

Minutes of the Regular Commission Meeting of Public Utility District No. 1 of Chelan County, Washington July 1, 2019

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 July 1, 2019, at the hour of 9:00 am, pursuant to proper notice thereof. Meeting start time change was noticed via email by Commission President on June 21, 2019.

Commissioners present:

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

Staff present:

Steve Wright, General Manager
Erik Wahlquist, General Counsel
Teresa Boushay, Acting Clerk of the Board
Various staff

Call To Order

- President Arseneault called the meeting to order at 9:08 am

Executive Session

President Arseneault convened an executive session at approximately 9:09 am to review the performance of a public employee, as authorized by RCW 42.30.110(1)(g) for approximately 120 minutes.

Regular Session Reconvened at 11:15pm

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

Pledge of Allegiance and Safety Presentation

- Anthony Holloway, Drafting Technician, led the pledge and provided information on BBQ safety

Agenda

- Resolution 11 was moved to the consent agenda; the agenda was approved as revised

Cycle of Personal Ownership (CPO) Recognition

(see Chelan PUD website for presentation)

- Steve Wright, General Manager, recognized May CPO Winners Wenbo Jia, Senior Mechanical Engineer, and Mike Lawson, QA/QC Technical Advisor

Quarterly Electric Load Growth update

(see Chelan PUD website for presentation)

- Andy Wendell, Director of Customer Service/Stakeholder Outreach, and Chad Rissman, Director of Distribution Asset Management, provided updated information on residential and retail load growth for the second quarter of 2019
 - On track to reach all-time record for new connections, led by several new apartment projects
 - No formal cryptocurrency applications since moratorium was lifted in April, 2019

- Substation siting efforts: predicting 7 new/upgraded facilities in next 5 years
- Watching demand in Stehekin area; conservation efforts and public outreach planned, which will be reported

5-Year Planning Foundation

(see Chelan PUD website for presentation)

- Steve Wright, General Manager, shared the 5-year Vision with the Board, that will be the basis for 2020-2024 business plans
 - Mission Statement updated to emphasize enhancing the quality of life in Chelan County
 - Vision/Challenge Statement updated - In a rapidly changing utility environment, we will provide: The best value for the most people for the longest time
 - Coalescing Vision with Strategic Planning results
 - Focus on improving results in hydro capability, reliability, safety, customer service technology as well as embracing innovation; while maintaining high marks in financial stability, customer satisfaction, compliance and fiber network.

Recessed at 12:08pm and Reconvened at 1:07pm

Consent Agenda

(see Chelan PUD website for resolutions)

- President Arseneault presented the consent agenda, which included the following items:
 - Minutes of the June 17, 2019 Regular Meeting
 - Vouchers: Accounts Payable Summary Report dated June 26, 2019:
 - Vouchers totaling \$27,660,421.74;
 - Approval of Customer Deposit Returns and Conservation Incentive payments for the period June 12, 2019 through June 25, 2019 in the amount of \$22,722.71;
 - Approval of the net Payroll, Warrant Nos. 236549 through 236567 and Advice Nos. 675169 through 675973 for the pay period ending 06/09/2019 in the amount of \$2,081,095.80;
 - Approval of Warrant Nos. 25776 through 25807 totaling \$2,068.98 for claim payments from the workers' compensation self-insurance fund for the period ending June 24, 2019.
 - Resolution 11. A RESOLUTION RATIFYING FIELD WORK ORDER NOS. 1 THROUGH 20, AND APPROVING FIELD WORK ORDER/CHANGE ORDER NO. 21 TO CONTRACT NO. 15-17 WITH GCA SERVICES GROUP, INC. FOR JANITORIAL FACILITY SERVICES

MOTION

Moved by: Commissioner Smith

Seconded by: Commissioner Congdon

To accept the consent agenda as presented including resolution 11

Approved: Unanimously

Resolution 9

(see Chelan PUD website for resolution)

- Dan Frazier, Director of Shared Services, and David Lodge, Project Manager, outlined the selection process for a General Contractor Construction Manager to work in tandem with District staff to support construction of the Service Center Project
- Team work and cohesive problem-solving skills made the company standout
- Project team currently working on design schematics, conservation issues, permitting, lobby design and repurposing of 5th Street facilities

- Resolution 9. A RESOLUTION ACCEPTING THE PROPOSAL OF ABSHER CONSTRUCTION COMPANY OF PUYALLUP, WA TO PROVIDE GENERAL CONTRACTOR CONSTRUCTION MANAGER (GCCM) SERVICES FOR THE SERVICE CENTER PROJECT AND TO AUTHORIZE THE GENERAL MANAGER TO ENTER INTO A CONTRACT FOR SAID SERVICES

Resolution 10

(see Chelan PUD website for resolution and presentation)

- Brett Bickford, Director of Engineering and Project Management, presented information to support the purchase of new gate rings for Rock Island Power House 1
- Resolution 10. A RESOLUTION AUTHORIZING THE GENERAL MANAGER TO A EXECUTE FIELD WORK ORDER/CHANGE ORDER TO CONTRACT 16-60 WITH ANDRITZ HYDRO FOR NEW GATE OPERATING RINGS

MOTION

Moved by: Commissioner McKenna

Seconded by: Commissioner Bolz

To approve Resolutions 9 and 10 as presented

Approved: Unanimously

Manager Items

- Ron Gibbs, Insurance Program Manager, informed the Board on the insurance premiums for July 1, 2019-2020 policies
- Debbie Gallaher, Visitor Services Manager, and Neil Neroutsos, Communication Manager, shared the timeline and outreach plan for temporary closure and remodeling of the Rocky Reach Discovery Center
 - The Museum of the Columbia will close on November 1, 2019 and the new Discovery Center is scheduled to open in late Spring, 2021
- Tracy Yount, Director of External Affairs, and Neil Neroutsos, gave an update on the Strategic Planning Survey
 - Survey count is down from prior strategic planning efforts, but the number of written comments increased four-fold
 - Preliminary results are showing support for early action credit for Rock Island relicensing, move towards sustainability for Fiber, Water and Waste Water services, economic development with slight increase in billing, and more frequent, smaller electric rate increases (if needed) to balance the risk of unpredictable wholesale market returns

Commission Travel

- Lisa Sanders, Finance Admin Assistant, reviewed upcoming Commissioner travel

Follow Up on Delegation of Action Items from the 6/17/19 Board Meeting

- Rebekah Garfein shared the BBC video featuring Link Transit with the Board on 6/17/19
- Justin Erickson will report on the number of electronic responses versus digital responses received for the 2014 Strategic Planning Survey – information provided today during the Strategic Planning Update

Delegation of Action Items

- Teresa Boushay will send link to Discovery Center Temporary Closure PSA to Commissioners
- Erik Wahlquist will send Decision Evaluation Criteria document to Commissioners

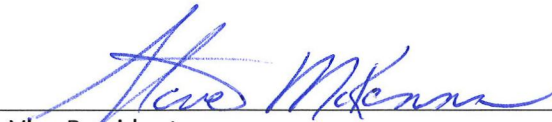
Executive Session

President Arseneault convened an executive session at approximately 2:30pm to continue to review the performance of a public employee, as authorized by RCW 42.30.110(1)(g) for approximately 15 minutes.

Regular Session Reconvened at 2:55pm

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


There being no other business, the meeting adjourned at 2:56 pm.



Vice President



Commissioner



President



Secretary



Commissioner