

Minutes of the Regular Commission Meeting of Public Utility District No. 1 of Chelan County, Washington October 20, 2025

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 October 20, 2025, at the hour of 10:00 am, pursuant to proper notice.

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

Staff present: Dan Koch, Acting General Manager
Charles von Reis, Acting General Counsel
Rebekah Neumann, Clerk of the Board
Various staff

Others present: Tony Bolden

Call to Order

- President McKenna called the meeting to order at 9:59am

Pledge of Allegiance and Safety/H&OP Minute

- Errin Bratton, Senior HR Generalist, led the pledge and provided information on how building connections supports H&OP principles

Agenda

- Resolutions 13, 15, and 16 were moved to the consent agenda; the agenda was approved as revised

Draft Integrated Resource Plan (IRP) Results

- Becky Keating, Senior Energy Analyst, reviewed the District's 2025 Integrated Resource Plan including preliminary load forecast and preliminary scenario results
- The District is expected to have sufficient resources to serve local loads in the planning horizon
- The IRP website can be found at: www.chelanpud.org/environment/operating-responsibly/integrated-resource-plan
- Next steps include gathering public feedback through November 24 and a public hearing on December 1

Clean Energy Implementation Plan (CEIP)

- Jeff Johnson, Director Energy Operations Planning and Trading, and Josh Mitchell, Energy Development/Conservation Manager, reviewed the 2026-2029 Clean Energy Implementation Plan
- Proposed actions cover energy burden reduction and indoor air quality and resilience during climate hazards
- The CEIP website can be found at: www.chelanpud.org/ceip
- Next steps include gathering public feedback through November 24 and a public hearing on December 1

Diamond Foundry Contract Amendment

- Lindsey Mohns, Director Business Services & Customer Utilities, provided information on a proposed contract amendment for the Diamond Foundry
- Adds 4 MW increase to the demand limit consistent with Large Load Framework along with liquidated damages and early termination provisions
- Tony Bolden, Diamond Foundry Facilities Director, provided information on usage for additional power and thanked staff for their work on this contract amendment

MOTION

Moved by: Commissioner Allen

Seconded by: Commissioner Arseneault

To authorize the General Manager to execute an amendment to the electric service contract with D Foundry I LLC for 4 megawatts of additional service at its existing location with the additional energy charged at a rate equivalent to the Market Energy Charge in Rate Schedule 36

Approved: Unanimously

2026 Budget Targets and Major Assumptions

- Dave Nelson, Strategic Financial Planning Manager, provided an overview of the 2026 budget process
- Budget is aligned to enterprise alignment efforts
- Reviewed 2026 District financial policies and key indicators and budget assumptions
- Public hearings will be held on November 3 and 17
- Participation in Markets+ and Enterprise Resource Plan (ERP) implementation are not included in the current budget assumptions

District Electric Vehicles

- Jason Ridlon, Fleet Services Manager, provided information on the District's electric vehicles
- Reviewed assets, usage, and operations and maintenance costs
- The District is committed to supporting Washington State's clean transportation and zero-emission objectives while maintaining reliable, data-driven fleet management; this approach emphasizes responsible adoption, ensuring EV integration supports operations without compromising emergency response capabilities

Recessed @ 11:55am; Reconvened @ 1:00pm

Consent Agenda

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

- Minutes of the October 6, 2025 Regular Meeting
- Vouchers: Accounts Payable Summary Report dated October 14, 2025:
 - Vouchers totaling \$12,788,826.38;
 - Approval of Customer Deposit Returns and Conservation Incentive payments for the period September 30, 2025 through October 13, 2025 in the amount of \$145,021.50.
 - Approval of the net Payroll, Warrant Nos. 238854 through 238862 and Advice Nos. 808946 through 809822 for the pay period ending October 05, 2025 in the amount of \$3,077,031.84.
 - Approval of Warrant Nos. 33662 through 33728 totaling \$26,960.60 for claim payments from the workers' compensation self-insurance fund for the period ending October 13, 2025.
 - Approval of Parks Reservation System customer refunds for the period September 25, 2025 through October 13, 2025 in the amount of \$105.00.
- Resolution 11. RESOLUTION NO. 25-15034 RATIFYING CHANGE ORDER NOS. D-26 THROUGH D-32, AUTHORIZING FINAL ACCEPTANCE OF WORK PERFORMED UNDER CONTRACT NO. 18-33 FOR THE ROCKY

REACH HYDROELECTRIC SUPPORT FACILITY IMPROVEMENTS PROJECT WITH LYDIG CONSTRUCTION, INC. OF SPOKANE VALLEY, WA AND AUTHORIZING RELEASE OF THE BOND IN LIEU OF RETAINAGE

