

Minutes of the Regular Commission Meeting of Public Utility District No. 1 of Chelan County, Washington September 3, 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 September 3, 2019, at the hour of 10:00 am, pursuant to proper notice thereof.

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

Staff present: Justin Erickson, Acting General Manager
Erik Wahlquist, General Counsel
Rebekah Garfein, Clerk of the Board
Various staff

Call To Order

- President Arseneault called the meeting to order at 10:01am

Pledge of Allegiance and Safety Minute

- Stace Knudtson, Customer Service Rep, led the pledge of allegiance and provided a safety minute on gardening and yard safety

Agenda

- The agenda was approved as presented

Strategic Planning Update

(see Chelan PUD website for presentation)

- Justin Erickson, Managing Director of District Services, introduced a presentation video from Steve Wright, General Manager
- Steve's video reviewed reasons behind the proposal for modest, annual rate increases
- Public Open Houses will be held on September 5 at the Confluence Technology Center and on September 9 in Leavenworth
- Limited feedback has been received to date

Consent Agenda

(see Chelan PUD website for resolutions)

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

- Minutes of the August 19, 2019 Regular Meeting
- Vouchers: Accounts Payable Summary Report dated August 28, 2019:
 - Vouchers totaling \$12,374,010.87;

- Approval of Customer Deposit Returns and Conservation Incentive payments for the period August 14, 2019 through August 27, 2019 in the amount of \$23,824.33;
- Approval of the net Payroll, Warrant Nos. 236648 through 236669 and Advice Nos. 679254 through 680056 for the pay period ending 08/18/2019 in the amount of \$2,159,837.94;
- Approval of Warrant Nos. 25914 through 25935 totaling \$1,210.79 for claim payments from the workers' compensation self-insurance fund for the period ending August 26, 2019.
- Resolution 6. A RESOLUTION RATIFYING FIELD WORK ORDER/CHANGE ORDER NO. 1, AUTHORIZING FINAL ACCEPTANCE OF WORK PERFORMED UNDER BID NO. 17-54 WITH HURST CONSTRUCTION LLC OF WENATCHEE, WASHINGTON AND AUTHORIZING PAYMENT OF RETAINAGE

MOTION

Moved by: Commissioner Congdon

Seconded by: Commissioner Bolz

To approve the consent agenda as presented

Approved: Unanimously

Resolution 7

(see Chelan PUD website for resolution)

- Andrew Grassell, Energy Development and Conservation Manager, reviewed Resolution 7
- Renewal of our membership; this has been one of the District's most cost-effective conservation programs
- Resolution 7. A RESOLUTION AUTHORIZING THE DISTRICT TO BECOME A MEMBER OF THE NORTHWEST ENERGY EFFICIENCY ALLIANCE FOR 2020-2024

Resolution 8

(see Chelan PUD website for resolution)

- Steve Wickel, Transmission Engineering Manager, reviewed Resolution 8
- This will prevent the District from having to decrease generation at Rock Island due to line overloads
- Resolution 8. A RESOLUTION AUTHORIZING THE GENERAL MANAGER TO ENTER INTO A REIMBURSABLE AGREEMENT (AGREEMENT NO. 19-10363) WITH BONNEVILLE POWER ADMINISTRATION FOR DESIGN AND CONSTRUCTION ACTIVITIES ASSOCIATED WITH THE INSTALLATION OF A REMEDIAL ACTION SCHEME AT VALHALLA AND COLUMBIA SUBSTATIONS

Resolution 9

(see Chelan PUD website for resolution)

- Dan Frazier, Director of District Services, reviewed Resolution 9
- Revision of cost is based on surveyed property being slightly larger than originally calculated; the cost per square foot remains the same
- Resolution 9. A RESOLUTION AMENDING THE APPROVED PURCHASE PRICE FOR THE PURCHASE OF REAL PROPERTY FROM THE NEVIO AND ELIZABETH TONTINI LIVING TRUST AND AUTHORIZING THE GENERAL MANAGER OR HIS DESIGNEE TO COMPLETE THE TRANSACTION

MOTION

Moved by: Commissioner McKenna

Seconded by: Commissioner Bolz

To approve Resolutions 7, 8, and 9 as presented

Approved: Unanimously

Commission Travel

- Lisa Sanders, Legal Administrative Assistant, reviewed upcoming Commissioner travel

Follow Up on Delegation of Action Items from the 8/19/19 Board Meeting

- Ron Slabaugh – Once a new wastewater system is installed in Peshastin, will we be able to definitively measure the phosphorus? If we make the investment, but there is no change, how does that impact our standing with Ecology?
- Andy Wendell will share the agenda for outreach in Stehekin on September 13 and 14 – emailed by the Clerk of the Board on 8/19/19

Delegation of Action Items

- Justin Erickson will notify Commissioners when the rates video is available online
- Lisa Sanders will clarify the September WPUDA conference return date with Commissioner Smith


Executive Session

President Arseneault convened an executive session at approximately 11:00am 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) for approximately 30 minutes.

Regular Session Reconvened at 11:28am

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

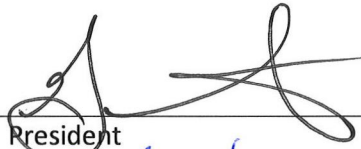
There being no other business, the meeting adjourned at 11:28am.



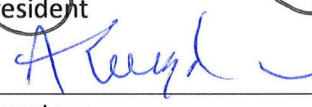
Vice President



Commissioner



President



Secretary



Commissioner