

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

January 14, 2020

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: Tom Flint, President; Larry Schaapman, Vice-President; Judy Wilson, Secretary; Dale Walker, Commissioner; and Nelson Cox, Commissioner.

New employee Tony Hardenbrook, Wanapum Dam Plant Manager, was introduced to the Commission.

A round table discussion was held regarding the following topics: recent bond transaction, January 13 Semi-annual Leadership Summit, appreciation expressed to Russ Brethower and Kyle Hussey for recent cyber security presentation made to the Fiber Active group; and questions related to frequency of the bad debt write off report.

Ty Ehrman, Managing Director of Power Production, provided the Power Production Performance report.

Shannon Lowry, Lands & Recreation Manager, provided the Lands and Recreation Program report.

The Commission recessed at 11:05 a.m.

The Commission resumed at 11:15 a.m.

Jeff Bishop, CFO, provided the Enterprise Risk Program report.

Gene Austin, Compliance Program Manager, provided the NERC/WECC R&C Program report.

The Commission recessed at 11:55 a.m.

The Commission resumed at 1:00 p.m.

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

Elisia Dalluge, Moses Lake, requested the Commission consider adopting a self-authored Proclamation of Kindness.

Correspondence was noted from Eric Christensen, regarding 2020 Annual Review of Rate Schedule No. 17.

Commission President Flint provided opening comments regarding his assessment of current state of affairs at Grant PUD.

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

|                              |           |         |           |                  |
|------------------------------|-----------|---------|-----------|------------------|
| Payment Number               | 98514     | through | 99219     | \$149,249,837.51 |
| Payroll Direct Deposit       | 151628    | through | 152989    | \$3,881,501.59   |
| Payroll Tax and Garnishments | 20200103A | through | 20200103B | \$775,524.42     |

Meeting minutes of December 10, 2019.

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

The Commissioners reviewed future agenda items.

Motion was made by Mr. Schaapman and seconded by Mrs. Wilson to move review motion related to transfer of R&C funds forward for action.

Motion was made by Mr. Cox and seconded by Mr. Schaapman authorizing a transfer of the lesser of \$28,000,000.00 or excess balance above \$100,000,000.00 in the Electric System R&C fund for the purpose of cash defeasing Grant PUD outstanding debt. The amount in the non-rate stabilization fund is to be drawn first with the remainder coming from the rate stabilization portion. After consideration, the motion passed by unanimous vote of the Commission.

The Commission calendar was reviewed.

The Commission recessed at 1:40 p.m.

The Commission resumed at 1:45 p.m.

An executive session was announced at 1:45 p.m. to last until 3:15 p.m. to discuss legal risks of current practice with legal counsel present pursuant to RCW 42.30.110(1)(i). The executive session concluded at 3:15 p.m. and the regular session resumed.

An additional executive session was announced at 3:15 p.m. to last until 3:30 p.m. to discuss legal risks of current practice 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.

An additional executive session was announced at 3:30 p.m. to last until 3:45 p.m. to discuss legal risks of current practice pursuant to RCW 42.30.110(1)(i). The executive session concluded at 3:45 p.m. and the regular session resumed.

There being no further business to discuss, the Commission adjourned at 3:45 on January 14 and reconvened on Thursday, January 23 at 1:30 p.m. at the Big Bend Community College, 7611 Bolling At. NE, Moses Lake, Washington for the purpose of attending a FEMA G-4002 National Incident Manage System (NIMS) Overview and any other business that may come before the Commission with the following Commissioners present: Tom Flint, 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 5:00 p.m. on January 23 and reconvened on Monday, January 27 at 8:00 a.m. at the Grant PUD Main Headquarters Building, 30 C Street SW, Ephrata, Washington for the purpose of attending a Commission Strategic Workshop and any other business that may come before the Commission with the following Commissioners present: Tom Flint, Larry Schaapman, 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 January 14 meeting officially adjourned at 4:30 p.m. on January 27, 2020.



ATTEST:

*Judy H. Wilson*  
Judy Wilson, Secretary

*Dale Walker*  
Dale Walker, Commissioner

*Tom Flint*  
Tom Flint, President

Larry Schaapman, Vice President

*Nelson Cox*  
Nelson Cox, Commissioner