

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

President Farmer called a regular meeting of the Mason County PUD No. 3 board of commissioners to order at 10:00 a.m. The meeting was held in the PUD 3 auditorium (Skookum Room) at 2621 E Johns Prairie Road in Shelton, Washington, on Tuesday, September 24, 2019.

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

The following PUD 3 personnel were present: Director of Business Operations Michelle Burleson; Asst. Public Information & Gov Relations Manager Lynn Eaton; Customer Service Manager Diane Hennessy; Telecommunications & Community Relations Manager Justin Holzgrove; Director of Engineering & Utility Services Dale Knutson; Conservation Manager Koral Miller; Network Systems & Cyber Security Administrator Joel Moore; Public Information & Gov Relations Manager Joel Myer; Power Manager Michele Patterson; Customer Service Revenue Protection Supervisor Jennifer Renecker; Administration Services Manager Mary Taylor-Monger (recorded minutes).

Members of the public in attendance were: Dedrick Allen of *Mason Web TV*, Randy Lewis of Shelton

MODIFICATION AND/OR APPROVAL OF AGENDA

The agenda was approved as presented.

CONSENT AGENDA

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

- a. Minutes of the September 10, 2019 public hearings and regular commission meeting.
- b. Voucher Nos. (September 17, 2019) 151461 through 151544 \$ 2,972,550.89
(Includes electronic funds transfer payment Nos. 18442-18641)
- c. Voucher Nos. (September 24, 2019) 151545 through 151625 \$ 856,528.40
(Includes electronic funds transfer payment Nos. 18642-18656)
- TOTAL \$ 3,829,079.29**
- d. Void accounts payable checks for the week ending September 13, 2019 in the total amount of \$58,299.63.
- e. Governance Policy Expense Approval

*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. 1742, A Resolution "Adopting the budget for the fiscal year 2020 as presented and/or amended."

Mrs. Creekpaum reported that the budget was discussed at the September 10, 2019 hearing and reiterated that it began with a \$2.4 negative amount but was reduced to zero with cuts.

At Mrs. Creekpaum's request, Mrs. Speaks reviewed the 2020 proposed budget. She stated that the proposed budget is \$77.6 million, which is a 2.7 percent increase over the 2019 budget. Mrs. Speaks outlined the factors effecting the budget: Increase in kWh sales; renewable energy mandates; BPA Finance Reserve Surcharge; expiration of the payment from the Bonneville Power Administration (BPA) for Residential exchange program; completion of the Totten substation; grid modernization; supervisory control and data acquisition (SCADA); Community Economic Revitalization Board (CERB); and the addition of a boring and line crew.

Mr. Farmer commented on the long budget process and hard work by staff. He expressed appreciation for no rate increases over the last three years.

After a brief discussion, Ms. Gott motioned, seconded by Mr. Farmer to approve Resolution No. 1742, A Resolution "Adopting the budget for the fiscal year 2020 as presented and/or amended." MOTION PASSED UNANIMOUSLY.