

Minutes of the Regular Commission Meeting of Public Utility District No. 1 of Chelan County, Washington September 8, 2026

The regular meeting of the Commission, of Public Utility District No. 1 of Chelan County, Washington, was held in the office of the District, 203 Olds Station Road, Wenatchee, Washington, on September 8, 2026, at the hour of 10:00 am, pursuant to proper notice.

Commissioners present: Kelly Allen, President
Carnan Bergren
Steve McKenna

Staff present: Kirk Hudson, General Manager
Erik Wahlquist, General Counsel
Rebekah Neumann, Clerk of the Board
Various staff

Guests present: Colleen Frei

Call to Order

President Allen called the meeting to order at 10:00am

Pledge of Allegiance and Safety/H&OP Minute

- Katie Marcoux, Industrial Hygiene/Safety Coordinator, led the pledge and provided information on the importance of work changes due to wildfire smoke

Agenda

- The agenda was approved as presented

Water Works Properties Proposed Property Purchase

- Chad Rissman, Director District Asset Management, and Becky Jaspers, Real Estate Specialist III, provided information on a proposed property purchase
- Purchase and sale agreement is in place for Water Works Properties LLC property, 8.15 acres, near Malaga for \$2.1M
- Property valuation excluded the portion of the property subject to easement for the District's transmission lines

Consent Agenda

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

- Minutes of the August 17, 2026 Regular Meeting
- Vouchers: Accounts Payable Summary Report dated September 01, 2026:
 - Vouchers totaling \$24,747,136.41;
 - Approval of Customer Deposit Returns and Conservation Incentive payments for the period August 11, 2026 through August 31, 2026 in the amount of \$96,407.86.

- Approval of the net Payroll, Warrant Nos. 239023 through 239028 and Advice Nos. 827857 through 828742 for the pay period ending August 09, 2026 in the amount of \$3,246,259.02.
- Approval of the net Payroll, Warrant Nos. 239029 through 239034 and Advice Nos. 828743 through 829620 for the pay period ending August 23, 2026 in the amount of \$3,221,470.29.
- Approval of Warrant Nos. 35100 through 35183 totaling \$18,288.28 for claim payments from the workers' compensation self-insurance fund for the period ending August 31, 2026.
- Resolution 7. RESOLUTION NO. 26-15097 AUTHORIZING FINAL ACCEPTANCE OF WORK PERFORMED FOR THE SERVICE CENTER PROJECT WITH ABSHER CONSTRUCTION COMPANY OF PUYALLUP, WA FOR CONSTRUCTION OF THE SERVICE CENTER PROJECT PURSUANT TO GENERAL CONTRACTOR/CONSTRUCTION MANAGER (GC/CM) CONTRACT NO. 18-91 AND AUTHORIZING PAYMENT OF RETAINAGE

MOTION

Moved by: Commissioner McKenna

Seconded by: Commissioner Bergren

To approve the consent agenda as presented

Approved: Unanimously

Resolution 8

- Toby Tarzwell, Senior Project Manager C, presented Resolution 8
- Resolution 8. RESOLUTION NO. 26-15098 RATIFYING CHANGE ORDER NOS. 8 AND 9 AND APPROVING CHANGE ORDER NO. 10 FOR CONTRACT NO. 23-12956 WITH SE INC., DBA SMITH EXCAVATION OF CASHMERE, WASHINGTON FOR UNIT PRICE EXCAVATION SERVICES

Resolution 9

- Jacob Ellis, Senior Project Manager C, presented Resolution 9
- Resolution 9. RESOLUTION NO. 26-15099 REJECTING ALL BIDS AND DECLARING THAT NO BIDS WERE RECEIVED FOR SUPPLY OF GSU TRANSFORMER FOR ROCKY REACH (BID NO. 25-14631) AND AUTHORIZING THE SUPPLY OF GSU TRANSFORMER BE OBTAINED BY NEGOTIATION

Resolution 10

- Laine Heikel, Senior Project Manager C, presented Resolution 10
- Resolution 10. RESOLUTION NO. 26-15100 REJECTING, AWARDED, CANCELLING, AND AUTHORIZING NEGOTIATION OF VARIOUS SCHEDULES TO OBTAIN TRANSMISSION LINE STEEL POLES UNDER BID 26-15092

MOTION

Moved by: Commissioner McKenna

Seconded by: Commissioner Bergren

To approve Resolutions 8, 9, and 10 as presented

Approved: Unanimously

Resolution 11

- David Lodge, Project Delivery Manager, and Jacob Morgan, District Business Manager, presented Resolution 11
- Commissioners expressed their support for the overall project
- Resolution 11. RESOLUTION NO. 26-15101 APPROVING THE ISSUANCE OF REQUEST FOR PROPOSAL NO. 26-15183 FOR ENTERPRISE RESOURCE PLANNING SYSTEM IMPLEMENTOR SERVICES AND AUTHORIZING THE GENERAL MANAGER OF THE DISTRICT TO PUBLISH NOTICE INVITING SEALED PROPOSALS FOR SAID PROJECT

MOTION

Moved by: Commissioner Bergren

Seconded by: Commissioner McKenna

To approve Resolution 11 as presented

Approved: Unanimously

Manager Items

- Whitney Machado, Wildfire Program Manager, provided an update on the Little Giant and Sisi fires
 - Crews were staged near fire activity sites on the Little Giant fire; was helpful in supporting firefighting efforts
 - Working on Little Giant post-fire risk and recovery
 - Resources in place for Sisi fire; working on protection measures in Stehekin
 - Thanks to operations and lineman who supported firefighting efforts
 - Thanks to Whitney Machado, who has done a great job utilizing his specialized skillset in helping us interface with fire management personnel
- Chad Bowman, Managing Director Utility Operations, reported on upcoming work in Tumwater Canyon
 - Beginning as early as tomorrow will be working on the overhead line in Tumwater Canyon; moving a portion of that line underground
 - Will be utilizing a single-lane closure with a pilot car as we complete this work
- Kirk Hudson, General Manager, noted that travel updates were included in the Commissioner's packets

Commissioner Items

- Commissioner Allen recently participated in a panel discussion with Helion in Nashville; she spoke about community collaboration

Follow up on Delegation of Action Items from 8/17/26 Board meeting

- Erik Wahlquist will quantify benefits of the updated Delegation of Authority policies

Follow up on Delegation of Action Items from Previous Board meetings

- Dan Koch will provide information on outages on the Anderson Canyon line over the last 20 years – sent via email 8/24/26
- Janet Jaspers/Jeff Johnson will provide historic runoff data along with SPP Markets+ participants to date – sent via email 8/26/26 and 8/27/26

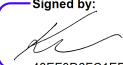
Delegation of Action Items

- Chad Bowman will provide an analysis on wood versus steel poles along with industry standards

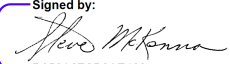
There being no other business, the meeting was adjourned at 11:21am.

Vice President

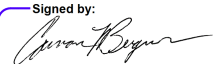
Commissioner

Signed by:

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President

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Secretary

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Commissioner