

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

October 13, 2020

The Commission of Public Utility District No. 2 of Grant County, Washington, convened at 9:00 a.m. via Microsoft Teams Meeting / +1 509-703-5291 Conference ID: 678 050 #6 with the following Commissioners present: Tom Flint, President; Larry Schaapman, Vice-President; Judy Wilson, Secretary; Dale Walker, Commissioner; and Nelson Cox, Commissioner.

The Commission convened to review vouchers and correspondence.

The Commission recessed at 9:00 a.m.

The Commission resumed at 9:14 a.m.

A round table discussion was held regarding the following topics: Priest Rapids sequestration status update; recent system outages; reported attendance at Grant County Industrial Alliance meeting; upcoming presentation from Public Affairs team highlighting Grant's Salmon in the Classroom Program; United Way campaign; Acting GM notice for October 14; recurring 1:1 meetings between the Commission and appointed auditor and treasurer; request from Commissioner Wilson for breakdown of costs associated with the Oracle and Arch contracts; and additional discussion related to the Priest Rapids sequestration plan and policy.

Derin Bluhm, Chief Technology Officer, reviewed the Microsoft EA Agreement.

Paul Dietz, Manager of Enterprise Risk Management, presented the Enterprise Risk Program Report.

Shannon Lowry, Manager of Lands and Recreation, presented the Lands and Recreation Program Report.

The Commission recessed at 11:57 a.m.

The Commission resumed at 1:00 p.m.

Rob Skordas, USBR Deputy Regional Director, renewed his request that Grant PUD establish a separate wheeling rate for Reclamation reserved power loads. He also requested another opportunity to discuss the wheeling rate prior to final action. In addition, Mr. Skordas expressed appreciation to the Commission for extension of the existing MOA.

Roger Sonnichsen, Quincy Columbia Basin Irrigation District, concurred with Mr. Skordas's comments and requested an opportunity for attorneys to meet regarding FERC jurisdiction. The Irrigation Districts will pursue FERC clarification. Grant will clarify expectation and provide it writing to the both the Irrigation Districts and the Bureau of Reclamation.

Neal Gschwend, attorney for Bonneville Power Administration, spoke in opposition to proposed Rate Schedule No. 30, specifically noting concern with the 7% ROE component included within the rate structure.

Pat Kelleher, Ellensburg, Washington, expressed appreciation to the Board for recent recreational improvements within the Priest Rapids Project boundary. In addition, he noted concerns with cleanliness and maintenance of the Vantage boat launch restroom observed over a recent weekend.

Bryan Stockdale, Vantage, Washington, commented on his progress of removing Riverstone Marina personal property from Grant PUD property. He expressed a desire for continued recreational opportunities at the Vantage site.

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

Payment Number	105431	through	105857	\$8,860,658.73
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Payroll Direct Deposit	165586	through	167015	\$3,940,613.73
Payroll Tax and Garnishments	20200924A	through	20201008B	\$1,635,351.67

Meeting minutes of September 22, 2020.

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

Motion was made by Mr. Schaapman and seconded by Mr. Cox authorizing the General Manager/CEO, on behalf of Grant PUD, to execute Contract 430-10331 with Bernardo-Wills Architects PC (BWA) for Architectural and Engineering (A/E) Services in an amount not-to-exceed \$2,500,000.00 and with a contract completion date of December 31, 2025. After consideration, the motion passed by unanimous vote of the Commission.

Motion was made by Mr. Cox and seconded by Mrs. Wilson approving an intergovernmental transfer of surplus equipment to Fire District No. 12. After consideration, it was requested that the motion be tabled until such time surplus transfer logistics could be adequately reviewed by legal counsel.

Motion was made by Mrs. Wilson and seconded by Mr. Cox to table motion approving an intergovernmental transfer of surplus equipment. After consideration, the motion to table was approved by unanimous vote of the Commission.

The Commissioners reviewed future agenda items.

Commission President Flint opened the public input period for the 2021 proposed budget.

The Commission held a public Budget Hearing to discuss the 2021 proposed budget. No public comments were received.

The Commission calendar was reviewed.

Due to time constraints, the Power Production Performance Report and the NERC/WECC R&C Program Report were not presented. Written materials included in the 2020-10-13 Presentation Packet will service as the quarterly report.

A discussion was held regarding one-on-one meetings between the Commission and both the appointed Auditor and Treasurer. It was determined that meetings would resume and be scheduled on a quarterly basis.

The Commission recessed at 3:44 p.m.

The Commission resumed at 4:00 p.m.

An executive session was announced at 4:00 p.m. to last until 5:00 p.m. to review performance of a public employee with legal counsel present pursuant to RCW 42.30.110(1)(g). The executive session concluded at 5:00 p.m. and the regular session resumed.

The executive session was extended from 5:00 p.m. to last until 5:10 p.m. to review performance of a public employee with legal counsel present pursuant to RCW 42.30.110(1)(g). The executive session concluded at 5:10 p.m. and the regular session resumed.

The Commission recessed at 5:10 p.m.

The Commission resumed at 6:00 p.m.

The Commission held a public Budget Hearing to discuss the 2021 proposed budget. No public comments were received.

There being no further business to discuss, the Commission adjourned at 7:20 p.m. on October 13 and reconvened on Thursday, October 15 at 6:00 p.m. via Microsoft Teams for the purpose of holding a public budget hearing and any other business that may come before the Commission with the

following Commissioners present: Tom Flint, Larry Schaapman, Judy Wilson, Dale Walker and Nelson Cox. A copy of the notice of adjournment was posted to the Grant PUD website.

The Commission held a public Budget Hearing to discuss the 2021 proposed budget. No public comments were received.

There being no further business to discuss, the October 13, 2020 meeting officially adjourned at 7:40 p.m. on October 15, 2020.

ATTEST:



_____/s/
Tom Flint, President

_____/s/
Judy Wilson, Secretary

_____/s/
Larry Schaapman, Vice President

_____/s/
Dale Walker, Commissioner

_____/s/
Nelson Cox, Commissioner