

Minutes of the Regular Commission Meeting of Public Utility District No. 1 of Chelan County, Washington October 21, 2024

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 21, 2024, 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: John Stoll, Acting General Manager
Erik Wahlquist, General Counsel
Rebekah Neumann, Clerk of the Board
Various staff

Others: Steve Keene

Call to Order

- President McKenna called the meeting to order at 10:00am

Pledge of Allegiance and Safety/H&OP Minute

- Tim McMaster, Manager Project Delivery, led the pledge and provided information on ergonomic safety

Agenda

- Resolution 13 was moved to consent; the agenda was approved as revised

Cycle of Personal Ownership (CPO) Winner Recognition

- John Stoll, Acting General Manager, recognized September winners Mark Belton, Purchasing and Contract Administrator Supervisor, and Alexandria Burkard, Senior Contract Specialist

Wildfire Mitigation Plan

- Ron Gibbs, Manager Insurance & Risk Management, followed up on the presentation at the last meeting

MOTION

Moved by: Commissioner Smith

Seconded by: Commissioner Allen

To approve Chelan County PUD's adoption of the 2024 Wildfire Mitigation Plan under the direction of the General Manager

Approved: Unanimously

South Wenatchee Pedestrian Bridge Update

- Casey Hall, Principal Project Manager, and Toby Tarzwell, Senior Project Manager – Fiber, provided a project overview along with District scope and budget

MOTION

Moved by: Commissioner Arseneault

Seconded by: Commissioner Allen

To establish a new capital project and associated budget for the South Pedestrian Bridge Relocate Utilities in the amount of \$4,365,700

Approved: Unanimously

Strategic Vision, Business, and Budget Planning: Rate Planning Follow Up

- Heather Irelan, Director Treasury/Treasurer, and Lindsey Mohns, Director Customer Service, provided additional information on questions related to rate planning
- Discussed one utility concept and reporting structure
- Reviewed electric rate support fund and future use options

Strategic Vision, Business, and Budget Planning: Budget Overview

- Dave Nelson, Manager Strategic Financial Planning, provided the 2025 budget timeline, key assumptions, and next steps

Strategic Vision, Business, and Budget Planning: Imagine 2075 Survey Results

- Justin Erickson, Chief Strategy and Stakeholder Officer, provided results of the Imagine 2075 customer-owner survey
- Reviewed respondent demographics, focus area prioritization, comment key themes and next steps

Manager Items

- John Stoll provided updates on the end of fire season and the Squilchuck fire
 - Ended fire season mitigations as of last week; all reclosers have been set to auto-reclose
 - Squilchuck fire last week; no impact on our system

Recess @ 11:58am; Reconvene @ 1:00pm

Consent Agenda

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

- Minutes of the October 7, 2024 Regular Meeting
- Vouchers: Accounts Payable Summary Report dated October 15, 2024:
 - Vouchers totaling \$18,063,993.70;
 - Approval of Customer Deposit Returns and Conservation Incentive payments for the period October 01, 2024 through October 14, 2024 in the amount of \$59,901.91.
 - Approval of the net Payroll, Warrant Nos. 238596 through 238608 and Advice Nos. 786678 through 787540 for the pay period ending October 06, 2024 in the amount of \$2,809,493.80.
 - Approval of Warrant Nos. 32189 through 32269 totaling \$30,555.97 for claim payments from the workers' compensation self-insurance fund for the period ending October 14, 2024.
 - Approval of Parks Reservation System customer refunds for the period October 01, 2024 through October 14, 2024 in the amount of \$35.00.
- Resolution 10. A RESOLUTION RATIFYING FIELD WORK ORDER/CHANGE ORDER NOS. 1-11, AUTHORIZING FINAL ACCEPTANCE OF PERFORMANCE UNDER BID NO. 19-28 WITH KNIGHT CONSTRUCTION & SUPPLY, INC. OF DEER PARK, WA, AND AUTHORIZING RELEASE OF THE BOND IN LIEU OF RETAINAGE

- Resolution 11. A RESOLUTION RATIFYING FIELD WORK ORDER NOS. 1 - 5, AUTHORIZING FINAL ACCEPTANCE OF CHELAN RIVER WALK SHORELINE STABILIZATION PROJECT WORK PERFORMED UNDER BID NO. 22-12420 WITH PIPKIN, INC. DBA PIPKIN CONSTRUCTION OF WENATCHEE, WA AND AUTHORIZING RELEASE OF RETAINAGE
- Resolution 13. A RESOLUTION AUTHORIZING AMENDMENT NO. 7 TO SERVICES AGREEMENT (SA NO. 20-10853) WITH CH2M HILL ENGINEERS, INC. TO PROVIDE TUMWATER DAM ENGINEERING SUPPORT

MOTION

Moved by: Commissioner Smith

Seconded by: Commissioner Allen

To approve the consent agenda as revised to include Resolution 13

Approved: Unanimously

Resolution 12

- Chad Bowman, Director Project Delivery, presented Resolution 12
- Resolution 12. A RESOLUTION AUTHORIZING EXECUTION OF FIELD WORK ORDER/CHANGE ORDER NOS. 9-GMP2 AND 3-GMP3 UNDER CONTRACT NO. 18-10 WITH GE RENEWABLES US LLC OF GREENWOOD VILLAGE, CO FOR THE ROCK ISLAND DAM POWERHOUSE NO. 2 – GENERATING UNIT REHABILITATION PROJECT

