

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

July 9, 2019

The Commission of Public Utility District No. 2 of Grant County, Washington, convened at 9:00 a.m. at Grant PUD’s Main Headquarters Building, 30 C Street SW, Ephrata, Washington with the following Commissioners present: Dale Walker, President; Tom Flint, Vice-President; Larry Schaapman, Secretary; Judy Wilson, Commissioner; and Nelson Cox, Commissioner.

An executive session was announced at 9:00 a.m. to last until 10:00 a.m. to discuss litigation or legal risks of a proposed action or current practice that the agency has identified when public discussion of the litigation or legal risks is likely to result in an adverse legal or financial consequence to the agency with legal counsel present pursuant to RCW 42.30.110(i)(iii). The executive session concluded at 10:00 a.m. and the regular session resumed.

The Commission recessed at 10:00 a.m.

The Commission resumed at 10:10 a.m.

A round table discussion was held regarding the following topics: Ag lease notification letters; upcoming City of Quincy council meeting; noted wheeling questions from the Irrigation Districts; LNI requirements associated with disconnect and reconnects; electrical vehicle charging stations; PUD representation at the George, Washington Independence Day parade; 2020 preliminary budget process; and pump storage.

New employee, Craig Marian, Plant Manager, was introduced to the Commission.

Rich Wallen, Managing Director of Power Production, provided a Power Production Performance Report.

The Commission recessed at 10:55 a.m.

The Commission resumed at 11:00 a.m.

Shannon Lowry, Lands and Recreation Manager, provided a Lands and Recreation Program Report.

Devon Williams, Risk Manager, provided the Enterprise Risk Program Report.

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

Roger Sonnichsen, Quincy Columbia Basin Irrigation District Interim Manager, addressed the Commission on behalf of the Irrigation District Board of Directors, regarding wheeling of federal reserve power. He requested reconsideration of proposed transmission wheeling rates developed following a recent COSA. In addition, he requested the Commission consider historic wheeling of federal reserve power and irrigation customer impacts when making policy decisions regarding rates.

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

Payment Numbers	93444	through	93725	\$ 6,110,177.73
Payroll Direct Deposit	143267	through	143971	\$ 1,688,138.39

Meeting minutes of June 25, 2019.

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

Christine Pratt, Public Affairs Officer, presented Grant PUD Commissioners and staff with the recently awarded American Public Power Association (APPA) Community Service Award.

Resolution No. 8920 relative to amending Grant PUD’s Strategic Plan was presented to the Commission. Motion was made by Mr. Flint and seconded by Mr. Cox to approve Resolution No. 8920. After consideration, the motion was passed by unanimous vote of the Commission.

RESOLUTION NO. 8920

A RESOLUTION AMENDING GRANT PUD'S STRATEGIC PLAN EFFECTIVE July 9, 2019

Recitals

1. On April 24, 2018, the Commission by Resolution No. 8883 amended Grant PUD's Strategic Plan;
2. The Strategic Plan is a living document that will be systematically reviewed every six months with the Commission. During these sessions, the board will review progress made towards our goals and identify the strengths, weaknesses, opportunities, and threats facing the utility;
3. Slight variations to the document are anticipated regularly and will be reviewed with the Commission. When formal action is taken to revise the Strategic Plan, staff will propose those changes via formal resolution; and
4. Grant PUD's General Manager recommends adoption of a revised Strategic Plan dated July 9, 2019.

NOW, THEREFORE, BE IT RESOLVED by the Commission of Public Utility District No. 2 of Grant County, Washington, that Grant PUD's Strategic Plan dated July 9, 2019 is hereby adopted and said Strategic Plan replaces and supersedes Grant PUD's Strategic Plan dated April 24, 2018.

BE IT FURTHER RESOLVED that Resolution No. 8883 is hereby superseded.

PASSED AND APPROVED by the Commission of Public Utility District No. 2 of Grant County, Washington, this 9th day of July, 2019.

