and maintain their own data communications equipment, and

WHEREAS, in order to provide for the communication system described above,

NOW, THEREFORE, the Parties agree as follows:

1. Terms of Agreement

- a. This Agreement shall take effect at 0000 hours on August 1st, 2022, and shall expire at 2400 hours on July 31st, 2042, unless terminated by agreement of the Parties.
- b. This Agreement may be extended, amended, or terminated upon mutual agreement of the Parties.
- c. In the event the Agreement is terminated, all liabilities incurred hereunder are hereby preserved until satisfied.
- d. On its effective date, this Agreement terminates and replaces in its entirety, the prior 1991 Agreement. All Obligations incurred under the prior agreement shall be preserved until fully satisfied.

2. Telecommunication Operations & Maintenance

a. The District Shall

- i. Perform placement and modification of the District's future communication equipment in a timely and workmanlike manner and subject to the approval, general guidance, and direction of Seattle's representative or designee. The District's communication equipment shall not be placed so as to electrically or physically interfere with the City's use of the site, building, towers or road.
- ii. The installation, operation, maintenance and removal of the District's communication equipment shall be without cost and under the general

supervision of Seattle, and subject also to such rules and regulations as it may from time to time prescribe. The District assumes all risk of loss or damage, to their own communication system, or injury resulting from the malfunction of the District's communication facilities.

- iii. In the event that interference should result from the District's installations or connections to Seattle's facility, the District shall be responsible for immediately ceasing such operation, and eliminating the interference to the satisfaction of Seattle before resuming operations.
- iv. In case interference results from the District's operations or owned communication equipment at North Mountain Substation, Seattle may order corrective measures to be taken immediately and interference eliminated within five days from receipt of notice. In the event operation of equipment or other actions by the District render Seattle's equipment unusable the District, upon notification by Seattle, shall immediately cease such operations or actions. The District will be responsible and will assume the cost of the corrective measures needed to eliminate the interference or modify the District's owned facilities to the satisfaction of Seattle.
- v. Elimination of interference shall be accomplished first by modification of the District's equipment, and then, if not corrected, by modification to Seattle's equipment at the expense of the District. In the event that Seattle determines an existing incompatibility between Seattle and the District's communication at North Mountain, the District will cease operations immediately.

b. Seattle Shall

- i. Operate and maintain all Seattle owned communication and control equipment at North Mountain substation, for the purpose of serving the District's Darrington area load.
 - 1. This specifically includes the communication equipment and support systems used to communicate operational data to BPA regarding North Mountain Substation.

c. Neither Party shall perform any operation or maintenance procedures on the equipment owned by the other Party, except those pursuant to the emergency operating procedures outlined in the North Mountain Operation and Maintenance Agreement.

3. Transfer of Rights

a. The District's use of the City's Telecommunication and control system at North Mountain Substation and lease of other City facilities is limited to the purpose of the operation and maintenance and control of North Mountain Substation, and is not transferrable or to be used for any other purpose.

4. Expenses and Payment

- a. The District shall pay all of the costs of operating and maintaining the District owned communication system that is used for communication and control of North Mountain Substation.
- b. The District shall pay all of the costs of operating and maintaining the Seattle owned communication system that is used for communication and control of North Mountain Substation.
- c. The District shall pay all of the costs of operating and maintaining the BPA owned communication equipment, if any charges are levied on the District, or Seattle by BPA for the operation and maintenance of communications at North Mountain Substation.
- d. The District shall pay to Seattle a monthly lease charge for space to locate District owned communications equipment installed in the Seattle control room at North Mountain Substation.
- e. These expenses are outlined in Exhibit A, North Mountain Telecommunication Expenses.
- f. Seattle's representative shall periodically and not to exceed once per year, update Exhibit A to reflect Seattle's cost of providing communication for North Mountain substation. This periodic update shall occur during the first quarter of each year.

