



Peshastin Water District Acquisition

Ron Slabaugh, W/WW Manager

May 16, 2021

Why we're here today

- Informational - no action requested
- Progress update
- Next steps

Acquisition Considerations/Priorities

- PUD responding to PWD request
- PWD leadership is committed to this effort
- PWD outreach to customers indicates support
- PUD presently operates the Peshastin wastewater system
- Community benefit of single utility provider

Acquisition Considerations/Priorities

- PUD will perform all necessary due diligence and identify risks
- Established PUD rates, fees and charges would apply to Peshastin customers
- A rate adder will be included to ensure financial sustainability
- Anticipated complete by end 2022

Teams and Tasks

- Real estate
- Environmental/cultural
- Water rights
- Debt compliance/funding
- Accounting/treasury
- System planning/operations
- Administrative/legal
- Customer accounting/billing
- Meter reading
- Capital improvement plan development
- Insurance and claims
- Financial analysis

Next Steps

- Finalize financial analysis / rate adder methodology and quantify potential rate adder impact for PWD customers
- Finalize due diligence review to identify issues to be addressed by the working teams
- Prepare purchase and sale agreement and closing documentation
- Next Board progress update anticipated September 2022
- Coordinated outreach with PWD to confirm community support

Questions