

REGULAR MEETING OF COMMISSIONERS
OF PUBLIC UTILITY DISTRICT NO. 3
OF MASON COUNTY, WASHINGTON

President Bruce Jorgensen called a regular meeting to order on at 10:00 a.m. The meeting was held in the PUD 3 auditorium, at 2621 E Johns Prairie Road in Shelton, Washington, on Tuesday, August 14, 2018.

District officers present were: Commissioners, Thomas J. Farmer; Linda R. Gott, and Bruce E. Jorgenson; Manager Annette Creekpaum; and Risk Manager/Auditor Brian Taylor; Finance Manager/Treasurer Sherry Speaks. *Attorney Robert Johnson was absent*

The following PUD 3 personnel were present: Director of Business Services John Bennett; Director of Business Operations Michelle Burleson; Assistant Public Information & Government Relations Manager Lynn Eaton; Customer Service Manager Diane Hennessy; Telecommunications & Community Relations Manager Justin Holzgrove; Director of Engineering and Utility Services Dale Knutson; Public Information & Government Relations Manager Joel Myer; Power Supply Manager Michele Patterson; Conservation Manager Koral Miller; Customer Service Revenue Supervisor Jennifer Renecker; Administration Services Manager Mary Taylor (recorded minutes)

Members of the public in attendance were: Randy Lewis of Shelton, Gordon Weeks of the *Mason County Journal*

MODIFICATION AND/OR APPROVAL OF AGENDA

The agenda was approved as presented

CONSENT AGENDA

Mr. Jorgensen reviewed the items listed on the consent agenda Mr. Farmer moved, motion seconded by Ms. Gott, to adopt the consent agenda. MOTION PASSED UNANIMOUSLY. By adopting the consent agenda, the following items were approved:

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| a. | Minutes of the July 24, 2018 regular commission meeting. | | |
| b. | Voucher Nos. (July 31, 2018) 146840 through 146897 | \$ | 1,257,227.76 |
| c. | (Includes electronic funds transfer payment Nos. 12914–13079 | | |
| d. | Voucher Nos. (Aug 7, 2018) 146898 through 146944 | \$ | 729,107.85 |
| | (Includes electronic funds transfer payment Nos. 13080–13101 | | |
| e. | Voucher Nos. (Aug 14, 2018) 146945 through 147053 | \$ | <u>3,171,837.29</u> |
| | (Includes electronic funds transfer payment Nos. 13102-13281 | | |
| | TOTAL | \$ | 5,158,172.90 |
| f. | Void accounts payable checks for the week ending July 27, 2018 in the total amount of \$115.00 | | |
| g. | Void accounts payable checks for the week ending August 3, 2018 in the total amount of \$45.42 | | |
| h. | Void accounts payable checks for the week ending August 10, 2018 in the total amount of \$668.76 | | |
| i. | Bonneville Power Administration Contract No. 09PB-13068. Revision No. 7 to Exhibit D of Power Sales Agreement. | | |

Exhibit D-This revision incorporates edits to Section 1, CF/CT and New Large Single Loads and to Section 4, Revision, of Exhibit D.

*Vouchers audited and certified by the district auditing officer as required by RCW 42.24.080, and those expense reimbursement claims certified as required by RCW 42.24.090, have been recorded on a listing which has been made available to the board.

COMMENTS FROM THE PUBLIC

No public comment was given.

ACTION ITEMS

Recommendation was made to Adopt Resolution No. 1712, A Resolution “Authorizing Approval of Public Utility Risk management (PURMS) Ratifying PURMS Resolution 6-7-18-1 and Approval of the Amended 2018 Interlocal Agreement”.

Ms. Gott moved, motion seconded by Mr. Farmer, to Adopt Resolution No. 1712, A Resolution “Authorizing Approval of Public Utility Risk management (PURMS) Ratifying PURMS Resolution 6-7-18-1 and Approval of the Amended 2018 Interlocal Agreement” After a short discussion, MOTION PASSED UNANIMOUSLY.

Recommendation was made to Adopt Resolution No. 1713, A Resolution to “Amend the Telecommunications Service Rules and Regulations”.

Mr. Farmer moved, motion seconded by Ms. Gott, to Adopt Resolution No. 1713, A Resolution to “Amend the Telecommunications Service Rules and Regulations”. MOTION PASSED UNANIMOUSLY.

Recommendation was made to Adopt Resolution No. 1714, A Resolution in “Support of H.R. 6442, The Broadband for All Act”.

Mr. Farmer moved, motion seconded by Ms. Gott, to Adopt Resolution No. 1714, A Resolution in “Support of H.R. 6442, The Broadband for All Act”. MOTION PASSED UNANIMOUSLY.

Recommendation to Award Bid M1-2018 Power Transformer (Totten Substation) to OTC Services, Inc.

Ms. Gott moved, motion seconded by Mr. Farmer, to Award Bid M1-2018 Power Transformer (Totten Substation) to OTC Services, Inc. MOTION PASSED UNANIMOUSLY.

STAFF REPORT

Mrs. Creekpaum reported that the Judge Simon experimental spill fee appearing as a separate line item on customer bills has been calculated for August at \$1.32 and September at \$1.15.

Mrs. Creekpaum stated that all engineering applications are up 11% and new service applications are up 18%, based on this time last year.

Mrs. Creekpaum said that although budget items are discussed year round, the 2019 budget is in progress for approval this fall.

At Mrs. Creekpaum’s request, Mr. Myer provided commission with a legislative update.

COMMISSIONERS’ REPORT

Ms. Gott reported that she attended the Energy Northwest Women in Nuclear meeting and the Monthly NoaNet meeting. She will be attending a tour at chief Joseph Dam on August 15th.

Mr. Farmer reported his attendance at the North Mason Chamber meeting.

DISCUSSION ITEMS

Mr. Jorgenson inquired about the configuration of the commission meetings and if other commissioners felt that it could go back to the previous set up. Mr. Farmer and Ms. Gott stated that removing the barrier is acceptable if left available for future meetings when necessary but leaving the public chairs set up near the sign in area and easy access to the door is preferred.

Mrs. Creekpaum reported on a possible future resolution to support Energy Northwest's undertaking of the Horn Rapids solar, storage, and training project. She said that the City of Richland has not approved of the project yet. Ms. Gott stated that there is no cost or risk to utilities for supporting the project and more discussions are necessary. All member utilities must approve before proceeding.

FUTURE AGENDA ITEMS

Mrs. Creekpaum stated that there will be a hearing prior to the regular commission meeting on August 28, 2018 to present the Mason PUD 3 updated resource plan.

GOOD OF THE ORDER

After a calendar review and with no further business appearing, the meeting adjourned 10:50 a.m.

Bruce E. Jorgenson, President

ATTEST:

Thomas J. Farmer, Vice President

Linda R. Gott, Secretary