- i. Seattle shall advise the District sixty, 60 days prior to an updated Exhibit A being used to charge the District.
- ii. The District may request a meeting to discuss changes to Exhibit A withing thirty (30) days of receiving an updated Exhibit A.
- g. Billing and payment will occur monthly in accordance with the following:
 - i. The accounting period for billing under this Agreement shall be the first day of the calendar month to the last day of the calendar month unless otherwise agreed in writing between the Parties' Representative.
 - ii. The District shall pay Seattle the amount due under any invoice no later than thirty days after the date of the invoice. Seattle shall transmit via email or other acceptable means the invoice no later than 5 days after the date on the invoice.
 - iii. In the event any invoice, or part thereof, is disputed, payment of the invoice as rendered shall be made when due, with subsequent invoice being adjusted for any amount found to be in error.
 - iv. Seattle may combine invoices for this Agreement with other bilateral District-City Agreements into one monthly billing, but the itemized cost of each Agreement will be identified separately.

5. Release

a. Each Party releases the other from liability for loss or damage to it which shall include, but not be limited to, consequential damages and the loss of use or profit, which arises out of or in connection with the negligence of a Party, or negligence any officer, agent, or employee of a Party, under this Agreement.

6. Indemnification Regarding North Substation

a. To the maximum extent allowed by law, including R.C.W. 25.32A.090, each Party shall defend, indemnify and hold harmless the other Party, its successors and assigns, and the respective directors, officers, employees and agents of the other Party and its successors and assigns (collectively referred to as the "Indemnitees") from any and all claims, losses, costs, liabilities, damages and expenses (including but not limited to, reasonable attorneys' fees) caused by the negligence of the other Party or anyone acting on the other Party's behalf

- b. A Party shall not be liable to the other Party's customers for any interruption to the service or property damage caused by the provision of service, and each Party hereby indemnifies, protects and saves harmless the other Party against any and all such claims or demands, suit or judgment for loss, liability, damages and expenses.
- c. Indemnity, protection and hold harmless shall include any demand, claim, suit or judgment for damages to property or injury to or death of persons, including officers, agents, and employees of either party hereto including payment made under or in connection with the Workers' Compensation Law or under any plan for employees' disability and death benefits.
- d. It is further specifically and expressly understood that, solely to the extent required to enforce the indemnification provided herein, the District and Seattle waive their immunity under RCW Title 51 as provided in RCW 4.24.115; provided, however, the foregoing waiver shall not in any way preclude either Party from raising such immunity as a defense against any claim brought against a Party by any of its employees. This waiver has been mutually negotiated by the Parties.

7. **Dispute Resolution**

- a. The Parties recognize that cooperation and communication are essential to resolving issues quickly and efficiently. If any dispute arises in regard to the terms or conditions of this Agreement, then the parties shall meet and engage in good faith discussions with the objective of settling the dispute within thirty (30) days after either party requests such a meeting.
- b. If the dispute remains unresolved at the end of thirty (30) days, the matter shall be referred to designated senior managers from each Party, who shall meet and engage in good faith discussions with the objective of settling the dispute.
- c. If the parties cannot resolve the dispute within ninety (90) days from commencing dispute resolution, the parties shall refer the dispute to mediation using a mediator mutually agreeable to the parties. If these representatives cannot resolve the dispute within fourteen (14) calendar days after referral of the dispute to mediation, either party may seek resolution of the dispute through litigation or other judicial proceedings in Superior Court of King County.

8. Assignment

a. This Agreement shall not be assigned by either Party without the prior written approval of the other.

