

Minutes of the Regular Commission Meeting of Public Utility District No. 1 of Chelan County, Washington December 2, 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 December 2, 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 (remote)

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

Others: Steve Keene, June Norman

Call to Order

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

Pledge of Allegiance and Safety/H&OP Minute

- Laura Stirling, Accounts Payable Specialist, led the pledge and provided information on safe toys and gifts

Agenda

- Resolutions 13, 15, and 16 were moved to consent, Resolution 9 was removed from consent; the agenda was approved as revised

Quarterly Electrical Load Growth Update

- Lyle Moore, Customer Service Engineering Supervisor, and Chad Rissman, Director Distribution Asset Management, presented quarterly load growth information
- No significant changes from last quarter
- Residential and commercial connections continue to lag 5-year trend
- December 10th neighborhood meeting for West Wenatchee (Springwater) substation site
- Planned utility infrastructure investments are positioned to meet demands of high growth areas

Substation Property Purchase Proposal

- Chad Rissman and Lisa Graves, Real Estate Specialist III, reviewed information related to the proposed purchase of property for a substation to serve the Wenatchee commercial district and transmission line relocation
- Reviewed actions taken to date during the feasibility period and proposed purchase terms
- Next steps include a resolution for consideration at the next Board meeting

Strategic Vision Update

- Justin Erickson, Chief Strategy & Stakeholder Officer, provided an update on the visioning process
- The plan “Imagine 2075: Bold, Enduring Value” has been released to the public and employees for feedback
- The document can be found on the web at www.ChelanPUD.org/Imagine2075
- Comments can be submitted to customeroutreach@chelanpud.org
- An update on comments received will be presented at the next Board meeting
- Commissioner McKenna expressed a desire to meet with former Commissioners and General Managers to give them an opportunity to weigh in on the proposed Mission and Vision

Consent Agenda

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

- Minutes of the November 18, 2024 Regular Meeting
- Vouchers: Accounts Payable Summary Report dated November 26, 2024:
 - Vouchers totaling \$28,741,947.15;
 - Approval of Customer Deposit Returns and Conservation Incentive payments for the period November 12, 2024 through November 25, 2024 in the amount of \$53,588.04.
 - Approval of the net Payroll, Warrant Nos. 238636 through 238649 and Advice Nos. 789248 through 790084 for the pay period ending November 17, 2024 in the amount of \$2,824,991.39.
 - Approval of Warrant Nos. 32372 through 32461 totaling \$20,695.15 for claim payments from the workers’ compensation self-insurance fund for the period ending November 25, 2024.
- Resolution 10. A RESOLUTION RATIFYING FIELD WORK ORDER NOS. 1, 2, 3 AND 4, AUTHORIZING FINAL ACCEPTANCE OF WORK PERFORMED UNDER BID NO. 21-19 WITH WESSLEN CONSTRUCTION AND DEVELOPMENT, INC. OF SPOKANE VALLEY, WASHINGTON FOR LAKE CHELAN HYDRO BRIDGE ACCESS IMPROVEMENTS AND AUTHORIZING PAYMENT OF RETAINAGE
- Resolution 11. A RESOLUTION RATIFYING FIELD WORK ORDER NOS. 1 THROUGH 6, AUTHORIZING FINAL ACCEPTANCE OF WORK PERFORMED UNDER BID NO. 23-12932 WITH COMBINED CONSTRUCTION, INC. OF MUKILTEO, WASHINGTON FOR ROCK ISLAND EXPANSION JOINT REPAIRS AND AUTHORIZING PAYMENT OF RETAINAGE
- Resolution 13. A RESOLUTION APPROVING A FIFTH ADDENDUM TO TEMPORARY WATER RIGHT MITIGATION AGREEMENT BETWEEN THE REGIONAL WATER SYSTEM MEMBERS AND CROWN COLUMBIA WATER RESOURCES, LLC
- Resolution 15. A RESOLUTION AUTHORIZING THE GENERAL MANAGER TO ENTER INTO INTERLOCAL AGREEMENT (NO. 24-13812) WITH THE UNITED STATES DEPARTMENT OF AGRICULTURE, ANIMAL & PLANT HEALTH INSPECTION SERVICE (USDA APHIS), WILDLIFE SERVICES OF OLYMPIA, WASHINGTON TO PERFORM PREDATOR CONTROL AND NUISANCE BIRD/ANIMAL CONTROL (FOR NORTHERN PIKEMINNOW, FURBEARERS AND PISCIVOROUS BIRDS)
- Resolution 16. A RESOLUTION AUTHORIZING THE GENERAL MANAGER TO ENTER INTO A FUNDING AGREEMENT (SA NO. 24-13878) WITH NORTHWEST ENERGY EFFICIENCY ALLIANCE, INC. OF PORTLAND OREGON FOR THE DISTRICT TO CONTINUE BEING A MEMBER OF THE NEEA ALLIANCE FOR 2025-2029

