

SNOHOMISH COUNTY PUBLIC UTILITY DISTRICT

Regular Meeting

January 21, 2020

The Regular Meeting was convened by President Sidney Logan at 9:00 a.m. in the Commission Meeting Room. Those attending were Rebecca Wolfe, Vice-President; Tanya Olson, Secretary; CEO/General Manager John Haarlow; General Counsel Anne Spangler; Assistant General Managers Guy Payne and Brant Wood; Chief Information Officer Dean Galvez; other District staff; members of the public; Commission & Executive Services Director Melissa Collins; and Deputy Clerks of the Board Allison Morrison and Lela Wall.

*** Items Taken Out of Order**

****Non-Agenda Items**

1. CEO/GENERAL MANAGER BRIEFING AND STUDY SESSION

A. Updates

1. Media. Communications, Marketing & Business Readiness Director Julee Cunningham reported on District related news and articles, that included video clips from a recent snowstorm event.
2. Legislative. State Government and External Affairs Associate Clark McIsaac provided an update on the State Legislative session and discussed bills of interest to the District.
3. Community Engagement. There were no community engagement reports.
4. Other. There were no other reports.

B. Executive Director of Northwest RiverPartners Kurt Miller

Northwest RiverPartners Executive Director Kurt Miller provided a presentation on the history and focus of the member driven organization. As a key Northwest stakeholder on hydroelectric issues, goals mentioned were to be a strong voice for, and raise public awareness about, the importance and benefits of hydropower.

The meeting recessed at 10:19 a.m. and reconvened at 10:25 a.m.

C. Energy Risk Management Report – 4th Quarter 2019

Senior Manager Rates, Economics & Energy Risk Management Brian Booth provided an overview of the 4th quarter of 2019 that included Supply, Demand, Forecast Errors over Time, Market Prices, and Forward Prices.

The Credit Limit Analysis, Financial Load Resource Imbalance, and Price Volatility tests had no violations during the quarter.

D. Water Supply Update

Short-Term Power Trader Mike Shapley provided a presentation on the Water Year 2020 (WY'20), which highlighted the PUD energy portfolio mix; WY'20 weather stats; Hydro generation update; PUD owned resources and Bonneville Power Administration (BPA) Slice; Load resource balance; and summary.

Commissioner Logan asked if there was a weighted version of the seasonal precipitation chart that shows the areas of drainage that contribute to most of the water. Mr. Shapley responded that every month, from January through April, the Northwest River Forecast Center forwards a presentation and that he would provide that information to the Board.

At 10:58 a.m., General Counsel Anne Spangler left the meeting and Acting General Counsel Joe Fina joined the meeting.

EXECUTIVE SESSION

The Regular Meeting recessed at 11:01 a.m. and reconvened in Executive Session at 11:05 a.m. to review the performance of a public employee, under the terms set forth in the Open Public Meetings Act. It was anticipated the Executive Session would last approximately 90 minutes, with no public announcements. Those in attendance were Commissioners Sidney Logan, Tanya Olson, and Rebecca Wolfe; and CEO/General Manager John Haarlow. At 12:30 p.m., the Executive Session was extended 15 minutes. At 12:45 p.m., the Executive Session was extended 30 minutes. The Executive Session concluded at 1:15 p.m.

RECONVENE REGULAR MEETING

The Regular Meeting was reconvened by President Sidney Logan at 1:30 p.m. in the Commission Meeting Room. Those attending were Rebecca Wolfe, Vice-President; Tanya Olson, Secretary; CEO/General Manager John Haarlow; General Counsel Anne Spangler; Assistant General Managers Guy Payne, and Brant Wood; Chief Financial Officer Scott Jones; Chief Information Officer Dean Galvez; other District staff; members of the public; Commission & Executive Services Director Melissa Collins; and Deputy Clerks of the Board Allison Morrison and Lela Wall.

*** Items Taken Out of Order**

****Non-Agenda Items**

2. COMMENTS FROM THE PUBLIC

There were no comments from the public.

3. CONSENT AGENDA

A. Approval of Minutes for the Regular Meeting of January 7, 2020

B. Bid Awards, Professional Services Contracts and Amendments

Public Works Contract Award Recommendations Over \$25,000:

None

Formal Bid Award Recommendations \$120,000 and Over:

None

Professional Services Contract Award Recommendations \$200,000 and Over:

Professional Services Contract No. CW2239483 with Connect Up Program Consulting

Miscellaneous Contract Award Recommendations \$200,000 and Over:

None

Cooperative Purchase Recommendations:

Contracts:

Contract No. CW2239567 with SHI International Corp.