9. Review and Termination

- a. The District may terminate this Agreement at any time upon twelve (12) months prior written notice to Seattle, and provided that similar notices of termination are provided by it with respect to the Power Transfer and Telecommunications Agreements.
- b. The District may terminate this Agreement upon prompt written notice to Seattle in the event of catastrophic loss or damage to the Substation which precludes transfer of power to the District.
- c. Seattle may terminate this Agreement at any time upon (120) days prior written notice to the District in the event of nonpayment of charges. If payment of such charges is made by the District within the 120-day notice period, this agreement shall not be terminated.
- d. Seattle may terminate this Agreement at any time upon twelve (12) months prior written notice to the District, for the District's failure to comply with any material provision of this Agreement, unless the District rectifies the violation to the satisfaction of Seattle.
- e. The Parties agree that on or before February 1, 2040, they will begin to discuss appropriate terms and conditions which could be incorporated into a new or extended Agreement in view of all applicable factors including existing and prospective Darrington area load and use of Seattle's Gorge to Snohomish transmission system.
- f. Six months prior to the expiration of this Agreement, and following the procedures agreed to by the Parties, Seattle will offer to extend this Agreement provided hereunder for a term and on conditions then deemed to be just and reasonable by both Parties
- g. The provisions of this Article shall not limit any remedy at law or equity otherwise available to either Party.

10. Representatives of the Parties and Notices

 Representatives of the Parties and Notices shall be same as those maintained as part of the North Mountain Operations and Maintenance Agreement between Seattle and the District.

11. No Waiver

a. The failure of either Party to insist upon or enforce strict performance by the other Party of any provision of this Agreement or to exercise any right under this Agreement shall not be construed as a waiver or relinquishment to any extent of such Party's right to assert or rely upon any such provision or right in that or any other instance; rather, the same shall be and remain in full force and effect.

12. Status of Parties

- a. Each Party to this Agreement will perform services as an independent contractor with respect to the other. Any work or service performed by either Party is deemed performed for that Party, and no person employed by one Party shall be deemed an employee of the other.
- b. Work will be performed by each Party in accordance with its own methods.
- c. Each Party will perform work in accordance with this Agreement, applicable laws, and regulations.

13. Whole Agreement

a. The terms, covenants and conditions of this Agreement, together with any exhibits or other such documents incorporated therein, or written amendments constitute the entire agreement between the Parties, and no understandings or obligations not therein expressly set forth will be binding upon them.

14 Amendment

a. This Agreement may be amended at any time upon mutual written or digital agreement of the Parties.

15. Severability

a. If any part of this Agreement shall prove to be unenforceable, such unenforceability shall not extend beyond the part affected. The unaffected part of the Agreement will continue in full force and effect and will be binding upon the Parties hereto.

16. Legal Relations

- a. The Parties will perform and comply with all applicable laws or other governmental regulations.
- b. The Agreement will be construed and interpreted in accordance with the laws of the State of Washington and the Venue of any action brought hereunder will be the Superior Court of King County.

17. Signatures

ACCEPTING FOR THE CITY OF SEATTLE, CITY LIGHT DEPARTMENT
Debra Smith
General Manager/CE0Date:
ACCEPTING FOR THE PUBLIC UTILITY DISTRICT NO. 1 OF SNOHOMISH COUNTY, WASHINGTON
John Haarlow
Chief Executive Officer, General Manager
Date:

Exhibit A North Mountain Telecommunications Expenses

Expenses

- 1. The costs of operating and maintaining the Seattle owned communication equipment and system that is used for communication and control of North Mountain Substation is addressed in the North Mountain Operations and Maintenance Agreement between Seattle and the District.
- 2. The costs of data bandwidth associated with and used for communication and control of North Mountain Substation is addressed through Transmission charges.
- 3. There are currently no costs of operating and maintaining BPA owned communication equipment at North Mountain substation charged directly to Seattle or the District.
- 4. Lease charges for District owned communications equipment installed in the Seattle control room at North Mountain Substation shall be for adequate space for the following equipment:
 - a. One (1) 2ftx2ftx6ft RTU cabinet and associated conduit
 - b. Two (2) rack mounted equipment spaces and associated conduit
 - c. The lease space is approximately 50sqft.
- 5. The annual lease charge shall be 50sqft X \$50.40yr/sqft = \$2,520. The monthly charge amount will be \$210.00