MOTION

Moved by: Commissioner Smith

Seconded by: Commissioner Arseneault

To approve the consent agenda revised to include Resolutions 13, 15, and 16 and remove Resolution 9

Approved: Unanimously

Resolution 9

- Toby Tarzwell, Senior Fiber Project Manager, presented Resolution 9
- Commissioners discussed requirements for unit price contracts

- Resolution 9. A RESOLUTION RATIFYING FIELD WORK ORDER/CHANGE ORDER NO. 11, AUTHORIZING FINAL ACCEPTANCE OF WORK PERFORMED UNDER BID NO. 19-72 WITH RAYFIELD BROTHERS EXCAVATION SERVICES, INC. OF PESHASTIN, WASHINGTON FOR UNIT PRICE EXCAVATION SERVICES AND AUTHORIZING PAYMENT OF RETAINAGE

Resolution 12

- Dave Nelson, Manager Strategic Financial Planning, presented Resolution 12
- Resolution 12. A RESOLUTION APPROVING THE 2025 DISTRICT BUDGETS FOR THE FIBER NETWORK, WATER, WASTEWATER AND INTEGRATED ELECTRIC (DISTRIBUTION, TRANSMISSION, COLUMBIA RIVER-ROCK ISLAND HYDRO-ELECTRIC, LAKE CHELAN HYDRO-ELECTRIC, ROCKY REACH HYDRO-ELECTRIC SYSTEMS, TREASURY SERVICES, INTERNAL SERVICE SYSTEM AND FINANCING FACILITIES) BUSINESS LINES

MOTION

Moved by: Commissioner Arseneault

Seconded by: Commissioner Smith

To approve the 2025 Budget Resolution as presented

Approved: Unanimously

Resolution 14

- Salim Qazi, Senior Project Manager, presented Resolution 14
- Resolution 14. A RESOLUTION AUTHORIZING AMENDMENT NO. 3 TO SERVICES AGREEMENT SA NO. 22-12203 WITH HDR ENGINEERING, INC. OF NEBRASKA FOR PROFESSIONAL ENGINEERING SERVICES RELATED TO A LARGE LOAD TRANSMISSION INTERCONNECTION PROJECT

Resolution 17

- Von Pope, Senior Wildlife Biologist, presented Resolution 17
- Resolution 17. A RESOLUTION AUTHORIZING THE GENERAL MANAGER TO ENTER INTO AN INTERLOCAL AGREEMENT (NO. 24-13958) WITH WASHINGTON DEPARTMENT OF FISH AND WILDLIFE FOR HABITAT MITIGATION FOR OPERATIONS AND MAINTENANCE OF THE BURCH MOUNTAIN AND ENTIAT TRANSMISSION LINES

MOTION

Moved by: Commissioner Smith

Seconded by: Commissioner Arseneault

To approve Resolutions 9, 14, and 17 as presented

Approved: Unanimously

Manager Item

- Kirk Hudson, General Manager, introduced Jason Ridlon, Fleet Services Manager
- Dan Moser, Director Distribution and Fiber Operations, recognized crews for their storm response
 - Two crews assisted Snohomish PUD in restoring customer power after the recent storms through a Mutual Aid agreement

Commissioner Travel

- Lisa Sanders, Legal Office Administrator, reviewed upcoming Commissioner travel

Commission Items

- Special Meeting

MOTION

Moved by: Commissioner Arseneault

Seconded by: Commissioner Bergren

To set a special meeting on Thursday, December 19, 2024 @ 1:00pm at the Confluence Technology Center, 285 Technology Center Way, Wenatchee, for the purpose of holding a Tri-Commission meeting

Approved: Unanimously

- Commissioner Arseneault passed along congratulations to staff for the work done at Riverfront Park
- Commissioner Bergren recently noticed how quiet it is in the lobby and suggested staff consider music
- Commissioner McKenna discussed upcoming elections
 - All 5 commissioners must be present; recommendation is to hold election of officers at the first meeting in January

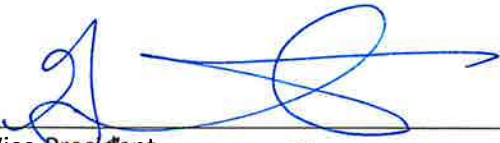
Follow up on Delegation of Action Items from 11/18/24 Board meeting

- Janet Jaspers will provide information on the number of anticipated participants in SPP Markets+ Phase 2

Delegation of Action Items

- Jason Ridlon will provide information on District electric vehicles
- Justin Erickson will explore music to play in the lobby

There being no other business, the meeting was adjourned at 11:52am



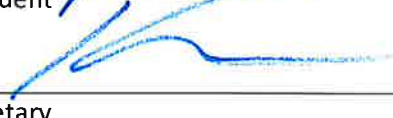
Vice President



Commissioner



President



Secretary



Commissioner