



**Minutes of the Regular Commission Meeting of
Public Utility District No. 1 of Okanogan County**

Okanogan PUD Auditorium

1331 2nd Avenue North, Okanogan, WA

August 20, 2018

2:30 PM

Present: Board: Jerry Asmussen, Scott Vejraska, Bill Colyar
Staff: Don Coppock, Ron Gadeberg, Janet Crossland, Jeri Timm, Roy
Schwilke, Ryan Lafferty, Wendy Foth
Other: Heidi Appel - General Counsel

Summary Agenda

- I. Call to Order
- II. Executive Session – 2:30 PM
- III. Business Meeting – 3:00 PM
 1. Pledge of Allegiance
 2. Review of Agenda
 3. Approval of Consent Agenda
 - a) Minutes of August 6, 2018 Regular Meeting
 - b) Vouchers
 - c) Transfers
 4. Unfinished Business
 5. New Business
 - a) Kuney Contract - Change Order #1
 - b) Resolution #1668 - Amending PURMS Resolution
 6. Manager's Report
 - a) Administrative
 - b) Engineering
 - c) Financial
 - d) Power
 - e) Telecom
 7. Treasurers Report
 8. Other Business
 9. Public Comment

10. Future Planning

- a) General Manager Steve Taylor to discuss scheduling meeting to go over Governance Policy with Commissioners

11. Meetings

IV. Executive Session

V. Adjournment

I. Call to Order

Commission President Jerry Asmussen called the regular meeting to order at 2:30 p.m.

II. Executive Session

The regular meeting was recessed at 2:30 p.m. and immediately convened into executive session to discuss with legal counsel representing the District legal risks of current or proposed action, pursuant to RCW 42.30.110(1)(i). The executive session was expected to last 30 minutes, with no action anticipated.

The executive session recessed 2:58 p.m.

III. Business Meeting

President Asmussen reconvened the regular meeting 3:03 p.m.

1. Pledge of Allegiance:

Meeting attendees recited the Pledge of Allegiance.

2. Review of Agenda:

Added to new business 5. c) DR-Kelpman Properties - Motion regarding Just Compensation

3. Approval of Consent Agenda:

a) Minutes

The Minutes of the August 6, 2018 regular meeting were submitted for approval.

b) Vouchers

The following Vouchers were submitted for approval: Numbers 1660 and 1661, 147884 through 147897, in the amount of \$308,077.82; and Numbers 147898 through 1477990 in the amount of \$574,683.82; Numbers 1662, 1663, 1664, 1665, 147991 through 148088 in the amount of \$2,854,652.37.

c) Transfers

Commissioner Vejraska moved, seconded by Commissioner Colyar, to approve the Consent Agenda - items a thru c. The motion carried unanimously.

4. Unfinished Business:

There was no unfinished business to report on.

5. New Business:

a) Kuney Contract - Change Order No. 1

Motion to Authorize the General Manager to execute change order No. 1 to the Max J. Kuney Company Design-Build Contract, in an amount not to exceed \$202,733 for the Enloe Hydroelectric Project through Phase 1 and to make the necessary budget adjustment to allow for these additional expenditures.

Commissioner Colyar made the motion, seconded by Commissioner Vejraska. Motion carried unanimously.

b) Resolution no. 1668 -PURMS resolution amendment

Declaring its approval of Public Utility Risk Management Services ("PURMS") Resolution No. 6-7-18-1 and ratifying the affirmative vote on said resolution by the District's voting representative at the PURMS semi-annual board meeting on June 7, 2018; and Declaring its approval of the PURMS 2018 amended and restated inter local agreement ("2018 ILA") and authorizing the District's signing representative to execute the duplicate original signature page for the 2018 amended and restated ILA for and on behalf of the district.

Commissioner Vejraska made the motion, seconded by Commissioner Colyar. Motion carried unanimously.

c) DR - Kelpman - Motion regarding Just Compensation

General Counsel Heidi Appel explained that she is in the process of resolving the last remaining condemnation matter arising from the Pateros to Twisp Transmission line project. Counsel requested that the board authorize the General Manager and General Counsel to pursue settlement negotiations for just compensation on the DR-Kelpman matter, Okanogan Cause # 09-2-00679-4 with any final settlement subject to Board approval.

Commissioner Colyar made the motion to authorize the General Manager and General Counsel to proceed with settlement negotiations for just compensation on the DR-Kelpman matter, with final settlement subject to Board approval, seconded by Commissioner Vejraska. Motion carried unanimously.

6. Manager's Report:

a) Administrative

General Manager Steve Taylor reported that he and Commissioner Vejraska attended a meeting with Congressman Newhouse.

General Manager Steve Taylor reported that he met with Gary Ivory, General Manager of Douglas County PUD, which included a tour of Wells Dam.

b) Engineering

Purchasing Agent Roy Schwilke reported on the transformer bids. Bids have been sent out to 11 Vendors and are due by August 31, 2018.

c) Financial

There was no Financial report.

d) Power

There was no Power report.

e) Telecom

There was no Telecom report.

7. Treasurer's Report

Treasurer Janet Crossland presented a graphical representation of cash transactions for the month of July 2018. The District began the month with \$26,289,721.61 in cash and investments on hand. There were cash receipts of \$4,259,665.15 and warrants paid totaling \$4,269,273.61, for an ending balance of cash and investments of \$26,280,816.39.

8. Other Business:

There was no other business to report.

9. Public Comment:

There was no public comment.

10. Future Planning:

General Manager Steve Taylor requested a date from the board to schedule a workshop to review the District's Governance policy.

11. Meetings:

Commissioner Colyar reported he attended an event with 7th District Representatives at the Eagles on August 11th.

Commissioner Vejraska reported he and General Manager Steve Taylor attended a meeting with Congressman Newhouse on August 11th and afterwards attended the 7th District legislators' luncheon. He also met with tribal representative Cody Desautel at the Economic Alliance Committee meeting on August 6th.

Commissioner Asmussen reported he met with General Manager Steve Taylor on August 16th.

IV. Executive Session:

An executive session was called at 4:18 p.m. to discuss potential litigation with legal counsel pursuant to RCW 42.30.110 (1) (i) and also to discuss performance of a public employee pursuant to RCW 42.30.110(1)(g). The executive session was expected to last 1 hour, with no action anticipated. Executive Session adjourned at 4:50 p.m.

V. Adjournment:

There being no further business to discuss, the regular meeting was adjourned at 4:50 p.m.

Jerry Asmussen, President

ATTEST:

William C. Colyar, Vice President

Scott Vejraska, Secretary