Motion was made by Mr. Cox and seconded by Mr. Flint authorizing the General Manager/CEO, on behalf of Grant PUD, to sign the Purchase and Sale Agreement with S. Martinez Livestock, Inc., a Washington Corporation, to acquire 2.9 acres for land acquisition to enable construction of the Priest Rapids Right Embankment Improvement Project (PRREIP) in the amount of \$1,200.00. After consideration, the motion passed by unanimous vote of the Commission.

Motion was made by Mr. Flint and seconded by Mr. Schaapman authorizing the General Manager, on behalf of Grant PUD, to approve Change Order No. 2 to Contract 430-09392 with Alvarez & Marsal Corporate Performance Improvement, LLC, increasing the not-to-exceed contract price by \$195,000.00 for a new contract total of \$1,195,000.00, and resetting the delegated authority levels to the authority granted to the General Manager per Resolution No. 8609 for charges incurred as a result of Change Order No. 2. After consideration, the motion passed by unanimous vote of the Commission.

The Commissioners reviewed future agenda items.

The Commission calendar was reviewed.

Gene Austin, Compliance Manger, provided the NERC/WECC R&C Program Report.

The Commission recessed at 2:10 p.m.

The Commission resumed at 2:15 p.m.

Kevin Nordt, General Manager/CEO, provided a historical overview of Grant PUD rate policy and COSA studies.

A general discussion was held regarding an Energy NW Board of Director Code of Conduct policy and the request from Big Bend Community College (BBCC) "Building Tomorrow's Workforce" funding campaign.

An executive session was announced at 3:30 p.m. to last until 5:00 p.m. to discuss potential litigation with legal counsel present pursuant to RCW 4.30.110(1)(i) and performance of a public employee pursuant to RCW 42.30.110(1)(g) and. The executive session concluded at 5:00 p.m. and the regular session resumed.

There being no further business to discuss, the Commission adjourned at 5:00 p.m. on July 9 and reconvened on Monday, July 15 at 5:30 p.m. at Mai Lee Thai, 595 Grant Road, East Wenatchee, Washington for the purpose of attending a Mid-C Manager / Commission Dinner Meeting and any other business that may come before the Commission with the following Commissioners present: Larry

Schaapman, Dale Walker, Nelson Cox, and Tom Flint. A copy of the notice of adjournment was posted near the door outside the Commission room.

There being no further business to discuss, the Commission adjourned at 8:00 p.m. on Monday, July 15, and reconvened on Wednesday, July 17 at 11:00 a.m. at the Enzian Inn, 590 Highway 2, Leavenworth, Washington for the purpose of attending the WPUDA July Association Meeting and any other business that may come before the Commission with the following Commissioners present: Dale Walker, Tom Flint, Nelson Cox and Judy Wilson. A copy of the notice of adjournment was posted near the door outside the Commission room.

There being no further business to discuss, the Commission adjourned at 8:30 p.m. on Wednesday, July 17 and reconvened on Thursday, July 18 at 8:30 a.m. at the Enzian Inn, 590 Highway 2, Leavenworth, Washington for the purpose of attending the WPUDA July Association Meeting and any other business that may come before the Commission with the following Commissioners present: Dale Walker, Nelson Cox and Judy Wilson. A copy of the notice of adjournment was posted near the door outside the Commission room.

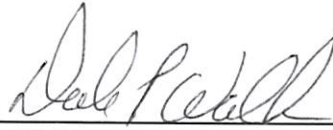
There being no further business to discuss, the Commission adjourned at 8:30 p.m. on Thursday July 18, and reconvened on Friday, July 19 at 8:00 a.m. at the Enzian Inn, 590 Highway 2, Leavenworth, Washington for the purpose of attending the WPUDA July Association Meeting and any other business that may come before the Commission with the following Commissioners present: Dale Walker, Nelson Cox and Judy Wilson. A copy of the notice of adjournment was posted near the door outside the Commission room.

There being no further business to discuss, the July 9 meeting officially adjourned at 12:00 p.m. on July 19, 2019.



ATTEST:


Larry Schaapman, Secretary



Dale Walker, President



Tom Flint, Vice President


Judy Wilson, Commissioner


Nelson Cox, Commissioner