- Resolution 12. RESOLUTION NO. 25-15035 RATIFYING CHANGE ORDER NO. 1, AUTHORIZING FINAL ACCEPTANCE OF WORK PERFORMED UNDER BID NO. 23-12958 WITH FARMERS ELECTRIC II, LLC OF OTHELLO WASHINGTON AND AUTHORIZING RELEASE OF THE BOND IN LIEU OF RETAINAGE
- Resolution 13. RESOLUTION NO. 25-15036 AUTHORIZING AMENDMENT NO. 6 TO SERVICES AGREEMENT (SA NO. 21-11418) WITH AECOM TECHNICAL SERVICES, INC. TO PROVIDE DATA AND INFORMATION MANAGEMENT SERVICES AND REGULATORY COMPLIANCE CONSULTING SERVICES
- Resolution 15. RESOLUTION NO. 25-15038 AUTHORIZING AMENDMENT NO. 1 TO SERVICES AGREEMENT (SA NO. 23-13176) WITH EPC SERVICES COMPANY TO PROVIDE COMMISSIONING OF JUMPOFF RIDGE SUBSTATION
- Resolution 16. RESOLUTION NO. 25-15039 REJECTING ALL BIDS AND DECLARING THAT NO BIDS WERE RECEIVED FOR SUBSTATION CIRCUIT SWITCHERS (BID NO. 25-14621) AND AUTHORIZING THE SUBSTATION CIRCUIT SWITCHERS BE OBTAINED BY NEGOTIATION

MOTION

Moved by: Commissioner Smith

Seconded by: Commissioner Allen

To approve the consent agenda as revised to include Resolutions 13, 15, and 16

Approved: Unanimously

Resolution 14

- Josh Mitchell presented Resolution 14
- Resolution 14. RESOLUTION NO. 25-15037 AUTHORIZING AMENDMENT NO. 5 TO SERVICE AGREEMENT NO. 22-12417 WITH CLEARRESULT CONSULTING, INC. TO CONTINUE PROVIDING SERVICES RELATED TO THE HIGH ENERGY BURDEN PROGRAM

Resolution 17

- Tuuli Hakala, Energy Policy Advisor, presented Resolution 17
- Resolution 17. RESOLUTION NO. 25-15040 AUTHORIZING THE DISTRICT TO JOIN THE MARKETS+ CENTRALIZED MARKET OPERATED BY SOUTHWEST POWER POOL, INC.

MOTION

Moved by: Commissioner Smith

Seconded by: Commissioner Arseneault

To approve Resolution 17 as presented

Approved: Unanimously

Resolution 18

- Dan Koch presented Resolution 18
- Resolution 18. RESOLUTION NO. 25-15041 RATIFYING AND CONFIRMING THE DECLARATION OF AN EMERGENCY AND AUTHORIZING THE GENERAL MANAGER TO TAKE ALL STEPS REASONABLE AND NECESSARY FOR THE REMEDIATION OF HAZARDOUS SITE CONDITIONS RESULTING FROM STRUCTURE FIRE AND EMERGENCY RESPONSE

Resolution 19

- Laine Heikel, Senior Project Manager, presented Resolution 19
- Resolution 19. RESOLUTION NO. 25-15042 AUTHORIZING THE GENERAL MANAGER OF THE DISTRICT TO EXECUTE A SERVICES AGREEMENT WITH HDR ENGINEERING, INC. OF NEBRASKA FOR PROFESSIONAL ENGINEERING SERVICES RELATED TO HELION ENERGY PROJECT

MOTION

Moved by: Commissioner Smith

Seconded by: Commissioner Allen

To approve Resolutions 14, 18, and 19 as presented

Approved: Unanimously

Capital Budget Revision – Helion Energy Interconnect

- Laine Heikel provided a project overview, schedule, and budget for the Helion Energy Interconnect; Helion will fund the entire cost of the project

MOTION

Moved by: Commissioner Allen

Seconded by: Commissioner Smith

To establish two new capital projects and associated budgets for Helion Energy Interconnect of \$9M for Distribution Systems and \$1M for Transmission Systems, for a total amount of \$10M

Approved: Unanimously

Manager Items

- Dan Koch announced that apprentice Logan Bird took 3rd place for Municipal Apprentices at the International Lineman's Rodeo

Commission Items

- Commissioner Smith will be attending an Energy Northwest meeting later this week; at Thursday's meeting the board will be voting on criteria to be met before they consider moving forward with a Small Modular Reactor project
 - Whether or not to move forward with the development will be voted on next Spring
- Commissioner Arseneault has been asked to present information on large loads at the next American Public Power Association (APPA) meeting

Follow up on Delegation of Action Items from 10/6/25 Board meeting

- None

Follow up on Delegation of Action Items from Previous Board meetings

- Jason Ridlon will provide information on District electric vehicles – presented today

Delegation of Action Items

- Jeff Johnson will provide a comparison of the local Average Median Income (AMI) to other areas of the state
- Jeff Johnson will provide more information on moderate income households in Chelan County

There being no other business, the meeting was adjourned at 1:27pm

Signed by:

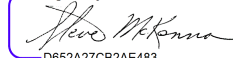


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Vice President

Commissioner

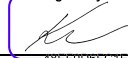
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President

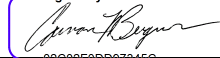
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Commissioner