



**Minutes of the Regular Commission Meeting of
Public Utility District No. 1 of Okanogan County
Okanogan PUD Auditorium
1331 2nd Avenue North, Okanogan, WA
November 19, 2018
2:30 PM**

Present: Board: Jerry Asmussen, Scott Vejraska, Bill Colyar
Staff: Steve Taylor, Don Coppock, Ron Gadeberg, Janet Crossland, Jeri Timm, Matt Stevie, Sheila Corson, Roy Schwilke, Ryan Lafferty, Mindy Morris, John MacDonald, Randy Bird, Nick Christoph, Allen Allie, Bill Ingram, Fred Burke, Wendy Foth
Public: Alaina Bartenshow, Blake Beyeler, Patrick Venhey, Ashley Thrasher, Mike Marthaller, Ryan Fortier, Chris Fisher, Steve Ralph, George Schneider, Mark Ryan, Paula Mackrow, Joseph Enzensperger
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 November 5, 2018 Regular Meeting
 - b) Special Executive Meeting Minutes 11.8.2018
 - c) Vouchers
 4. Unfinished Business
 - a) Continue 2019 Budget Hearing
 5. New Business
 - a) MOTION - BPA TC-20 Transmission Agreement
 - b) Enloe Project Presentation
 - c) Resolution No. 1675 – Amended Succession of Authority Plan
 6. Manager’s Report
 - a) Administrative Report
 7. Treasurers Report
 8. Other Business
 9. Public Comment
 10. Future Planning
 - a) Future Board Meeting Scheduling
 11. Commissioners report on meetings attended
- IV. Budget Workshop
- 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 legal risks of proposed action with legal counsel representing the District, 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 2:55 p.m.

III. Business Meeting

President Asmussen reconvened the regular 3:00 p.m.

1. Pledge of Allegiance:

Meeting attendees recited the Pledge of Allegiance.

2. Review of Agenda:

No Changes were made.

3. Approval of Consent Agenda:

a) Minutes

The Minutes of the November 5, 2018 regular meeting submitted for approval.

b) Special Executive Meeting Minutes

Special Executive Minutes from the November 8, 2018 special executive meeting submitted for approval.

c) Vouchers

The following Vouchers submitted for approval: 1695, 1696, 149064 through 149077 in the amount of \$337,692.85, Vouchers 148984 through 149063 in the amount of, \$299,521.12 and vouchers 149078 through 149167 in the amount of, \$768,140.65.

Commissioner Colyar moved, seconded by Commissioner Vejraska, to approve the Consent Agenda. Motion carried unanimously.

4. Unfinished Business:

a) Continue 2019 Budget Hearing

5. New Business:

a) BPA TC20 Transmission Agreement

Motion to authorize Steve Taylor, General Manager to enter into Bonneville Power Administration TC-20 Tariff Terms and Conditions Settlement Agreement and PB-2- Partial Rates Settlement Agreement.

Commissioner Colyar moved to approve motion, seconded by Commissioner Vejraska second. Motion carried unanimously.

b) Enloe Project Presentation & Motion

Jeri Timm, Director of Regulatory and Environmental Affairs, presented a power point presentation outlining the history of the Enloe Dam project, FERC license history, litigation summary, Design-build process and estimated project cost, together with staff's recommendation to not pursue electrification of Enloe Dam, focus District efforts of Dam Safety and allow staff time to assess alternatives for Enloe Dam. Ron Gadeberg, Director of Power Resource and Broadband Services, provided information about District resource costs and a comparison of projected Enloe power costs compared with existing resources. General Manager Steve Taylor provided additional discussion in support of staff's recommendation.

After further discussion between the Board and staff, Commissioner Colyar made a motion directing staff not to pursue electrification of Enloe Dam and granting staff 120 days to assess all options for owning and managing Enloe Dam, as well as directing staff to proceed with Dam Safety Obligations,

The motion was seconded by Commissioner Vejraska. Motion carried unanimously.

6. Manager's Report:

a) Administrative Report

General Manager Steve Taylor reported that he signed a Right of Way Agreement with BLM, a Transmission Planner Agreement with Douglas County PUD No. 1, and a Letter of Engagement with Moss Adams for the District's 2017 accountability audit. Taylor reported on his attendance at the State Audit Exit conference and the CSR Annual Meeting. Taylor asked Mindy Morris, Customer Service Supervisor, to report on the CSR annual meeting. General Manager Taylor also reported that he met with Pyper Jaffray. Taylor asked for approval to close offices early on Christmas eve and New Year's Eve. Board approved this request.

7. Treasurers Report

Treasurer Janet Crossland reported cash transactions for the month of October 2018. The District began the month with \$26,619,591.17 in cash and investments on hand. There were cash receipts of \$4,681,991.68 and interest on investments of \$2,003.26 and warrants paid totaling \$4,956,489.95 for an ending balance of cash and investments of \$26,347,096.16.

8. Other Business

No other business to report

9. Public Comment

Mike Marthaller thanked the commissioners for the decision on Enloe Dam and also read a letter and presented a petition to suspend efforts to electrify Enloe Dam.

Paula Mackrow stated the staff did a great job and would still like to see Chinook up stream.

Ashley Thrasher thanked the commissioners.

Joseph Enzensperger thanked the board and offered to be of assistance.

10. Future Planning:

Budget Workshops – Future Board Meeting Scheduling

11. Meetings:

Commissioner Vejraska – Nothing to report.

Commissioner Colyar – Attended WPUA in Olympia November 14 & 15

Commissioner Asmussen – Attended via phone Telecom and Electric committee meeting.

Recessed regular meeting @ 5:10 p.m.

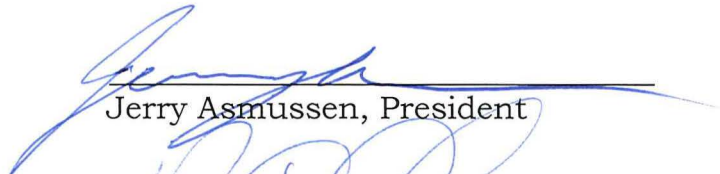
IV. Budget Workshop - 6:00 p.m.

The following departmental presentations were provided for the purpose of reviewing the 2019 Proposed Budget:

- **Power Supply** – Ron Gadeberg, Director of Power Resource/Broadband
- **Generation** - Jeri Timm, Director of Reg/Environmental Affairs

V. Adjournment:

There being no further business to discuss, the budget workshop adjourned at 7:23 p.m.

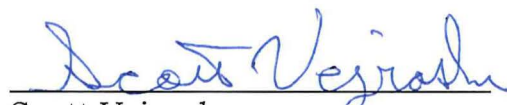


Jerry Asmussen, President



William C. Colyar, Vice President

ATTEST:



Scott Vejraska