

REGULAR MEETING
OF PUBLIC UTILITY DISTRICT NO. 2 OF GRANT COUNTY

September 25, 2018

The Commission of Public Utility District No. 2 of Grant County, Washington, convened at 8:00 a.m. at Grant PUD's Hydro Office Building, 14353 Highway 242 South, Beverly, Washington with the following Commissioners present: Terry Brewer, President; Bob Bernd, Vice-President; Dale Walker, Secretary; Tom Flint, Commissioner; and Larry Schaapman, Commissioner.

An executive session was announced at 9:00 a.m. to last until 9:30 a.m. to discuss potential litigation with legal counsel present pursuant to RCW 42.30.110(1)(i). The executive session concluded at 9:30 a.m. and the regular session resumed.

The following new employees were introduced to the Commission: Andrew Davis, Power Plant Operator; George Gardner, Power Plant Operator; Daniel Jaime, Power Plant Operator; William Dunbar, Electrician; Maurice Mutonga, Electrical Engineer; Casey Holter, Mechanical Engineer; Richard Faber, Maintenance Mechanic Engineer; Joey McGuire, Maintenance Electrical Engineer.

A round table discussion was held regarding the following topics: upcoming customer queue report; United Way outreach; customer concern associated with relocation of power poles on personal property, request from City of Electric City regarding squirrel control management; ongoing Grant PUD community outreach; and Commission request for information related to protection controls associated with Advanced Meter Program (AMP) meter conversions.

Kevin Marshall, Chief Operating Officer, provided an Incident Summary.

Craig Bressan, Senior Manager of Safety and Industrial Training, presented the September 2018 Safety Report.

Jeff Bishop, Chief Financial Officer, provided the 2019 Preliminary Budget Report.

A Grant PUD / Voith joint presentation highlighted and recognized teamwork and collaboration efforts between both Grant PUD and Voith throughout the turbine upgrade effort.

The Commission attended a Grant / Voith luncheon celebration.

The afternoon portion of the meeting was opened by reciting the Pledge of Allegiance.

Terry Brewer, Commission President, held a drawing for the 2018 Walkley scholarship. The successful applicant was Eric Shaporda, son of Igor Shaporda. Eric's name will be submitted to the Washington PUD Association for the statewide scholarship drawing held in December.

Don Fortier, Grant County Fire District No. 3 Chief, requested a letter of support from Grant PUD commissioners as the fire district pursues grant funding opportunities for construction of a new Crescent Bar/Trinidad fire station. The Commission agreed to providing a letter of support. In addition, Chief Fortier requested that electrical costs associated with new construction of the proposed fire facility be waived. No action was taken on the request for waiver of connection charges.

Consent agenda motion was made by Mr. Schaapman and seconded by Mr. Walker to approve the following consent agenda items:

Payment Numbers	85438	through	85775	\$ 9,871,533.40
Payroll Direct Deposit	129104	through	129789	\$ 1,582,734.42

Meeting minutes of September 11, 2018.

After consideration, the above consent agenda items were approved by unanimous vote of the Commission.

A draft of Motion 3258, which was reviewed by the Commission at the September 11, 2018 Commission meeting, was read as part of the regular agenda. During discussion of the draft motion, General Counsel suggested for Commission consideration that the motion be revised to include a condition that the Crescent Bar Homeowner Associations pay the past due balance of Crescent Bar, Inc. for billed but unpaid leasehold taxes. It was further recommended that the revised motion be considered for review at the October 9, 2018 Commission meeting. Based upon the recommendations of General Counsel, Motion was made by Mr. Flint and seconded by Mr. Bernd to reschedule for

consideration at the October 9, 2018 meeting Motion 3258, as revised. After consideration, the motion passed by unanimous vote of the Commission. For administrative purposes, the motion made and passed by the Commission shall be designated Motion 3258. The revised motion for review on October 9, 2018 shall be designated as Motion 3258A.

Motion was made by Mr. Bernd and seconded by Mr. Schaapman authorizing the General Manager, on behalf of Grant PUD, to execute professional services Contract 430-08476 with Moss Adams LLP, in an amount not-to-exceed \$1,200,000.00, with a contract term through fiscal year 2022 financial statements and associated opinions. After consideration, the motion passed by unanimous vote of the Commission.

The Commissioners reviewed future agenda items.

The Commission calendar was reviewed.

Jeff Bishop, Chief Financial Officer, completed the 2019 Preliminary Budget Report presentation.

Kevin McCarthy, Sr. Manager of Internal Services provided a Security Report.

Craig Bressan, Sr. Manager of Industrial Training & Safety, provided a Safety Health and Improvement Plan (SHIP) Programmatic Report.

Chuck Allen, Communications Manager, provided a Public Power / Industry Outreach Activity Report.

The Commission recessed at 2:55 p.m.

The Commission resumed at 3:00 p.m.

An executive session was announced at 3:00 p.m. to last until 3:30 p.m. to discuss potential litigation with legal counsel present pursuant to RCW 42.30.110(1)(i). The executive session concluded at 3:30 p.m. and the regular session resumed.

There being no further business to discuss, the September 25 meeting officially adjourned at 3:30 p.m.



ATTEST:

Dale Walker
Dale Walker, Secretary

Terry L Brewer
Terry Brewer, President

Bob Bernd
Bob Bernd, Vice President

Tom Flint
Tom Flint, Commissioner

Larry Schaapman
Larry Schaapman, Commissioner