

Minutes of the Regular Commission Meeting of Public Utility District No. 1 of Chelan County, Washington February 5, 2018

The regular meeting of the Commission, of Public Utility District No. 1 of Chelan County, Washington, was held in the office of the District, 327 N. Wenatchee Avenue, Wenatchee, Washington, on February 5, 2018, at the hour of 9:00 am, pursuant to proper notice thereof.

Commissioners present: Dennis Bolz, President
Garry Arseneault
Ann Congdon
Steve McKenna
Randy Smith

Staff present: Steve Wright, General Manager
Erik Wahlquist, General Counsel
Rebekah Garfein, Clerk of the Board
Various staff

Others in attendance: Michal Chambers
Madison Meyer, iFiber

Call To Order

- President Bolz called the meeting to order at 9:00am

Pledge of Allegiance and Safety Minute

- Sarah Hale, Senior Treasury Analyst, led the pledge and provided a safety minute on dishwasher fires

Agenda

- Item 8 was moved to the consent agenda; the agenda was approved as revised

Quarterly District Performance Plan Status Update

(see www.chelanpud.org for presentation)

- Managing Directors reviewed fourth quarter changes
- 85% of the 232 items were completed; many of the uncompleted projects are multi-year projects, ongoing efforts, or required schedule changes into 2018 due to unexpected work and competing priorities

Quarterly Energy Resources Update

(see www.chelanpud.org for presentation)

- Janet Jaspers, Energy Planning and Trading Manager, and Andrew Grassell, Energy Development/Conservation Manager, reviewed the quarterly Energy Resources update
 - Specified source sales, recognizing hydropower's carbon-free energy, was \$1.5M above budget
 - Prices for wind and solar are dropping and is something we are watching closely
 - 2017 Conservation targets were met

Legislative Update

(see www.chelanpub.org for presentation)

- Shaun Seaman, Government/External Affairs Program Manager gave a status update on bills of interest

Consent Agenda

- President Bolz presented the consent agenda which included the following items:
 - Minutes of the January 22, 2018 Regular Meeting
 - Vouchers: Accounts Payable Summary Report dated January 31, 2018:
 - Vouchers totaling \$7,335,290.80;
 - Approval of Customer Deposit Returns and Conservation Incentive payments for the period January 17, 2018 through January 30, 2018 in the amount of \$24,269.87;
 - Approval of the net Payrolls, Warrant Nos. 235763 through 235786 and Advice Nos. 647340 through 648052 for the pay period ending 01/21/2018 in the amount of \$1,774,378.41; and
 - Approval of Warrant Nos. 24109 through 24170 totaling \$22,560.09 for claim payments from the workers' compensation self-insurance fund for the period ending January 29, 2018.
 - 8. A RESOLUTION AUTHORIZING THE GENERAL MANAGER TO ENTER INTO A CONTRACT (CONTRACT NO. 17-50) WITH HARRIS CORPORATION OF DELAWARE FOR THE PURCHASE, INSTALLATION, AND SUPPORT OF THE DIGITAL MOBILE RADIO SYSTEM

MOTION

Moved by: Commissioner Smith

Seconded by: Commissioner Arseneault

To approve the consent agenda as revised

Approved: Unanimously

Manager Items

- Cody Murdock, Operations Superintendent for Line Ops, and John Stoll, Managing Director of Customer Utilities, discussed the wind storm challenges on January 27, 2018
 - Cody reviewed outages that occurred on January 27, including deployment of staff and coordination of efforts with system operations
 - Completed an assessment with Chelan County Emergency Management and Red Cross
- Tracy Yount, External Affairs Director, gave an update on the Alcoa meeting held January 31
 - Observations include a consensus for Alcoa to reopen the plant, there was a shift to more people wanting a resolution – either restart or close
 - There was some support for further delays, but preferably with a defined deadline; it was noted that replacing these jobs is difficult
 - Kelly Boyd gave an overview of the contract and the group heard updates from Susan Adams, SkillSource, on displaced workers and their training and Shiloh Schauer, Chamber of Commerce, on the future outlook in our valley
- Suzanne Hartman, Manager of Communications, invited Commissioners to vote for Walla Walla Point Park in the Wenatchee World "World's Best" contest; voting begins today

Follow Up on Delegation of Action Items

- From 1/22/18: Add to Board Workshop agenda - Review of Board Balanced Scorecard targets - completed
- From 12/4/17: Mike Coleman will prepare a historical comparison of the maximum monthly bandwidth usage – completed via email on 1/28/18

Commission Items

- May Board Meeting dates

MOTION

Moved by: Commissioner Arseneault

Seconded by: Commissioner Smith

Move that we reschedule our May 2018 regular Board meetings as follows:

- Move to reschedule the Monday, May 7, 2018 regular Board meeting to Monday, April 30, 2018, to begin at 10:00am in the headquarters Board Room
- Move to reschedule the Monday, May 21, 2018 regular Board meeting to Monday, May 14, 2018, to begin at 10:00am in the headquarters Board Room

Approved: Unanimously

Delegation of Action Items

- Jeff Smith will provide additional information on the contractor safety program
- Erik Wahlquist will gather Commissioner feedback on proposed changes to the Voting Rights Act and determine how to proceed

Executive Session

President Bolz convened an executive session at approximately 10:35am to evaluate the qualifications of an applicant for public employment or to review the performance of a public employee, as authorized by RCW 42.30.110(1)(g) and to discuss with legal counsel agency enforcement actions, litigation, potential litigation to which the District or its board is, or is likely to become, a party, and/or legal risks, as authorized by RCW 42.30.110(1)(i).

Regular Session Reconvened at 11:05am

- President Bolz stated no votes were taken and no decisions were made

Recessed at 11:05am and Reconvened at 12:00pm at the Confluence Technology Center

Executive Session

President Bolz convened an executive session at approximately 12:06pm to evaluate the qualifications of an applicant for public employment or to review the performance of a public employee, as authorized by RCW 42.30.110(1)(g) and to discuss with legal counsel agency enforcement actions, litigation, potential litigation to which the District or its board is, or is likely to become, a party, and/or legal risks, as authorized by RCW 42.30.110(1)(i).

Regular Session Reconvened at 3:25pm

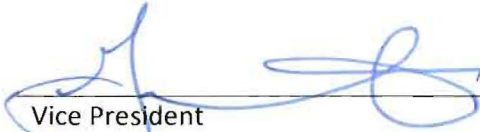
Board Workshop

- Commissioners discussed the following items in workshop session:
 - Board Balanced Scorecard Metrics
 - WPUA Water Meetings will be counted toward overall WPUA attendance
 - Will add a measure on Human Performance Improvement initiative participation
 - Board / General Manager Protocol Issue
 - Commissioner Signatures When Commissioners Participate by Phone
 - 2019 Strategic Plan Overview

There being no other business, the meeting adjourned at 4:13pm.



President



Vice President



Secretary



Commissioner



Commissioner