

Minutes of the Regular Commission Meeting of Public Utility District No. 1 of Chelan County, Washington January 9, 2023

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 January 9, 2023, at the hour of 10:00 am, pursuant to proper notice thereof.

Commissioners present: Steve McKenna
Garry Arseneault
Randy Smith
Kelly Allen
Carnan Bergren

Staff present: Kirk Hudson, General Manager
Erik Wahlquist, General Counsel
Teresa Boushay, Acting Clerk of the Board
Various staff

Guests present: Skip Moore, Chelan County Auditor
Family members of Commissioner Bergren and Commissioner Allen
Kalie Worthen, Wenatchee World

Call to Order

- Outgoing President McKenna called the meeting to order at 10:00am
 - Recognized the presence of the full Commission in-person
 - Welcomed newly elected Board members Kelly Allen and Carnan Bergren

Pledge of Allegiance

- Carson Lutz, Drafting Technician, led the Pledge of Allegiance

Commissioner Swearing In

- Skip Moore, Chelan County Auditor, conducted the official swearing-in of the new Commissioners:
 - Kelly Allen, representing at-large District B
 - Carnan Bergren, representing District 3

Commission Items

- Election of 2023 Officers

Moved by: Commissioner Arseneault

Seconded by: Commissioner Smith

To approve the slate of officers for a one year term as follows:

Randy Smith, President; Steve McKenna, Vice-President; Garry Arseneault, Secretary

Approved: Unanimously

Safety/HPI Minute

- Carson Lutz, Drafting Technician, shared an HPI presentation focused on situational awareness

Agenda

MOTION

Moved by: Commissioner McKenna

Seconded by: Commissioner Allen

To approve the agenda as presented

Approved: Unanimously

Consent Agenda

President Smith presented the consent agenda, which included the following items:

- Minutes of the December 19, 2022 Regular Meeting
 - Signatures obtained from sitting Board members only, not from retired Board members
- Vouchers: Accounts Payable Summary Report dated January 4, 2023.
 - Vouchers totaling \$48,950,715.68.
 - Approval of Customer Deposit Returns and Conservation Incentive payments for the period December 14, 2022 through January 3, 2023 in the amount of \$175,300.07.
 - Approval of the net Payroll, Warrant Nos. 238021 through 238036 and Advice Nos. 747899 through 748671 for the pay period ending December 18, 2022 in the amount of \$ 2,620,880.54.
 - Approval of Warrant Nos. 29067 through 29113 totaling \$61,093.06 for claim payments from the workers' compensation self-insurance fund for the period ending December 30, 2022.

MOTION

Moved by: Commissioner Allen

Seconded by: Commissioner Bergren

To approve the consent agenda

Approved: Unanimously

Manager Items

- Heather Ireland, Treasurer, highlighted the recent Standard & Poor's (S&P) District high financial ratings of AA+ with Stable outlook and AA for RI Bonds; a reflection of the District as a whole
- John Stoll, Managing Director – Customer Utilities, updated the Commission on two items:
 - Recent winter weather related outages and new peak load of 560 mw occurred during the coldest days just before Christmas. Line crews worked under extreme conditions over a long period of time to restore service.
 - Water system postcards will be sent alerting customers on issues affecting water meter reads: Statements will show estimates rather than actuals until the equipment can be replaced

Commissioner Travel

- Lisa Sanders, Legal Office Administrator, reviewed upcoming Commissioner travel

Commission Items

- 2023 Association Representation
 - President Smith led the discussion to determine the 2023 Board member representation to the District's Associations including WPUDA, NWPPA and APPA among others
- Commissioner Arseneault welcomed both new Commissioners, acknowledged Commissioner Bergren's Chelan PUD lapel pin and presented Commissioner Allen a Chelan PUD lapel pin
- Commissioner McKenna highlighted 2 recent articles found in the NWPPA monthly that could benefit the new Commissioners: Electric Vehicles and Women in Public Power

- Commissioner Allen shared her motivation for seeking the seat on the Board, based, in part, on respect for the District during her participation as a focus group member during the North Shore substation siting process

Follow up on Delegation of Action Items from 12/19/22 Board meeting

- None

Delegation of Action Items

- None

Executive Session

President Smith convened an executive session at approximately 11:20am 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), to consider the selection of a site or the acquisition of real estate by lease or purchase when public knowledge regarding such consideration would cause a likelihood of increased price, as authorized by RCW 42.30.110(1)(b), to consider the minimum price at which real estate will be offered for sale or lease when public knowledge regarding such consideration would cause the likelihood of decreased price, as authorized by RCW 42.30.110(1)(c) and to review the performance of a public employee, as authorized by RCW 42.30.110(1)(g) for 90 minutes.

Came out of Executive Session at 12:18 pm

President Smith extended the Executive Session an additional 60 minutes, to reconvene at approximately 1:00 following a 40 minute break for lunch.

Executive Session Reconvened at 1:05 pm

Regular Session Reconvened at 2:10 pm

President Smith stated no votes were taken and no decisions were made during Executive Session

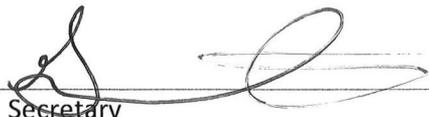
There being no other business, the meeting adjourned at 2:11 pm



Vice President

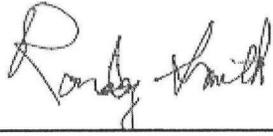


Commissioner

President


Secretary

Commissioner

A handwritten signature in cursive script that reads "Randy Smith".

Randy Smith - Board Member
Approved on 1/24/2023 4:28PM PST