Resolution 14

- George Velazquez, Manager Project Delivery, presented Resolution 14
- Resolution 14. A RESOLUTION RATIFYING FIELD WORK ORDER/CHANGE ORDER NOS. 1 AND 2 AND APPROVING FIELD WORK ORDER/CHANGE ORDER NO. 3 FOR CONTRACT NO. 22-12563 WITH HITACHI ENERGY USA, INC. OF RALEIGH, NORTH CAROLINA FOR ROCKY REACH C1-C11 GENERATOR BREAKER REFURBISHMENT

Resolution 15

- Jennifer Burns, Environmental/Cultural Resources Program Manager, presented Resolution 15
- Resolution 15. A RESOLUTION AUTHORIZING THE GENERAL MANAGER TO ENTER INTO A INTERLOCAL AGREEMENT (NO. 24-13865) WITH THE CONFEDERATED TRIBES OF THE COLVILLE RESERVATION (CTCR) AND SPOKANE DISTRICT BUREAU OF LAND MANAGEMENT (BLM) FOR CURATORIAL SERVICES AT THE HISTORY/ARCHAEOLOGY PROGRAM REPOSITORY (REPOSITORY)

Resolution 16

- Jeff DiGenova, Director IT Operations and Security, presented Resolution 16
- Resolution 16. A RESOLUTION AUTHORIZING AMENDMENT NO. 2 TO SERVICES AGREEMENT (SA NO. 23-12876) WITH PYTHIAN SERVICES USA INC. TO PROVIDE IT CONSULTING AND MANAGED SERVICES

Resolutions 17 and 18

- Thomas McGee, Director Business Technology Solutions, presented Resolutions 17 and 18
- Resolution 17. A RESOLUTION AUTHORIZING THE GENERAL MANAGER TO ENTER INTO A SERVICES AGREEMENT (SA NO. 24-13875) WITH DIGITAL INTELLIGENCE SYSTEMS, LLC OF MCLEAN, VA, FOR PROJECT MANAGEMENT AND CONSULTING SERVICES
- Resolution 18. A RESOLUTION AUTHORIZING THE GENERAL MANAGER TO ENTER INTO A SERVICES AGREEMENT (SA NO. 24-13876) WITH OLE MANAGED CLIENT SERVICES, INC. OF DRIPPING SPRINGS, TX, FOR PROJECT MANAGEMENT AND CONSULTING SERVICES

Resolution 19

- Jessica Schwab, Central Maintenance Support Superintendent, presented Resolution 19

- Resolution 19. A RESOLUTION AUTHORIZING THE GENERAL MANAGER TO ENTER INTO A SERVICES AGREEMENT (SA NO. 24-13915) WITH ABM INDUSTRIES, INC. DBA ABM INDUSTRY GROUPS, LLC OF SEATTLE, WA FOR DISTRICT JANITORIAL SERVICES

Resolution 20

- Steve Wickel, Manager Transmission and Distribution Engineering, presented Resolution 20
- Resolution 20. A RESOLUTION REMOVING LARGE LOAD FROM THE LARGE GENERATOR/LOAD INTERCONNECTION PROCEDURES IN THE DISTRICT'S OPEN ACCESS TRANSMISSION TARIFF AND AUTHORIZING STAFF TO ESTABLISH SEPARATE LOAD INTERCONNECTION PROCEDURES

MOTION

Moved by: Commissioner Smith

Seconded by: Commissioner Arseneault

To approve Resolutions 12, 14, 15, 16, 17, 18, 19, and 20 as presented

Approved: Unanimously

Commission Items

- Commissioner Allen has shared information, via the Clerk of the Board, on the Washington PUD Association (WPUDA) budget for Commissioner feedback
- Commissioners Allen and Bergren visited the Munro's home in Chelan to hear their concerns regarding the North Shore Substation

Follow up on Delegation of Action Items from 10/7/24 Board meeting

- Justin Erickson will send Commissioners the list of Washington State Parks Commission members – completed via email 10/9/24
- Erik Wahlquist will determine if any refunds will be implemented for off-season frost prevention and irrigation bills
- Justin Erickson will provide information on the number of visitors to the Service Center along with information about how the Service Center is meeting overall expectations

Follow up on Delegation of Action Items from Previous Board Meetings

- Rachel Hansen will provide information on how customers can join the Electrical Needs Registry for medical equipment that relies on electricity to operate – sent via email 10/17/24

Delegation of Action Items

- None

Executive Session

President McKenna convened an executive session at approximately 1:35pm 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), to consider the selection of a site or the acquisition of real estate by lease or purchase when public knowledge regarding such consideration would cause a likelihood of increased price, as authorized by RCW 42.30.110(1)(b), and to consider the minimum price at which real estate will be offered for sale or lease when public knowledge regarding such consideration would cause the likelihood of decreased price, as authorized by RCW 42.30.110(1)(c) for approximately 60 minutes.

President McKenna confirmed no votes were taken and no decisions were made during Executive Session

There being no other business, the meeting was adjourned at 2:35pm



Vice President



Commissioner



President



Secretary



Commissioner