



# City of Tenino

149 Hodgden St. S  
PO Box 4019  
Tenino, WA 98589

(360) 264-2368  
Fax (360) 264-5772  
clerktreasurer@ci.tenino.wa.us

May 26, 2020

Mr. Jan Allen, P.E., President  
Impact Bioenergy Inc.  
1001 NW 167<sup>th</sup> St  
Shoreline, WA 98177 USA

Brian Hanson, Project Development Manager  
MacDonald-Miller Facilities Solutions, Inc.  
7717 Detroit Ave. SW  
Seattle, WA. 98106

**RE: City Wastewater Treatment Plant Biodigester & Resource Recovery Project**

Dear Jan and Brian: This letter confirms the intent of the City to proceed with MacDonald-Miller Facilities Solutions, Inc. (MMFS) and Impact Bioenergy, Inc. (IB) to develop the biodigester and resource recovery project at the City's wastewater treatment plant (Project). The City will proceed to develop this Project using the Washington State Department of Enterprise Services (DES) energy savings performance contracting (ESPC) program which provides us a streamlined pathway to develop, procure and implement the Project with MMFS. We have contacted Roger Wigfield at DES who leads the ESPC program and will soon execute the necessary first stage Inter-Agency Agreement with DES naming MMFS as our contractor for this Project. The City has prior experience with the ESPC program for implementing a rooftop solar photovoltaic project at Tenino High School. The City's final decision to implement this Project is subject to the Project's successful further development and our City Council approval of final Project contract terms and economics.

This letter also confirms the City's full support for the US Department of Energy Water Resource Recovery Prize grant proposal for the Project being prepared by IB and MMFS and to be submitted by IB on behalf of our full team. In developing the Project, the City aims to recover useful energy and nutrient resources from wastewater treatment (WWT) plant biosolids, save on WWT plant electric and thermal energy costs, reduce costs for disposal of biosolids materials from our holding ponds which are presently at full capacity, enable the City to earn revenues by receiving septage thereby providing a transport efficient septage receiving location for local septage haulers and making remunerative use of our underutilized WWT plant capacity, and co-process organic waste materials from local area brewery, distillery, agricultural processing and school food service operations including those to be generated from a new ag-industrial park being developed at a site adjacent to the WWT plant. The City is committed to sustainable community economic development especially of our area's agricultural economy. This Project will serve all these integrated goals.

On behalf of our City Council and staff, I thank you for your efforts and initiative to develop this Project. We look forward to our next steps working together.

Sincerely,  
Mayor Wayne Fournier  
City of Tenino