Amendments:

None

Sole Source Purchase Recommendations:

None

Emergency Declarations, Purchases and Public Works Contracts:

Declaration of Emergency for Weather Event

Addendum to January 14, 2020 Emergency Declaration

Purchases Involving Special Facilities or Market Condition Recommendations:

None

Formal Bid and Contract Amendments:

Professional Services Contract No. CW2224712 with Hyas Group, LLC

Contract Acceptance Recommendations:

Public Works Contract No. CW2236987 with Interwest Construction, Inc.

C. Consideration of Certification/Ratification and Approval of District Checks and Vouchers

A motion unanimously passed approving Agenda Items 3A – Approval of Minutes for the Regular Meeting of January 7, 2020; 3B – Bid Awards, Professional Services Contracts and Amendments; and 3C - Certification/Ratification and Approval of District Checks and Vouchers.

4. PUBLIC HEARING AND ACTION**A. Consideration of a Resolution Amending Rate Schedules 1, “Municipal Street Lighting Service,” and 4, “Municipal Owned and Maintained Street Lighting Service”**

President Logan convened the public hearing.

An amended resolution that included a new effective date, was provided at places, by reference made a part of the packet.

In response to an inquiry from Commissioner Logan about whether this rate increase was included in the 2020 budget, Senior Manager Rates, Economics & Energy Risk Management Brian Booth said that rate changes such as this were not typically budgeted for ahead of time.

There being no questions or comments from the public, the public hearing was closed.

A motion unanimously passed approving Resolution No. 5941 as amended, amending Rate Schedules 1, "Municipal Street Lighting Service," and 4, "Municipal Owned and Maintained Street Lighting Service."

5. ITEMS FOR INDIVIDUAL CONSIDERATION

- A. Consideration of a Resolution Authorizing the CEO/General Manager to Execute a Wholesale Water Agreement for the Sale of Water to Seymour's Water Company for Resale to its Twin Falls Water System

A motion unanimously passed approving Resolution No. 5942 authorizing the CEO/General Manager to execute a wholesale water agreement for the sale of water to Seymour's Water Company for resale to its Twin Falls Water System.

- B. Consideration of a Resolution Authorizing the CEO/General Manager to Execute a Wholesale Water Agreement for the Sale of Water to Iliad, Inc., d.b.a. Sudden View Water System

A motion unanimously passed approving Resolution No. 5943 authorizing the CEO/General Manager to execute a wholesale water agreement for the sale of water to Iliad, Inc., d.b.a. Sudden View Water System.

6. CEO/GENERAL MANAGER REPORT

Mr. Haarlow mentioned two upcoming Board meeting discussions coming in February on the Columbia River System Operation (CRSO) and Environmental Impact Statement (EIS), and how they impact the District and the region.

Mr. Haarlow mentioned his upcoming attendance at the Western Energy Institute (WEI) Board meeting.

7. COMMISSION BUSINESS

- A. Commission Reports

Commissioner Wolfe attended the Public Power Council (PPC) and Pacific Northwest Utilities Conference Committee (PNUCC) meetings.

Commissioner Logan reported on the employee 2020 Safety Breakfast that was also attended by Commissioner Olson.

B. Commissioner Event Calendar

There were no changes to the Commissioner Event Calendar.

8. GOVERNANCE PLANNING

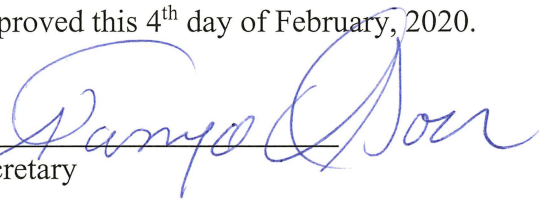
A. Governance Planning Calendar

There were no changes to the Governance Planning Calendar.

ADJOURNMENT

There being no further business or discussion to come before the Board, the Regular Meeting of January 21, 2020, adjourned at 1:44 p.m. An audio file of the meeting is on file in the Commission Office and available for review.

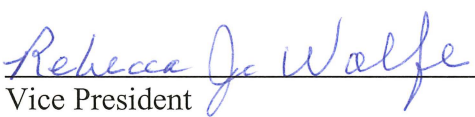
Approved this 4th day of February, 2020.



Secretary



President



Vice President